



**ASX ANNOUNCEMENT**

**ASX CODE: RUM**

**ABN: 33 122 131 622**

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**DIRECTORS**  
Robert Annells  
Jeff Landels  
David Muller, MD  
Chris Tziolis

**MAJOR PROJECTS**  
Ammaroo Rock Phosphate  
Karinga Creek Brine Potash  
Ross River: IOCGU

**RUM JUNGLE RESOURCES LTD**

**ABN 33 122 131 622**

**INTERIM FINANCIAL REPORT FOR THE HALF YEAR  
ENDED 31 DECEMBER 2013**

## CONTENTS

	<b>Page</b>
<b>Directors' Report</b>	<b>3-5</b>
<b>Auditor's Independence Declaration</b>	<b>6</b>
<b>Consolidated Statement of Profit or Loss and Other Comprehensive Income</b>	<b>7</b>
<b>Consolidated Statement of Financial Position</b>	<b>8</b>
<b>Consolidated Statement of Changes in Equity</b>	<b>9</b>
<b>Consolidated Statement of Cash Flows</b>	<b>10</b>
<b>Notes to the Financial Statements</b>	<b>11</b>
<b>1. Reporting Entity</b>	
<b>2. Basis of preparation</b>	
<b>3. Significant Accounting Policies</b>	
<b>4. Cash and cash equivalents</b>	
<b>5. Deferred exploration expenditure</b>	
<b>6. Issued capital</b>	
<b>7. Segment reporting</b>	
<b>8. Acquisition of Subsidiary</b>	
<b>9. Events subsequent to reporting date</b>	
<b>Directors' Declaration</b>	<b>16</b>
<b>Independent Auditor's Review Report</b>	<b>17-18</b>

## Company Strategy

Rum Jungle Resources Ltd's strategic intent is to find, develop and operate fertiliser minerals, base metals and gold projects, located in close proximity to existing transport infrastructure.

Rum Jungle Resources Ltd has significant resources of both phosphate and potash.

## Directors' Report

The Directors present their report together with the consolidated financial statements of Rum Jungle Resources Ltd, for the half-year ended 31 December 2013 and the independent audit review report thereon.

## Directors

The Directors of the Company at any time during or since the end of the interim period are:

<b>Name:</b>	<b>Status</b>	<b>Period of Directorship</b>
Robert J Annells	Non-Executive Director (Chairman)	Since 10 October 2006
Jeffrey D Landels	Non-Executive Director	Since 17 October 2012
David W Muller	Managing Director	Since 13 October 2006
Christopher N Tziolis	Executive Director Project Development	Since 6 June 2013

## Review of Operations

### Overview

The Company's focus remained on exploration and evaluation of its key projects with the objective of establishing and continuing studies for the development of phosphate and potash fertiliser businesses.

### Health, Safety, Environment and Community

During the six months ended 31 December 2013 over 19,500 hours of field work was conducted and 3 days LTI's were recorded from a minor injury. There were no reportable environmental incidents during the half year.

### Operating Result

The consolidated entity loss after tax for the half year ended 31 December was \$4,233,135 after impairment and write down of \$2,012,202 in exploration costs (2012 loss \$9,365,772). Corporate costs of \$2,321,707 (2012 \$786,249) increased compared to the prior comparative half year reflecting additional costs for project studies and advisory costs supporting the takeover for Central Australian Phosphate Limited. Exploration and evaluation (including studies) expenditure for the half year was \$4,073,000 (2012 \$4,174,000).

### Phosphate

- Resource drilling was completed for the Ammaroo project with 387 holes for 15,900 m. Assay testing and resource assessment will be conducted in the first quarter of 2014.
- Prefeasibility Study for the Ammaroo project (combining Barrow Creek 1 and Arganara deposits) by Worley Parsons commenced and continues in progress at the date of this report.
- As a result of a downturn in exploration activity in the Northern Territory prospective acreage of interest in the Georgina and Wiso Basins become available. This allowed the company to make a number of significant new applications for exploration licences where indicated phosphate beds occur. These applications have also been motivated by infrastructure advantages.

### Potash

- Seventeen sonic drill holes were completed for 259 m. Core samples were sent for porosity and drainable porosity testing.
- Flow testing using large volume pump tests was conducted.
- Evaporation trials to recover potash and salts were conducted.
- Test work increased confidence in the resource.
- A report released in December by Geoscience Australia highlighted the prospectivity of substantial potash resources within some of the major salt lakes in arid parts of Central Australia. The Company has made applications for large areas over Lake Amadeus in the NT and Lake Torrens in South Australia.

### Corporate

- Off-market takeover of Central Australian Phosphate Limited (CEN) conducted.
- CEN became a subsidiary on 18 July 2013 when acceptances of over 50% were received.
- Acceptances of over 90% for CEN were received on 18th November 2013.
- Notice of Compulsory Acquisition for CEN lodged on 25 November 2013 and compulsory acquisition completed effective the 6 January 2014. CEN has been consolidated as a subsidiary from 18 July 2013 for the purpose of the half year interim financial statements.
- Institutional Placement made on 29 November 2013 for 70,549,882 shares at 14 cents raising \$9.88 million before costs.
- Share Purchase Plan (SPP) offered to shareholders on 11 December 2013 with completion on 15 January 2014 for 24,636,251 shares raising \$3.45 million before costs and subsequent to the end of the interim period at 31 December 2013.
- Agreement signed on 18 January with Chinese International Chemical Consulting Corporation (CICCC) for a prefeasibility study on Karinga Lakes Potash Project in the first half of 2014.
- Funds raised from the Share Placement and SPP will be used to facilitate the completion of pre-feasibility studies for both the Ammaroo phosphate project and the Karinga Lakes potash project during 2014. In addition to technical mining and processing studies and the objective of converting resources to reserves, gaining environmental approvals, native title and land use agreements, commercial arrangements with rail and port operators and the engagement of the fertiliser mineral markets will be pursued.

### Other

The Quarterly Activities Report for the period ended 31 December 2013 was released to the ASX on the 8 January 2014 and can be referred for further information and discussion on the Company's projects.

### Auditor's Independence Declaration

The auditor's independence declaration in relation to the review of the half-year financial report is set out on page 6 and forms part of this Directors' Report for the six months ended 31 December 2013.

### Rounding Off

The Company is of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and in accordance with that Class Order, amounts in the consolidated interim financial statements and directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to Section 306 (3) of the *Corporations Act 2001*.

A handwritten signature in black ink, appearing to read 'R. Annells', with a long horizontal stroke extending to the right.

**Robert J Annells CPA, F.Fin  
Chairman**

Dated: 13 March 2014



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*Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001*

To: the directors of Rum Jungle Resources Ltd

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2013 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Clive Garland  
*Partner*

Darwin

13 March 2014

# RUM JUNGLE RESOURCES LTD – Interim Financial Report 31 December 2013

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Note	Consolidated	
		Half-Year Ended 31 Dec 2013 \$'000	Half-Year Ended 31 Dec 2012 \$'000
<b>Continuing operations</b>			
Other Income		101	270
Depreciation		(17)	(15)
Employee benefits expense		(1,081)	(406)
Impairment of exploration and evaluation assets		(2,012)	(8,849)
Loss on sale of assets		(9)	-
Listing costs		(302)	(57)
Other expenses		(913)	(309)
Loss before income tax expense		(4,233)	(9,366)
Income tax benefit		-	-
Net loss for the half year		(4,233)	(9,366)
<b>Other comprehensive income (loss) for the half year</b>		-	-
<b>Total comprehensive income for the period attributable to owners of Rum Jungle Resources Ltd</b>		<b>(4,233)</b>	<b>(9,366)</b>
<b>Earnings per share:</b>			
Basic earnings per share		<i>Cents</i> (1.50)	<i>Cents</i> (3.89)
Diluted earnings per share		(1.50)	(3.89)

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to the consolidated interim financial statements.

# RUM JUNGLE RESOURCES LTD – Interim Financial Report 31 December 2013

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

	Note	Consolidated	
		31 Dec 2013 \$'000	30 Jun 2013 \$'000
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	10,537	13,045
Trade and other receivables		315	179
<b>Total Current Assets</b>		<b>10,852</b>	<b>13,224</b>
<b>Non-Current Assets</b>			
Exploration and evaluation assets	5	36,996	21,258
Security deposits		1,009	750
Property, plant and equipment		1,186	1,155
<b>Total Non-Current Assets</b>		<b>39,191</b>	<b>23,163</b>
<b>TOTAL ASSETS</b>		<b>50,043</b>	<b>36,387</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables		2,083	1,178
Short-term provisions		269	65
<b>Total Current Liabilities</b>		<b>2,352</b>	<b>1,243</b>
<b>TOTAL LIABILITIES</b>		<b>2,352</b>	<b>1,243</b>
<b>NET ASSETS</b>		<b>47,691</b>	<b>35,144</b>
<b>EQUITY</b>			
Contributed equity	6	69,053	52,273
Share-based payments reserve		1,251	1,251
Accumulated losses		(22,613)	(18,380)
<b>TOTAL EQUITY</b>		<b>47,691</b>	<b>35,144</b>

The consolidated statement of financial position is to be read in conjunction with the notes to the consolidated interim financial statements.



# RUM JUNGLE RESOURCES LTD – Interim Financial Report 31 December 2013

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Consolidated			
	Issued Capital	Share-based Payments Reserve	Accumulated Losses	Total Equity
	\$'000	\$'000	\$'000	\$'000
<b>Balance at 1 July, 2012</b>	<b>44,338</b>	<b>799</b>	<b>(6,350)</b>	<b>38,787</b>
Loss for the half year	-	-	(9,366)	(9,366)
<b>Total comprehensive Loss for the period</b>	-	-	<b>(9,366)</b>	<b>(9,366)</b>
<b>Transactions with owners of the Company, recognised directly in equity</b>				
Share issue – 13 December, 2012	7,536	-	-	7,536
Employee share options exercised	24	-	-	24
Other share options exercised	375	-	-	375
<b>Balance at 31 December 2012</b>	<b>52,273</b>	<b>799</b>	<b>(15,716)</b>	<b>37,356</b>
<b>Balance at 1 July, 2013</b>	<b>52,273</b>	<b>1,251</b>	<b>(18,380)</b>	<b>35,144</b>
Loss for the half year	-	-	(4,233)	(4,233)
<b>Total comprehensive Loss for the period</b>	-	-	<b>(4,233)</b>	<b>(4,233)</b>
<b>Transactions with owners of the Company, recognised directly in equity</b>				
Share Issue 9 December 2013(net of issue costs)	9,384	-	-	9,384
Share Issue pursuant to business combination	7,396	-	-	7,396
<b>Balance at 31 December 2013</b>	<b>69,053</b>	<b>1,251</b>	<b>(22,613)</b>	<b>47,691</b>

The statement of changes in equity is to be read in conjunction with the notes to the consolidated interim financial statements.

# RUM JUNGLE RESOURCES LTD – Interim Financial Report 31 December 2013

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Note	Half-Year Ended 31 Dec 2013 \$'000 Consolidated	Half-Year Ended 31 Dec 2012 \$'000 Consolidated
<b>Cash flow from operating activities</b>			
Interest received		101	270
Payments to suppliers, employees and others		(3,622)	(732)
<b>Net cash flows from operating activities</b>		<b>(3,521)</b>	<b>(462)</b>
<b>Cash flows from investing activities</b>			
Purchase of non-current assets		(55)	(100)
Acquisition of subsidiary net of cash acquired		(4,594)	-
Proceeds from sale of non-current assets		119	-
Payments for exploration and evaluation assets		(4,045)	(4,424)
Payment of security bond		(85)	(73)
Recovery of security bonds		290	3
<b>Net cash flows from investing activities</b>		<b>(8,370)</b>	<b>(4,594)</b>
<b>Cash flows from financing activities</b>			
Proceeds from share issues net of issue costs		9,383	7,935
<b>Net cash flows from financing activities</b>		<b>9,383</b>	<b>7,935</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>		<b>(2,508)</b>	<b>2,879</b>
Cash and cash equivalents at the beginning of the half year		13,045	13,382
<b>Cash and cash equivalents at end of the half year</b>		<b>10,537</b>	<b>16,261</b>

The consolidated statement of cash flows is to be read in conjunction with the notes to the consolidated interim financial statements.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

### NOTE 1: Reporting entity

Rum Jungle Resources Ltd (“the Company”) is a company domiciled in Australia. They comprise the Company and its subsidiaries together referred to the “Group”. The Group is entirely involved in the exploration for and development of mineral resources in Australia.

### NOTE 2: Basis of preparation

#### (a) Statement of compliance

These consolidated interim financial statements as at and for the six months period ended 31 December, 2013 have been prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134: Interim Financial Reporting, the equivalent of the International Accounting Standard IAS34: Interim Financial Reporting.

Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual consolidated financial statements as at and for the year ended 30 June 2013. The consolidated interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated annual financial statements of the Group as at and for the year ended 30 June 2013.

These consolidated interim financial statements were approved by the Board of Directors on 12 March 2014

The company is of a kind referred to in ASIC Class Order CO98/100 dated 10 July 1998 and in accordance with that Class Order, amounts in the consolidated interim financial statements have been rounded off to the nearest thousand dollars, or in certain cases, to the nearest dollar.

#### (b) Judgements and estimates

In preparing these interim financial statements, Management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements 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 statements as at and for the year ended 30 June 2013.

The fair value of the assets acquired and liabilities assumed is disclosed in note 8.

### NOTE 3: Significant accounting policies

Except as described below, the accounting policies applied by the Group in the consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 30 June 2013. The following changes in accounting policies are also expected to be reflected in the Groups consolidated financial statements as at and for the year ended 30 June 2014.

#### Changes in accounting policies

The Group has adopted the following new standards and amendments to standards, including any consequential amendments to other standards, with a date of initial application of 1 July 2013.

*AASB 10 Consolidated Financial Statements (2011)*

*AASB 11 Joint Arrangements*

*AASB 13 Fair Value Measurement*

*AASB 119 Employee Benefits (2011)*

*AASB 2012-5 Annual Improvements to Australian Accounting Standards 2009–2011 Cycle.*

In the half year ended 31 December 2013, the Group has reviewed all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2013. 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.

# RUM JUNGLE RESOURCES LTD – Interim Financial Report 31 December 2013

## NOTE 3: Significant accounting policies (continued)

The Group has also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half year ended 31 December 2013. 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 its business and, therefore, no change is necessary to Group accounting policies.

### Operating Segments

The Group operates in one segment, being the mining exploration sector solely within Australia.

	<b>Consolidated</b>	
	<b>Half-Year Ended 31 Dec 2013</b>	<b>Year Ended 30 June 2013</b>
	<b>\$'000</b>	<b>\$'000</b>
Cash at bank and on hand	8,312	13,045
Term deposits	2,225	-
<b>Total cash and cash equivalents</b>	<b>10,537</b>	<b>13,045</b>

## NOTE 4: CASH AND CASH EQUIVALENTS

## NOTE 5: DEFERRED EXPLORATION EXPENDITURE

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

### Exploration and evaluation assets – at cost

Balance at beginning of period	21,259	24,244
Expenditure incurred	4,102	6,135
Fair value of exploration expenditure on acquisition of subsidiary	13,755	-
Sale of Mineral Rights	(109)	-
	<b>39,007</b>	<b>30,379</b>
Impairment of exploration and evaluation assets	(2,012)	(9,121)
<b>Total deferred exploration expenditure</b>	<b>36,995</b>	<b>21,258</b>

The ultimate recoupment of the carrying value of Exploration and Evaluation assets is dependent upon the successful development and commercial exploitation or sale of the respective area of interest.

The impairment of exploration and evaluation assets reflect the Group's decision to focus on the Potash and Phosphate projects and represents the write off of previously capitalised exploration expenditure on a number of tenements not related to the aforementioned projects.

# RUM JUNGLE RESOURCES LTD – Interim Financial Report 31 December 2013

**Consolidated**  
**Half-Year Ended**  
**31 December 2013**

## NOTE 6: ISSUED CAPITAL

### Fully Paid Ordinary Shares

	No.	\$
Balance at 01/07/2013	240,927,102	52,273,138
Shares issued during the period	70,549,882	9,383,404
Shares issued pursuant to acquisition of subsidiary	42,262,703	7,395,974
<b>Balance as 31 December 2013</b>	<b>353,739,687</b>	<b>69,052,516</b>

### Share options

At 31 December 2013, the following options for ordinary shares in Rum Jungle Resources Ltd were on issue:

	December 2013 Number	June 2013 Number
Employee options	3,300,000	3,700,000
Directors options	9,000,000	9,000,000
Options issued for acquisitions	-	4,000,000
Options issued as incentive to consultant	-	-
Options issued and exercisable at end of period	12,300,000	16,700,000

## NOTE 7: SEGMENT INFORMATION

### Business segments

The entity operates in one geographic segment for management reporting, being Australia, and in one business segment, being mineral exploration and evaluation of minerals.

## NOTE 8: ACQUISITION OF SUBSIDIARY

On 18 July 2013 the Group received acceptances for over 50 percent of the issued capital and voting rights of Central Australian Phosphate Limited, pursuant to an off market takeover bid announced publically on 13 February 2013, thereby becoming a subsidiary of the Group. On the 25 November 2013 the Group announced that they had achieved sufficient acceptances in excess of 90 percent pursuant to the takeover bid sufficient to satisfy Australian Corporations Law requirements to commence the compulsory acquisition of all the issued capital of Central Australian Phosphate Limited it had not already acquired.

The acquisition of Central Australian Phosphate Limited facilitated the combination of both entities Phosphate exploration assets, particularly the contiguous Arganara and Barrow Creek<sup>1</sup> projects in the Northern Territory into a single globally significant Phosphate resource now referred to as the Ammaroo project.

In the six months to 31 December 2013, Central Australian Phosphate Limited contributed revenue of \$10,682 and the consolidation of an additional operating loss of \$357,141 to the Groups results

# RUM JUNGLE RESOURCES LTD – Interim Financial Report 31 December 2013

## NOTE 8. ACQUISITION OF SUBSIDIARY (continued)

Consideration transferred

The following table summarises the acquisition-date fair value of each major class of consideration transferred.

	<b>\$'000</b>
Cash	6,511
Equity instruments 45,391,362 shares*	7,943
	<b>14,454</b>

\*Includes accrual of compulsory acquisition shares of 3,128,659 issued 6 January 2014

### *Equity instruments issued*

The fair value of the ordinary shares issued was based on the listed share price of the Company on 18 July 2013 of 17.5 cents per share.

### *Identifiable assets acquired and liabilities assumed*

The following summarises the recognised amounts of assets acquired and liabilities assumed at the acquisition date at fair value.

	<b>\$'000</b>
Property, plant and equipment	97
Fair value attributed to exploration and evaluation assets	13,755
Trade and other receivables	120
Cash and cash equivalents	900
Security Deposits	464
Provisions	(97)
Trade and other payables	(785)
Total identifiable net assets	<b>14,454</b>

*The following fair values have been determined on a provisional basis:*

Following the Acquisition of Central Australian Phosphate Limited, the consolidated entity re-assessed the historical exploration expenditure that had been expensed by the subsidiary, to reflect the change in accounting treatment of exploration expenditure consistent with the parent. The following table summarises the historical cost previously expensed by the subsidiary, and the fair value adjustment attributed to those tenements acquired that are now recorded at fair value in these group consolidated accounts.

<u>Historical</u> <u>Expenditure</u> <u>\$'000</u>	<u>Fair Value</u> <u>Adjustment</u> <u>\$'000</u>	<u>Fair Value on</u> <u>Acquisition</u> <u>\$'000</u>
8,728	5,027	13,755

The subsidiary acquired has bonds totalling \$204,045 as at 31 December 2013 supporting exploration tenements lodged with the Department of Mines and Energy in the Northern Territory. These bonds are secured by cash deposits lodged with the issuing entity. The Bonds are considered sufficient to meet the obligations for rehabilitation.

Central Australian Phosphate Limited's operations are subject to specific environmental and heritage regulations. The Group conducted a preliminary assessment of these and will continue to review these items during the measurement period.

### *Acquisition-related costs*

The Group incurred total acquisition-related costs of \$888,292 thousand relating to external legal and corporate fees and costs. These amounts have been recognised in the consolidated statement of profit or loss and other comprehensive income. (To June 2013 \$619,533; to Dec 2013 \$268,759)

**NOTE 9: EVENTS SUBSEQUENT TO REPORTING DATE**

On 6 January 2014, the Group finalised the compulsory acquisition of all the issued securities of Central Australian Phosphate Limited.

On 15 January 2014 the Group finalised a Share Purchase Plan raising \$3.45 million before cost through the issue of 24,636,251 fully paid ordinary securities.

Other than as detailed above, there has not arisen in the period between the end of the half-year and the date of this report any item, transaction or event of a material or unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the Group, the results of those operations, or the state of affairs of the Group, in future years.

**DIRECTORS' DECLARATION**

**For the half-year ended 31 December 2013**

In the opinion of the directors:

- (a) The consolidated financial statements and notes set out on pages 11 to 15 are in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the financial position of the consolidated entity as at 31 December 2013 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date; and
  - (ii) complying with Accounting Standards AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001 and other mandatory professional reporting requirements.
- (b) 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 the Directors.



**Robert J Annells CPA, F.Fin  
Chairman**

Dated: 13 March 2014





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## **Independent auditor's review report to the members of Rum Jungle Resources Ltd**

### **Report on the financial report**

We have reviewed the accompanying half-year financial report of Rum Jungle Resources Ltd, which comprises the consolidated statement of financial position as at 31 December 2013, 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, notes 1 to 9 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the Group 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 Group's financial position as at 31 December 2013 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Rum Jungle Resources, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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*Independence*

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

*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 Rum Jungle Resources Ltd is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2013 and of its performance for the half-year period ended on that date; and
- (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A handwritten signature in blue ink that reads 'KPMG'.

KPMG

A handwritten signature in blue ink that reads 'Clive Garland'.

Clive Garland  
*Partner*

Darwin

13 March 2014