



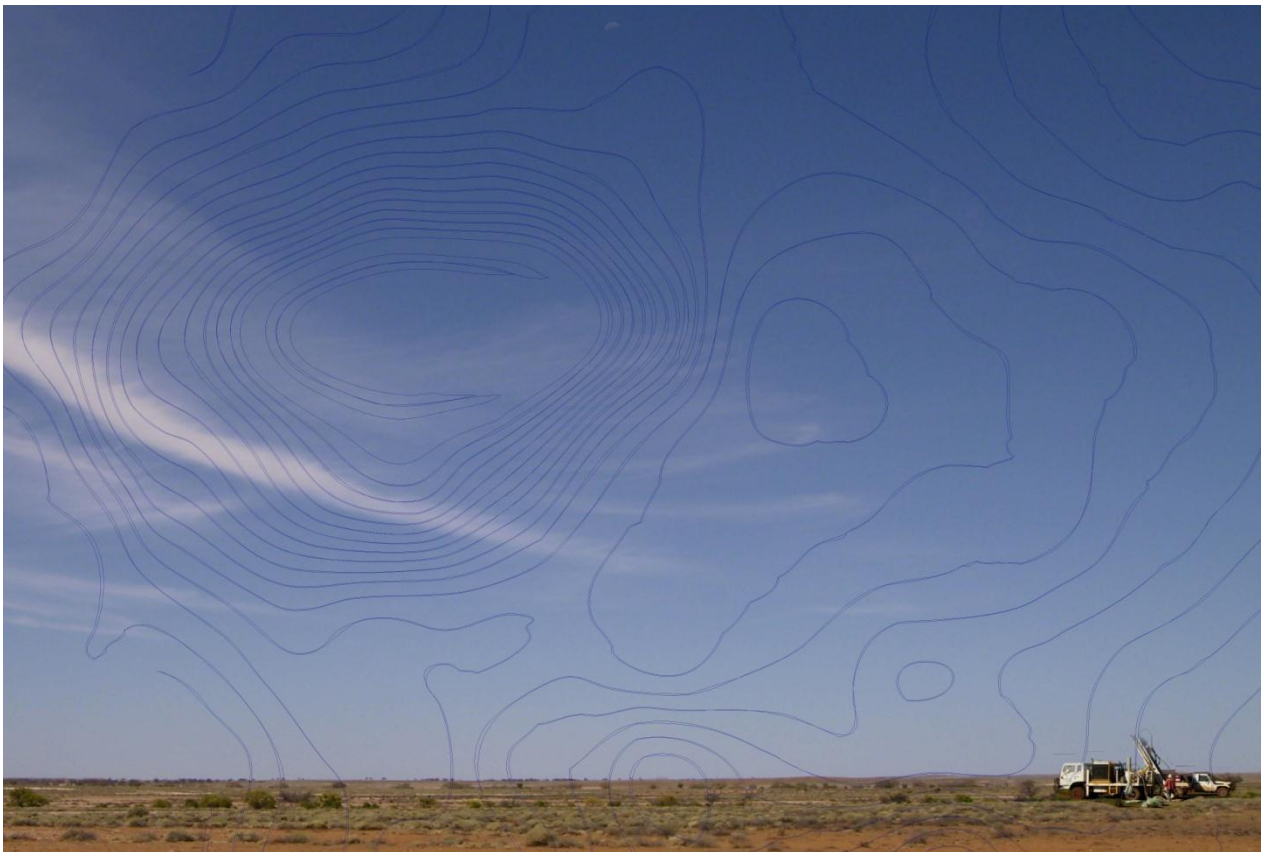
THOMSON RESOURCES LTD

ABN 82 138 358 728

HALF YEAR FINANCIAL REPORT 31 DECEMBER 2011

Table of Contents

Directors' Report	1
Statement of Comprehensive Income	2
Statement of Financial Position	3
Statement of Changes in Equity	4
Statement of Cash Flows	5
Notes to the Financial Statements	6
Directors' Declaration	10
Independent Auditor's Review Report	11
Auditor's Independence Declaration	13
Corporate Directory	14



Directors' Report

Your directors submit their report for Thomson Resources Ltd for the half year ended 31 December 2011.

Directors

The names of the Company's directors in office during the half year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Lindsay Gilligan	Non-Executive Chairman
Eoin Rothery	Executive Director - CEO
Greg Jones	Non-Executive Director
Antonio Belperio	Non-Executive Director

Review and results of operations

The net results of operations after income tax expense for the half year was a loss of \$395,459 (2010: loss \$188,866).

In the latter half of 2011 Thomson Resources completed an initial phase of diamond drilling on its priority targets. Four anomalies were tested and all four showed similar large scale alteration systems with mineralised veins. Crucially, two of these anomalies, Cuttaburra A and B, yielded high grade intercepts; demonstrating for the first time that these systems have the potential to host economic deposits. The high grades were in a range of commodities in different combinations: up to 4.2% zinc, 113 g/t silver, 2.5 g/t gold, 0.5% copper, 1.8% lead, 0.8% tin and 0.6% tungsten.

Thomson considers that it has come a long way to proving its exploration concept: that magnetic anomalies under cover in NW NSW in the Thomson Fold Belt are associated with base and precious metals mineralised systems. Overall, nine of the most prominent magnetic anomalies, widely separated over a distance of 150km, have been tested so far with eight positive results. This is a remarkable strike rate.

A review has shown that there are several other similar magnetic anomalies under shallower cover which can be tested by cheaper drilling methods (RC). A drilling plan has been put together to test at least 10 of these (which include Cuttaburra A and B) to target shallow mineralisation. The drilling will be carried out after the current flooding in the area clears.

Principal activities

The principal activity of the Company is exploration for the discovery and delineation of high grade base and precious metal deposits specifically within the Thomson Fold Belt of NSW and the development of those resources into cash flow generating businesses.

Dividends

No dividends were paid or proposed during the period.

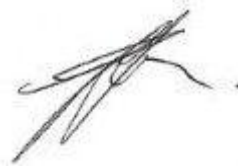
Significant events after the balance date

There were, at the date of this report, no matters or circumstances which have arisen since 31 December 2011 that have significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company, in future financial years.

Auditor's independence declaration

A copy of the Auditor's Independence Declaration to the Directors as required under section 307C of the Corporations Act 2001 is set out on page 13.

Signed at Sydney this 13th day of March 2012 in accordance with a resolution of the directors.



Lindsay Gilligan
Chairman

Statement of Comprehensive Income

For the half year ended 31 December 2011

	Note	31 Dec 2011 \$	31 Dec 2010 \$
Revenue	4	103,793	51,125
ASX and ASIC fees		(21,753)	(48,856)
Audit fees		(9,000)	(7,000)
Contract administration services		(50,119)	(38,045)
Depreciation expense		(13,951)	(5,684)
Employee costs (net of costs recharged to exploration projects)		(132,677)	(22,154)
Exploration expenditure expensed		(32,488)	-
Marketing		(16,602)	(38,685)
Rent		(11,670)	(12,900)
Share based payments		(168,465)	-
Other expenses from ordinary activities		(42,527)	(66,667)
Loss before income tax expense		(395,459)	(188,866)
Income tax expense		-	-
Loss after income tax expense		(395,459)	(188,866)
Other comprehensive income			
Other comprehensive income for the period, net of tax		-	-
Other comprehensive income/(loss) for the period		-	-
Total comprehensive income/(loss) for the period attributable to members of Thomson Resources Ltd		(395,459)	(188,866)
Basic loss per share (cents per share)	8	(0.56)	(0.38)
Diluted loss per share (cents per share)	8	(0.56)	(0.38)

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position

As at 31 December 2011

	Note	31 Dec 2011 \$	31 Jun 2011 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	2,706,331	4,666,716
Receivables		19,611	96,044
Total current assets		2,725,942	4,762,760
Non-current assets			
Tenement security deposits		105,000	105,000
Property, plant and equipment		45,170	46,291
Deferred exploration and evaluation expenditure	6	4,001,795	2,529,020
Total non-current assets		4,151,965	2,680,311
Total assets		6,877,907	7,443,071
LIABILITIES			
Current liabilities			
Payables		99,360	454,317
Provisions		34,939	18,152
Total current liabilities		134,299	472,469
Total liabilities		134,299	472,469
Net assets		6,743,608	6,970,602
EQUITY			
Contributed equity	9	7,049,625	7,049,625
Accumulated losses		(842,547)	(447,088)
Reserves		536,530	368,065
Total equity		6,743,608	6,970,602

The Statement of Financial Position should be read in conjunction with the accompanying notes.

Statement of Changes in Equity

For the half year ended 31 December 2011

	Contributed equity \$	Accumulated losses \$	Reserves \$	Total equity \$
At 1 July 2010	3,093,545	(413,129)	187,665	2,868,081
Loss for the period	-	(188,866)	-	(188,866)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	(188,866)	-	(188,866)
Transactions with owners in their capacity as owners:				
Issue of share capital, net of transaction costs	3,956,080	-	-	3,956,080
Cost of share based payments taken directly to equity	-	-	120,400	120,400
At 31 December 2010	7,049,625	(601,995)	308,065	6,755,695

	Contributed equity \$	Accumulated losses \$	Reserves \$	Total equity \$
At 1 July 2011	7,049,625	(447,088)	368,065	6,970,602
Loss for the period	-	(395,459)	-	(395,459)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	(395,459)	-	(395,459)
Transactions with owners in their capacity as owners:				
Issue of share capital, net of transaction costs	-	-	-	-
Cost of share based payments taken directly to equity	-	-	168,465	168,465
At 31 December 2011	7,049,625	(842,547)	536,530	6,743,608

The Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows

For the half year ended 31 December 2011

	31 Dec 2011	31 Dec 2010
Note	\$	\$
Cash flows from operating activities		
Payment to suppliers and employees	(485,728)	(380,423)
Interest received	145,466	43,535
Net cash flows (used in) operating activities	(340,262)	(336,888)
Cash flows from investing activities		
Purchase of plant and equipment	(12,359)	(22,125)
Expenditure on mining interests (exploration)	(1,607,764)	(250,645)
Net cash flows (used in) investing activities	(1,620,123)	(272,770)
Cash flows from financing activities		
Proceeds from issue of shares	-	4,571,900
Equity raising expenses	-	(134,314)
Net cash flows from financing activities	-	4,437,586
Net increase (decrease) in cash held	(1,960,385)	3,827,928
Add opening cash brought forward	4,666,716	1,461,100
Closing cash carried forward	2,706,331	5,289,028

The Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

For the half year ended 31 December 2011

1. Corporate information

The financial report of Thomson Resources Ltd (the Company) for the half year ended 31 December 2011 was authorised for issue in accordance with a resolution of the Directors on 13 March 2012. Thomson Resources Ltd is a company incorporated in Australia and limited by shares which are publicly traded on the Australian Securities Exchange using the ASX code TMZ.

The nature of the operations and principal activities of the Company are described in the Directors' Report.

2. Summary of significant accounting policies

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

The half year financial report should be read in conjunction with the Annual Financial Report of TMZ as at 30 June 2011.

It is also recommended that the half year financial report be considered together with any public announcements made by TMZ during the half year ended 31 December 2011 in accordance with the continuous disclosure obligations arising under the *Corporations Act 2001*.

Basis of preparation

The half year financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001*, applicable Accounting Standards, including AASB 134 Interim Financial Reporting and other mandatory professional reporting requirements. The half year financial report has been prepared on a historical cost basis.

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

Significant accounting policies

The half year financial statements have been prepared using the same accounting policies as used in the annual financial statements for the year ended 30 June 2011.

Management has reviewed and assessed the new accounting standards effective 1 July 2011 and these have been deemed to be not applicable to the Company.

3. Financial report by segment

The operating segments identified by management are as follows:

- (a) Exploration projects funded directly by Thomson Resources Ltd ("Exploration")

Regarding the Exploration segment, the Chief Operating Decision Maker (the Board of directors) receives information on the exploration expenditure incurred. This information is disclosed in Note 6 of the Half Year Report. No segment revenues are disclosed as each exploration tenement is not at a stage where revenues have been earned. Furthermore, no segment costs are disclosed as all segment expenditure is capitalised, with the exception of expenditure written off which is disclosed in Note 6 of the Half Year Report.

Financial information about each of these tenements is reported to the Chief Executive Officer on an ongoing basis.

Corporate office activities are not allocated to operating segments as they are not considered part of the core operations of any segment and comprise of the following:

- ▶ Interest revenue
- ▶ Corporate costs
- ▶ Depreciation and amortisation of non-project specific property, plant and equipment

The Company's accounting policy for reporting segments is consistent with that disclosed in Note 2.

Notes to the Financial Statements

For the half year ended 31 December 2011

4. Revenue

	31 Dec 2011	31 Dec 2010
	\$	\$
Interest received	103,793	51,125
	103,793	51,125

5. Cash and cash equivalents

	31 Dec 2011	30 Jun 2011
	\$	\$
Cash at bank and on hand	324,067	338,980
Short term deposits	2,382,264	4,327,736
	2,706,331	4,666,716

6. Deferred exploration and evaluation expenditure

	31 Dec 2011	30 Jun 2011
	\$	\$
Costs brought forward	2,529,020	1,693,201
Costs incurred during the period	1,505,263	843,219
Expenditure written off during the period	(32,488)	(7,400)
Costs carried forward	4,001,795	2,529,020

7. Contingent assets and liabilities

The Company has provided guarantees totalling \$105,000 in respect of exploration tenements. These guarantees in respect of mining tenements are secured against short term deposits with a bank. The Company does not expect to incur any material liability in respect of the guarantees.

8. Earnings per share

	31 Dec 2011	31 Dec 2010
	\$	\$
Net profit/(loss) used in calculating basic and diluted gain/(loss) per share	(395,459)	(188,866)
	Number	Number
Weighted average number of ordinary shares outstanding during the year used in calculation of basic EPS	70,179,500	49,574,636
	Cents per share	Cents per share
Basic earnings (loss) per share	(0.56)	(0.38)
Diluted earnings (loss) per share	(0.56)	(0.38)

Notes to the Financial Statements

For the half year ended 31 December 2011

9. Contributed equity

Share capital

70,179,500 fully paid ordinary shares (30 June 2011: 70,179,500)
Fully paid ordinary shares carry one vote per share and carry the right to dividends.

Share issue costs

31 Dec 2011	30 Jun 2011
\$	\$
7,773,900	7,773,900
(724,275)	(724,275)
7,049,625	7,049,625

Movements in ordinary shares on issue

At 31 December 2010

Shares issued

At 30 June 2011

Shares issued

At 31 December 2011

Number	\$
70,179,500	7,773,900
-	-
70,179,500	7,773,900
-	-
70,179,500	7,773,900

Movements in options on issue

At 31 December 2010

Options issued

At 30 June 2011

Options issued

At 31 December 2011

Number	\$
6,500,000	-
-	-
6,500,000	-
-	-
6,500,000	-

An additional 7,100,000 options are on issue under Share based payments (Note: 10).

10. Reserves (share based payments)

Movements in share based payments

At 31 December 2010

Options issued

At 30 June 2011

Options issued

Options issued

At 31 December 2011

(i)

(ii)

(iii)

Number	\$
5,000,000	308,065
400,000	60,000
5,400,000	368,065
750,000	81,825
950,000	86,640
7,100,000	536,530

- (i) In May 2011 400,000 options were issued to an employee under the Company's ESOP at an exercise price of \$0.30 and expiry 19 May 2016.
- (ii) In November 2011 the Company granted 750,000 options to the Executive Director/CEO at an exercise price of \$0.30 and expiry 5 September 2016.
- (iii) In November 2011 the Company granted 950,000 options to Directors at an exercise price of \$0.25 and expiry 5 September 2014.

Notes to the Financial Statements

For the half year ended 31 December 2011

11. Events after the balance sheet date

There were, at the date of this report, no matters or circumstances which have arisen since 31 December 2011 that have significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company, in future financial years.

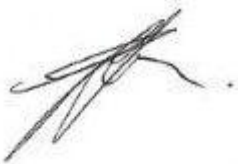
Directors' Declaration

In accordance with a resolution of the directors of Thomson Resources Ltd, I state that:

In the opinion of the Directors:

- (a) The financial statements and notes of the Company are in accordance with the *Corporations Act 2001*, including:
 - (i) Give a true and fair view of the Company's financial position as at 31 December 2011 and the performance for the half year ended on that date; and
 - (ii) Comply with Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and
- (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.

On behalf of the Board

A handwritten signature in black ink, appearing to read "Lindsay Gilligan".

Lindsay Gilligan
Chairman

Sydney, 13 March 2012

Independent Auditor's Review Report



partners
C H Barnes FCA
A J Dowell CA
B Kolevski CPA (Affiliate ICAA)
M Galouzis CA
A N Fraser CA

associate
M A Nakkan CA

consultant
R H B Boulter FCA

north sydney office
Level 13, 122 Arthur St
North Sydney NSW 2060

manly office
Level 5, 22 Central Ave
Manly National Building
Manly NSW 2095

all correspondence
PO Box 1664
North Sydney NSW 2059

t 02 9956 8500

f 02 9929 7428

e bdj@bdj.com.au

www.bdj.com.au

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Thomson Resources Limited,

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Thomson Resources Ltd, which comprises the statement of financial position as at 31 December 2011, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the half-year ended on that date, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 an Interim 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 financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2011 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 Thomson Resources Ltd, 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.



Liability limited by a scheme approved under Professional Standards Legislation.
Please refer to the website for our standard terms of engagement.

Independent Auditor's Review Report



incorporating Boulter Partners

CHARTERED ACCOUNTANTS

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*, provided to the directors of Thomson Resources Ltd on 15 February, 2012, would be in the same terms if provided to the directors as at the date 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 Thomson Resources Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2011 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

BDJ Partners
Chartered Accountants



Anthony Dowell
Partner

13th March, 2012



Liability limited by a scheme approved under Professional Standards Legislation.
Please refer to the website for our standard terms of engagement.

Auditor's Independence Declaration

bdjpartners
incorporating Boulter Partners

CHARTERED ACCOUNTANTS

partners

C H Barnes FCA
A J Dowell CA
B Kolevski CPA (Affiliate ICAA)
M Galouzis CA
A N Fraser CA

associate

M A Nakkan CA

consultant

R H B Boulter FCA

north sydney office

Level 13, 122 Arthur St
North Sydney NSW 2060

manly office

Level 5, 22 Central Ave
Manly National Building
Manly NSW 2095

all correspondence

PO Box 1664
North Sydney NSW 2059

t 02 9956 8500

f 02 9929 7428

e bdj@bdj.com.au

www.bdj.com.au

AJD:GC

15 February, 2012

The Board of Directors
Thomson Resources Ltd
PO Box 956
CROWS NEST NSW 1585

Dear Board of Directors,

THOMSON RESOURCES LTD

We declare that to the best of our knowledge and beliefs, during the half year ended 31 December, 2011 there have been:

- i. No contraventions of 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.

Yours faithfully,
BDJ Partners



Anthony Dowell
Partner



Corporate Directory

Thomson Resources Ltd

ABN 82 138 358 728

Directors

Lindsay Gilligan	Non-Executive Chairman
Eoin Rothery	Executive Director - CEO
Gregory Jones	Non-Executive Director
Antonio Belperio	Non-Executive Director

Company secretary

Ivo Polovineo

Registered and Administration Office

Level 1, 80 Chandos Street
St Leonards, NSW 2065
PO Box 956, Crows Nest, NSW 1585
Telephone: 02 9906 6225
Facsimile: 02 9906 5233
Website: www.thomsonresources.com.au
E-mail: tmo@thomsonresources.com.au

Share Registry

Boardroom Pty Limited
GPO Box 3993
Sydney, NSW 2001
Telephone: +61 2 9290 9600
Facsimile: +61 2 9279 0664
Website: www.boardroomlimited.com.au

Auditors

BDJ Partners

Bankers

Macquarie Bank
BankWest
Commonwealth Bank of Australia

Stock Exchange Listing

Listed on Australian Securities Exchange Limited
ASX Code: TMZ