intermin
resources
limited

2017 ANNUAL REPORT

Pictured is RM Contracting Registered Manager Nathan Stretton and Intermin Mining Manager Grant Haywood

Teal Starter Pit

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About Intermin

Intermin is a gold exploration and mining company focussed on the Kalgoorlie and Menzies areas of Western Australia which are host to some of Australia's richest gold deposits. The Company is developing a mining pipeline of projects to generate cash and self-fund aggressive exploration, mine developments and further acquisitions. The Teal Stage 1 gold mine is currently in production.

Perth and Menzies-based Intermin is aiming to significantly grow its JORC-Compliant Mineral Resources, complete definitive feasibility studies on core projects and build a sustainable development pipeline.

Intermin is targeting the definition of significant high grade open cut and underground gold deposits, has acquired highly prospective tenure and will continue to actively pursue consolidation and value-adding joint venture opportunities for the benefit of all stakeholders.

Corporate Governance

The Company has adopted the 3rd Edition of the ASX Corporate Governance Recommendations. A summary statement which has been approved by the Board together with current policies and charters is available on the Company website at the following address http://www.intermin.com.au/business-overview/corporate-governance/.

CORPORATE PARTICULARS

BOARD OF DIRECTORS

Chairman	Peter Bilbe
Managing Director	Jonathan Price
Executive Director	David (Lorry) Hughes
Non-Executive Director	Peter Hunt

COMPANY SECRETARY

Bianca Taveira

REGISTERED AND PRINCIPAL PLACE OF BUSINESS

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172 St Georges Terrace
Perth WA 6000
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AUDITORS

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Level 1, Lincoln House
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WEST PERTH WA 6005
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STOCK EXCHANGE LISTING

Australian Securities Exchange
Home Exchange: Perth
Code: IRC, IRCOA

MANAGING DIRECTOR'S REVIEW

Dear Shareholder

The 2017 financial year has been one of significant growth for the Company and a year of improvement in sentiment and commodity prices for the resources sector in general.

Amid concerns around the global economy, Brexit, a new US President and increased geopolitical tension, the safe haven of gold has seen a strong US$ gold prices in the second half with central banks increasing positions together with the emerging middle class in Asia. With the Australian dollar gold price holding between $1,550-$1,700 and the industry's focus on reducing costs of production, Australia is now globally competitive and attracting investment both domestically and internationally.

Locally, Western Australia and the goldfields region has had an exceptional year with the mid-tier producers reporting record production and cash balances. Organic growth has been the focus with increased exploration budgets, asset acquisitions and joint ventures with the smaller developers and explorers. This has resulted in a number of new discoveries and mine developments in what is considered one of the most successful gold fields in the world.

The Company has made significant progress during the year on a number of fronts including value accretive acquisitions, exploration success, the commencement of our first mine at Teal and the divestment or joint venture of non-core assets in line with the new strategic plan. Intermin had approximately $3M cash as at June 30, no debt and holdings in ASX listed Companies with a value of $1.2M.

The commencement of mining of the Teal Stage 1 gold mine was a major milestone for the Company and, to date, the project has delivered on expectations and is generating significant cash flow to the business. The cash flow generated has enabled the commencement of the largest drilling program in the Company's history and will provide sufficient cash reserves to develop the next mining project in the production pipeline without further shareholder dilution. In addition, our projected cash position will enable the Company to look at further acquisitions to grow the business both at asset and corporate level.

A number of highly successful drilling campaigns were completed across the Company's existing and newly acquired tenure and our Resource position has grown 34% to 355,740 ounces. A number of exciting new discoveries have been made within the Teal project area with the Jacques Find and Yolande prospects to be tested further in the coming year. A considerable amount of time and effort has gone into target generation for the upcoming exploration program with drill ready targets now in place on the major shear zones at Olympia, Baden Powell, Anthill, Teal extended and Blister Dam.

Feasibility Studies have continued on our advanced projects and we expect release of the Teal stage 2/3 and the Goongarrie Lady gold project Studies early in the December and March Quarters. Statutory approvals are well advanced with the aim to have a continuous production profile to deliver cash to the business.

The Company completed a number of acquisitions during the year to further consolidate assets on the major shear zones and now has a strong landholding including the new Black Flag, Kanowna North, Yarmony, Anthill and Janet Ivy South projects. These low cost acquisitions will be the focus of significant exploration and resource development programs next year with many of the projects untested in the last 20 years.

Existing joint ventures with Evolution Mining and Mithril Resources progressed during the year as did discussions with new potential partners that can provide mutual benefit. The Company entered in to a Joint Venture with Eastern Goldfields covering the Menzies and Goongarrie project areas with the focus on increasing the Resource and Reserve position to develop a new production hub in or around Menzies. The Joint Venture with AXF Resources covering the large Richmond Vanadium and Molybdenum project has generated considerable excitement with the development of Vanadium redox flow batteries and we look forward to AXF completing detailed metallurgical testwork to advance the project to commercialisation.

We'd like to take the opportunity to thank all our Board members, staff, contractors and you, our shareholders, for your support during the year. A special thank you to RM Contracting, BMGS, Paddington, Cardno and our other Teal operations team members on a fantastic job in delivering a very successful first mining operation.

The Intermin team look forward to keeping you fully informed as the business grows in what will be another very exciting year ahead.

JON PRICE
Managing Director

PETER BILBE
Chairman

29 September 2017, Perth, WA

OPERATIONS REPORT

CORPORATE

ISSUED CAPITAL

At 30 June 2017, Intermin Resources Ltd had 218,412,952 fully paid ordinary shares on issue.

COMPANY INVESTMENTS

At 30 June 2017, Intermin held 5,959,257 fully paid ordinary shares in Reward Minerals Ltd (ASX: RWD) valued at $1.2M.

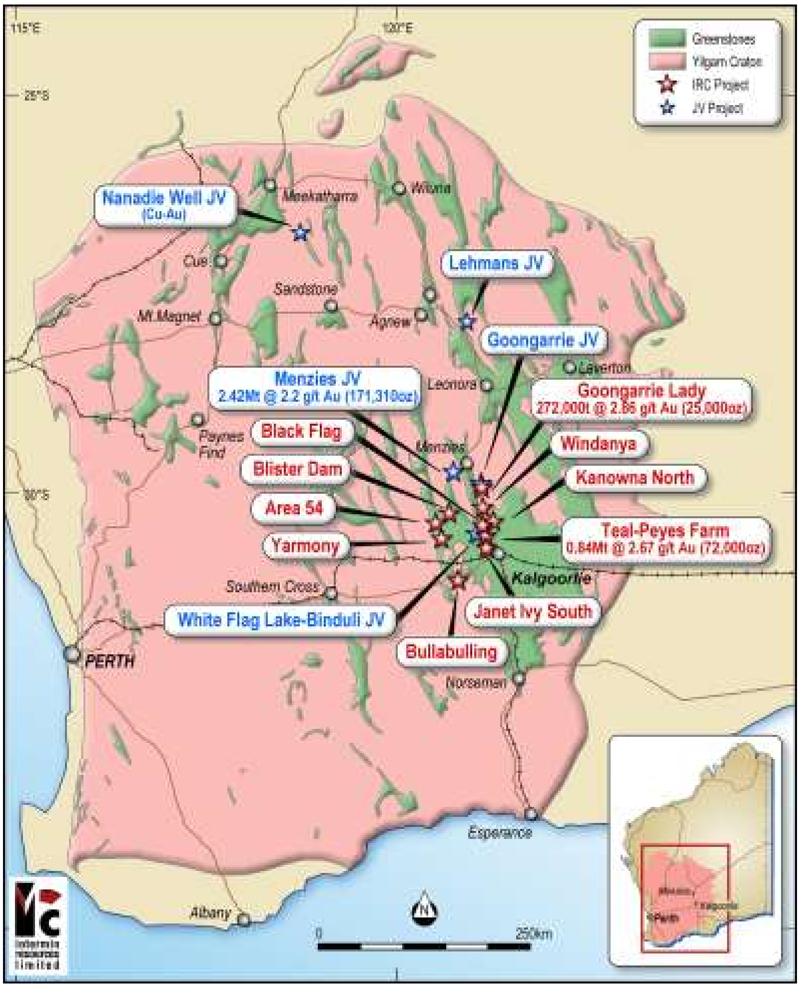
At 30 June 2017, the Company had cash on hand of approximately $3M and is owed approximately $6.4M (inclusive GST) from Paddington Gold Pty Ltd being payment of gold delivered as at 30 June 2017.

EXPLORATION AND DEVELOPMENT

OVERVIEW

The Company continued to rapidly advance and build up its gold project portfolio in Western Australian. This year mining and development was the main focus as gold production commenced at the Teal project and development activities ramped up at the Goongarrie Lady project in preparation for mining in the second half of FY2018. The locations of all projects are shown in Figure 1.

Figure 1
Intermin Resources Ltd Projects 2017



OPERATIONS REPORT

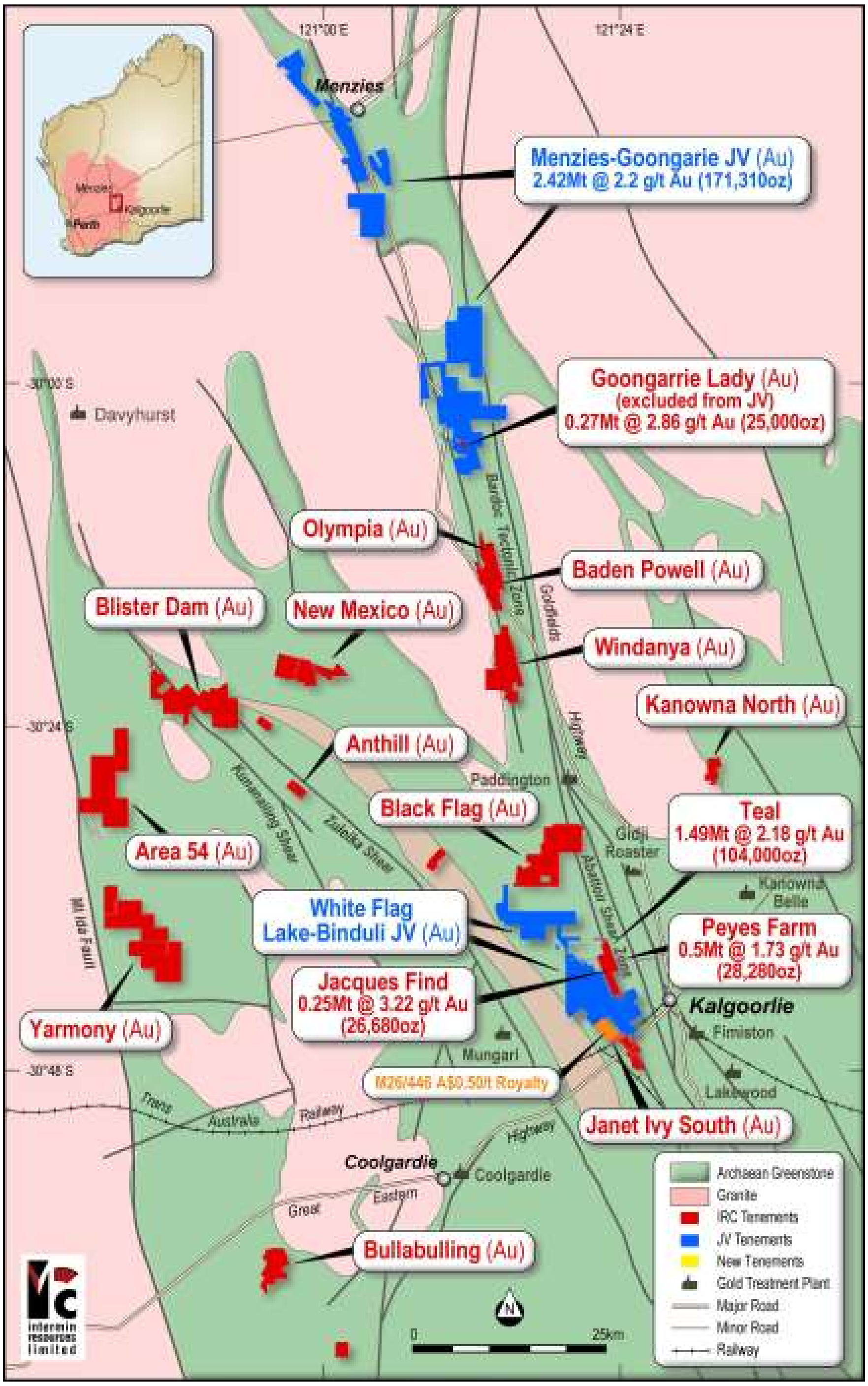
EXPLORATION AND DEVELOPMENT

OVERVIEW

The Company operates 100% owned gold projects in the Kalgoorlie Region and is diluting its ownership through earn-in joint ventures at the Binduli, Menzies and Goongarrie gold projects, the Nanadie Well copper-nickel project and the Richmond vanadium project located in Queensland.

New gold acquisitions to expand the Kalgoorlie area portfolio included the Anthill, Goongarrie, Baden Powell, Kanowna North and Yarmony projects (Figure 2). Technical programs on these projects since acquisition, included data compilation, exploration targeting and Resource drilling. Key activities conducted during the year are outlined below.

Figure 2
Intermin Resources Ltd Kalgoorlie Area Gold Projects Location Map



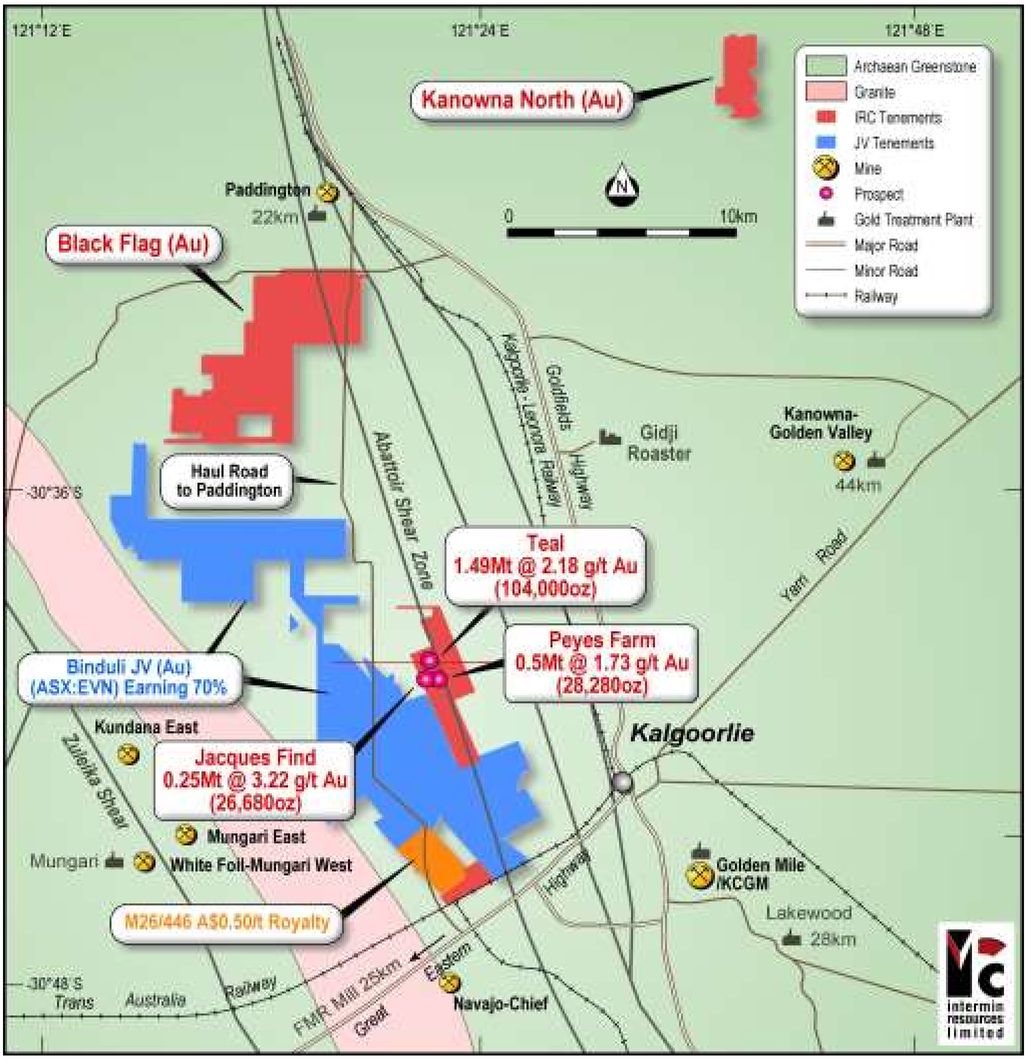
BINDULI GOLD PROJECT

The Binduli project comprises the 100% owned Teal gold mine and development project, the 100% owned Janet Ivy South exploration project and the Binduli Joint Venture exploration project with Evolution Mining Ltd (ASX: EVN) ("Evolution").

BINDULI TEAL GOLD PROJECT – MINING AND DEVELOPMENT

The Teal gold mine is located 12km northwest of Kalgoorlie in Western Australia (Figure 3). Site establishment and mining commenced in October 2016 and is expected to be complete in the March Quarter 2018.

Figure 3
Intermin Resources Ltd Binduli and Teal Gold Projects Location Map



Mining, haulage and third party ore processing operations have performed well against feasibility study expectations however the ore delivery schedule was significantly hampered by heavy rainfall and resultant pit wall failures on both the west and east walls. Remediation plans were executed under guidance of expert geotechnical consultants and operations showed continuous improvement throughout the remainder of the year.

Extra costs were incurred for material movement, blasting, dewatering, geotechnical management and grade control which has shifted production cost guidance to A$1,030 – A$1,090/oz up from the Stage 1 feasibility estimate cost of A$905/oz. Importantly mine to mill reconciliation has performed exceptionally well and the mine is estimated to meet production guidance of 15,000 – 16,000oz. Subsequent to the end of the year the Company reported mining 98,900t @ 3.20g/t for 10,160 ounces and gold recoveries were consistently 94% *(refer ASX announcement dated 5 September 2017)*.

BINDULI TEAL GOLD PROJECT – MINING AND DEVELOPMENT

In addition a Stage 2 expansion study to undertake an eastern wall cutback was completed and mining commenced concurrently with Stage 1 activities to recover an additional 31,000t at a fully diluted grade of 3.1g/t for 3,100 ounces (Figure 4). The current JORC Resource for the Teal project was updated in March 2017 and is included as Table 1.

Table 1
Teal Gold Project - Summary of Mineral Resources > 1.0g/t (refer Competent Persons Statement on Page 7 and the Intermin ASX release dated 22 March 2017)

Deposit	Ore Type	Measured			Indicated			Inferred			Total Resource		
		Mt	Au (g/t)	Oz	Mt	Au g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
Teal Pit	Oxide	0.13	3.18	13,867							0.13	3.18	13,867
	Trans	0.03	3.35	3,856							0.03	3.35	3,856
	Ox+Tran	0.17	3.21	17,723							0.17	3.21	17,723
	All	**0.17**	**3.21**	**17,723**							**0.17**	**3.21**	**17,723**
Teal (Excl. Pit)	Oxide	0.08	1.78	5,110	0.02	1.58	1,180	0.00	1.89	320	0.11	1.75	6,610
	Trans	0.01	1.69	830	0.00	2.81	480	0.01	1.69	585	0.03	1.59	1,895
	Ox+Tran	0.10	1.77	5,940	0.02	1.80	1,660	0.02	1.74	905	0.15	1.72	8,505
	Primary	0.05	2.01	3,760	0.58	1.99	37,090	0.53	2.18	37,350	1.17	2.08	78,200
	All	**0.16**	**1.85**	**9,700**	**0.60**	**1.98**	**38,760**	**0.55**	**2.25**	**38,260**	**1.32**	**2.04**	**86,705**
Peyes Farm	Oxide				0.05	1.73	2,870	0.03	1.83	1,860	0.08	1.77	4,730
	Trans				0.02	1.58	1,330	0.03	1.77	1,730	0.05	1.70	3,060
	Ox+Tran				0.07	1.67	4,200	0.06	1.83	3,590	0.13	1.74	7,790
	Primary				0.07	1.8	4,100	0.30	1.66	16,390	0.37	1.72	20,490
	All				**0.14**	**1.74**	**8,300**	**0.36**	**1.72**	**19,980**	**0.50**	**1.73**	**28,280**
Jacques Find	Oxide							0.01	2.05	740	0.01	2.05	740
	Trans							0.02	3.01	1,940	0.02	3.01	1,940
	Ox+Tran							0.03	2.68	2,680	0.03	2.68	2,680
	Primary							0.22	3.30	24,000	0.22	3.30	24,000
	All							**0.25**	**3.22**	**26,680**	**0.25**	**3.22**	**26,680**
Global	Oxide	0.22	2.62	18,977	0.07	1.69	4,050	0.04	1.93	2,920	0.34	2.32	25,950
	Trans	0.05	2.86	4,686	0.03	1.83	1,810	0.06	1.97	4,255	0.14	2.24	10,750
	Ox+Tran	0.27	2.55	22663	0.10	1.73	5,860	0.11	1.96	7,175	0.49	2.30	36,700
	Primary	0.05	2.01	3,760	0.65	1.98	41,190	1.05	2.28	77,740	1.76	2.16	122,690
	All	**0.33**	**2.55**	**27,423**	**0.75**	**1.95**	**47,060**	**1.17**	**2.25**	**84,915**	**2.26**	**2.19**	**159,388**

Totals may differ due to rounding, Mineral Resource reported on a dry in-situ basis (Top cut of 12 g/t for Teal, 7g/t for Peyes and 12 g/t for Jacques Find applied).

Refer to the Mineral Resources and Ore Reserve Statement in this report.

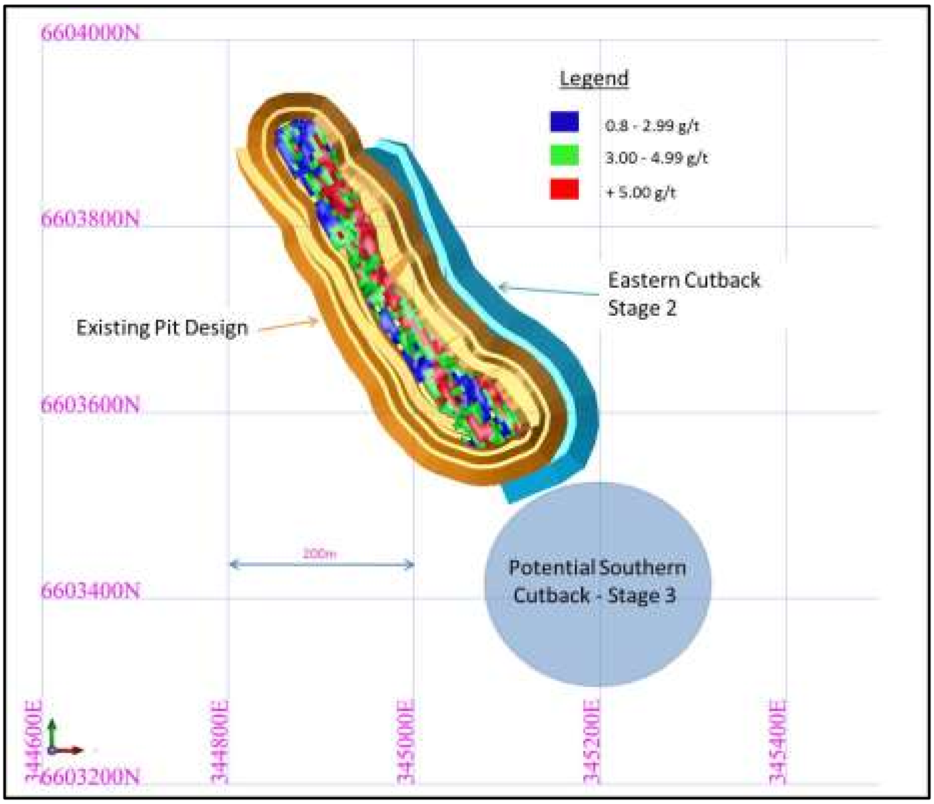
Since the commencement of mining at Teal Stage 1, the Company has developed an excellent working relationship with mining contractor and risk sharing partner Resource Mining Pty Ltd (“RM”). RM is scheduled to mine the Stage 2 project and has shown strong interest to undertake future projects with Intermin.

Teal ore has been toll treated at the Paddington Mill located 22km north of Teal (Figure 3) and haulage and milling agreements are in place to treat the remainder of the ore there, or at another third party facility within haulage distance.

BINDULI TEAL GOLD PROJECT – MINING AND DEVELOPMENT

An updated JORC Resource completed in March 2017 delivered an increase of 120% on the previous estimate to 2.27Mt @ 2.18g/t Au for 159,386 ounces (above a 1.0g/t Au lower grade cut-off). The key deposits of Teal, Peyes Farm and Jacques Find are completely open at depth and the Company plans to continue to expand the Resource in order to assess larger open pit and underground mining scenarios.

Figure 4
Teal Stage 1 Pit Design (Brown), Resource Blocks and Stage 2 Pit Design (Blue)



This year some excellent results were returned from Teal Deeps and Peyes Farm and a new discovery was made subparallel to the Teal – Peyes Farm corridor at the Jacques Find prospect *(refer ASX announcements dated 18 October 2016, 18 January, 1 February and 7 February 2017).*

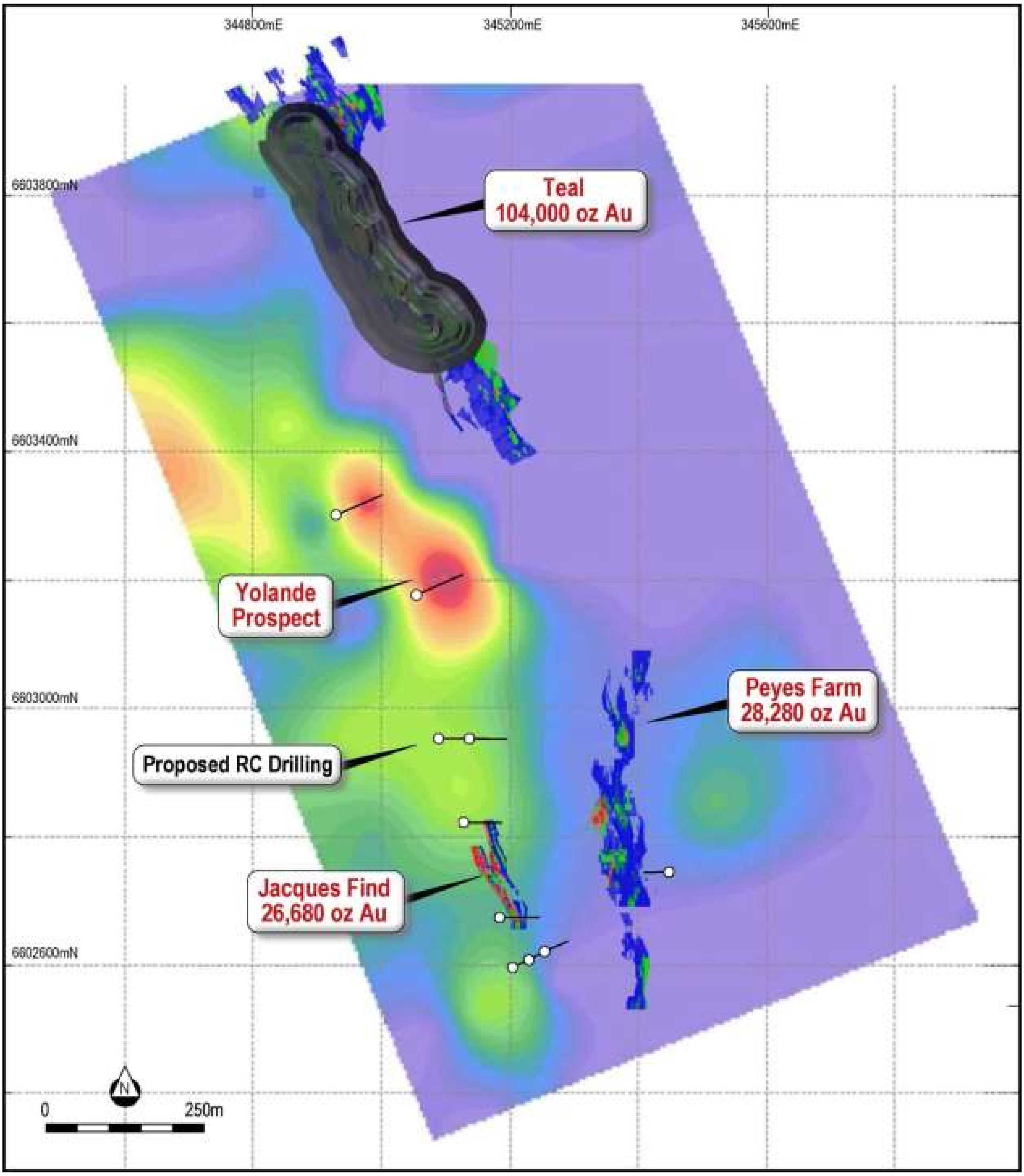
Teal gold project mineralisation at depth is particularly complex as it is contained within faulted felsic and intermediate sheared felsic volcanics intruded by quartz carbonate veins and porphyry. The 2017 drilling was undertaken to better understand the controls and structure of the sulphide hosted primary mineralisation and to allow metallurgical work and modelling of hydrometallurgical properties. It is planned for a detailed structural geology study to be undertaken to identify priority targets for follow up drilling in FY2018.

This work is set to commence after Teal Stage 1, 2 and potential Stage 3 mining (~200m cutback to the south) is completed as primary mineralisation will be exposed at the base of the pit. Substantial mineralisation will be accessible to assess the viability of processing at the Kanowna Belle Roaster or and KCGM's ultra-fine grinding circuit located 44km and 25km away respectively.

BINDULI TEAL GOLD PROJECT – MINING AND DEVELOPMENT

Follow up drilling at the Teal project in FY2018 is planned to involve Resource infill drilling at the Teal South prospect and selected Resource expansion targets at the Peyes Farm prospect. In addition a key focus will be to expand the exciting Jacques Find discovery and thoroughly drill test the high priority Induced Polarisation ("IP") target at Yolande (Figure 5) *(refer ASX announcements dated 11 July 2017)*.

Figure 5
Teal Pit Design, Resource Blocks and Proposed New Drill holes at the Jacques Find, Yolande and Peyes Farm Prospects (the background image is a horizontal slice at 100m depth showing the conductivity results of an historic IP survey).



GOONGARRIE GOLD – DEVELOPMENT PROJECT

The 100% owned Goongarrie gold project is located on granted Mining Lease M29/420, 80km north of Kalgoorlie-Boulder in Western Australia and 2km east of the sealed Menzies Highway (Figure 2). Since acquisition in 2016, the Company has completed a database review, Resource confirmation drilling, a Mineral Resource (JORC 2012) update and an engineering scoping study ("Study") for a shallow conventional open pit mine.

The JORC Code 2012 Mineral Resource Estimate as released to the ASX on 16 August 2016 is summarised in Table 2 below. This update was compiled by independent consultant Hawker Geological Services Pty Ltd and used as the basis for the Study.

Table 2
Goongarrie Lady Gold Deposit - Summary of Mineral Resources > 1.0g/t (refer Competent Persons Statement on Page 9 and the Intermin ASX release dated 16 August 2016)

Ore Type	Measured			Indicated			Inferred			Total Resource		
	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
Oxide				0.167	3.49	18,788				0.167	3.49	18,788
Transition				0.034	2.30	2,533				0.034	2.30	2,533
	Subtotal Oxide and Transition									**0.202**	**3.30**	**21,321**
Primary							0.070	1.64	3,707	0.070	1.64	3,707
All				**0.202**	**3.30**	**21,321**	**0.070**	**1.64**	**3,707**	**0.272**	**2.86**	**25,028**

Totals may differ due to rounding, Mineral Resource reported on a dry in-situ basis (Top cut of 20g/t).

Refer to the Mineral Resources and Ore Reserve Statement in this report.

The key Study outcomes for the Project are included in Table 1 below. The Indicated Mineral Resource, which constitutes more than 99% of the production target, has been prepared by Competent Persons in accordance with JORC Code 2012 (refer Cautionary Statement on page 13).

Table 3
Goongarrie Lady Gold Deposit - Summary of Key Open Pit Study Outcomes (at an A$1,600/oz gold price)

Measure	FS outcome
Total pit volume (kBCM)	807
Stripping ratio (waste: ore)	9.3
Mined ore (kt)	142
Gold grade (g/t)	3.4
Milling recovery average (%)	94
Recovered gold (ounces)	14,700
Capital and pre-strip costs (A$M)	0.53
All in Costs (AIC) (A$/oz)	1,081
Free cash flow over 7 month project life (A$M)	7.6

The Study reflects the mining of approximately 0.28M BCM of waste overburden to reach the eastern ore zone, 10m below surface, and a further 0.19M BCM to reach the main ore zone 20m below surface, followed by ore mining post grade control drilling and modelling for ore mark out. Mining rates will be reduced during ore mining to minimise dilution and maximise ore recovery in accordance with ore geometry.

Ore mined will be delivered to the ROM pad for haulage to the processing facility in batches of 5-30kt per month from completion of sufficient pre-strip mining which is expected to take two months to access ore on the eastern lode. Ore mining, once commenced, will be continuous for a five month period. The Study assumes that 100% of the ore mined will require blasting to the final pit depth of 47m from surface (Figure 6).

100% of the material to be processed is classified as Indicated Resource and no material to be processed is currently classified as an Inferred Mineral Resource.

GOONGARRIE GOLD – DEVELOPMENT PROJECT

Cautionary Statement

The Scoping Study referred to in this announcement is based on lower-level technical and economic assessments and is insufficient to support estimation of Ore Reserves, or to provide assurance of an economic development case at this stage, or to provide certainty that the conclusions of the Scoping Study will be realised. Further, the Company cautions that there is no certainty that the forecast financial information derived from production targets will be realised. All material assumptions underpinning the production targets and forecast financial information derived from the production targets are set out in this announcement. The estimated mineral resources underpinning the Scoping Study production targets have been prepared by Competent Persons in accordance with the current JORC Code 2012 Edition and the current ASX Listing Rules. No Inferred Mineral Resource material is included in the life of mine plan.

Intermin has concluded it has reasonable basis for providing the forward looking statements included in this announcement.

Forward Looking and Cautionary Statements

Some statements in this report regarding estimates or future events are forward looking statements. They include indications of, and guidance on, future earnings, cash flow, costs and financial performance. Forward looking statements include, but are not limited to, statements preceded by words such as “planned”, “expected”, “projected”, “estimated”, “may”, “scheduled”, “intends”, “anticipates”, “believes”, “potential”, “could”, “nominal”, “conceptual” and similar expressions. Forward looking statements, opinions and estimates included in this announcement are based on assumptions and contingencies which are subject to change without notice, as are statements about market and industry trends, which are based on interpretations of current market conditions. Forward looking statements are provided as a general guide only and should not be relied on as a guarantee of future performance. Forward looking statements may be affected by a range of variables that could cause actual results to differ from estimated results, and may cause the Company’s actual performance and financial results in future periods to materially differ from any projections of future performance or results expressed or implied by such forward looking statements. These risks and uncertainties include but are not limited to liabilities inherent in mine development and production, geological, mining and processing technical problems, the inability to obtain any additional mine licenses, permits and other regulatory approvals required in connection with mining and third party processing operations, competition for among other things, capital, acquisition of reserves, undeveloped lands and skilled personnel, incorrect assessments of the value of acquisitions, changes in commodity prices and exchange rate, currency and interest fluctuations, various events which could disrupt operations and/or the transportation of mineral products, including labour stoppages and severe weather conditions, the demand for and availability of transportation services, the ability to secure adequate financing and management’s ability to anticipate and manage the foregoing factors and risks. There can be no assurance that forward looking statements will prove to be correct.

Statements regarding plans with respect to the Company’s mineral properties may contain forward looking statements in relation to future matters that can only be made where the Company has a reasonable basis for making those statements.

This announcement has been prepared in compliance with the JORC Code (2012) and the current ASX Listing Rules.

The Company believes that it has a reasonable basis for making the forward looking statements in the announcement, including with respect to any production targets and financial estimates, based on the information contained in this and previous ASX announcements.

After completion of the Study, Intermin expressed plans to advance the project to an improved level of confidence for a Feasibility Study. Substantial Resource infill, geotechnical, hydrogeological and metallurgical drilling program were planned to commence in FY2018 with the goal for submission of a Mining Proposal and Mine Closure Plan to the Department of Mines and Petroleum in the December Quarter 2018.

GOONGARRIE GOLD – DEVELOPMENT PROJECT

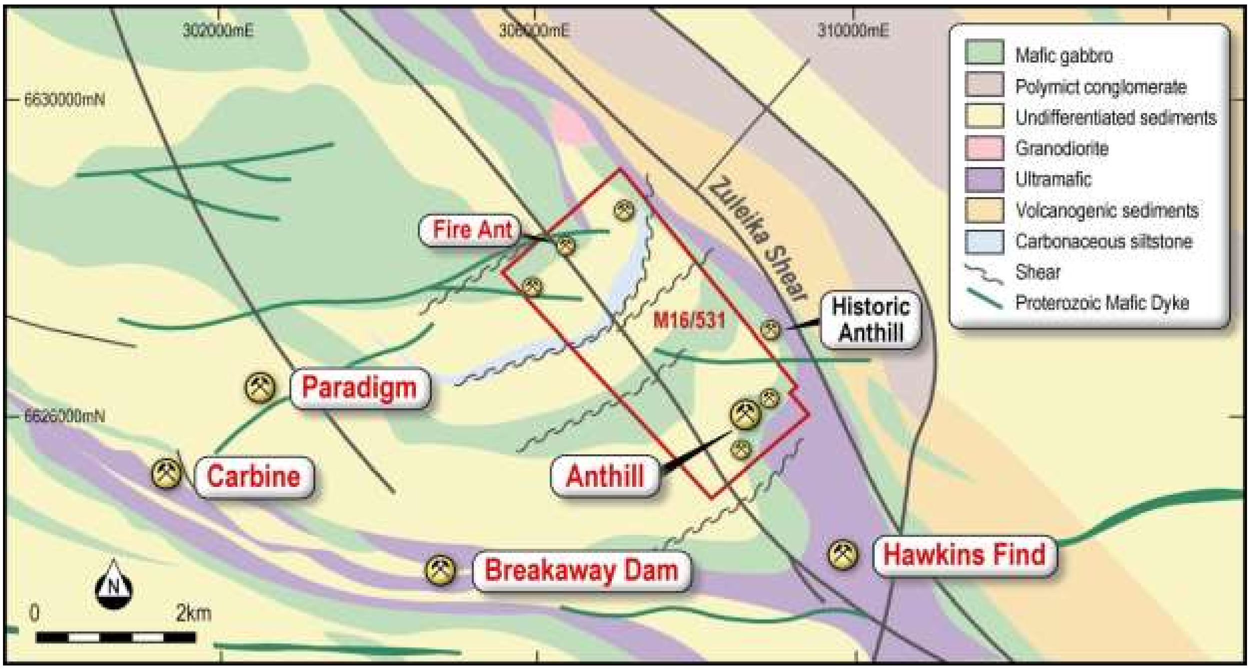
Figure 6
Goongarrie Lady Gold Project Site Layout

ANTHILL GOLD – EXPLORATION AND DEVELOPMENT PROJECT

The 100% owned Anthill project comprises granted Mining Lease M16/531 and it is located 54km northwest of Kalgoorlie-Boulder in Western Australia on the highly prospective Zuleika Shear Zone (Figure 2 and 7). Mineralisation at Anthill is geometrically complex and comprises gold within multiple stockworks, quartz vein sets and shears of variable orientation. Previous geological interpretations showed only moderate correlation from section to section through the deposit in part due to the lack of consistent drilling data.

Since acquisition in 2016 Intermin has prepared detailed confirmation drilling preparation for database verification prior to compilation of a JORC 2012 Resource in FY2018.

Figure 7
Anthill Prospect Mining Licence and Regional Geology Plan

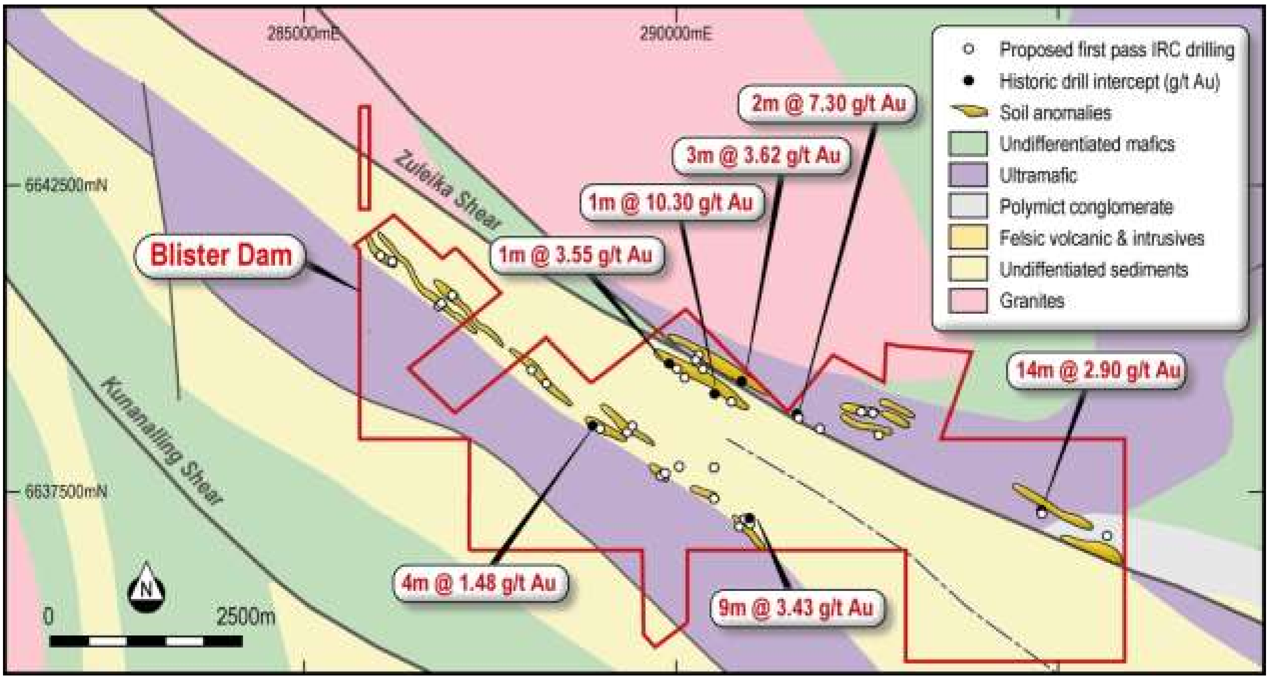


OTHER KALGOORLIE GOLD – EXPLORATION PROJECTS

At the 100% owned Blister Dam project located 70km northwest of Kalgoorlie Boulder (Figure 2 and 8) work activities included data compilation, mineralisation confirmation drilling, exploration targeting and new approvals for a drilling. Twenty one individual prospects have been identified for drill testing with a combination of air core and RC methods in FY2018.

Numerous priority targets occur on or sub parallel to the highly prospective Zuleika Shear. Historic exploration drill holes have intersected two distinct styles of mineralisation; thin high-grade quartz vein hosted gold, and broad widths (>40m) of low-grade disseminated shear zone hosted gold.

Figure 8
Blister Dam Regional Geology Plan and Key Prospect Areas to be Further Drill Tested in FY2018



At the Baden Powell Project located 60km northwest of Kalgoorlie within the highly prospective Bardoc Tectonic Zone, a small RC program was completed to test some targets north of the historic 15m deep Baden Powell pit (Figure 2 and 9). Intermin's initial drilling failed to confirm significant historic mineralisation in this area leading to a reinterpretation of the controlling mineralised structures. A geological target reassessment including pit wall mapping, refined targets south of the deepest known intercept (BPRC1509 - 6m @ 3.22g/t Au from 89m).

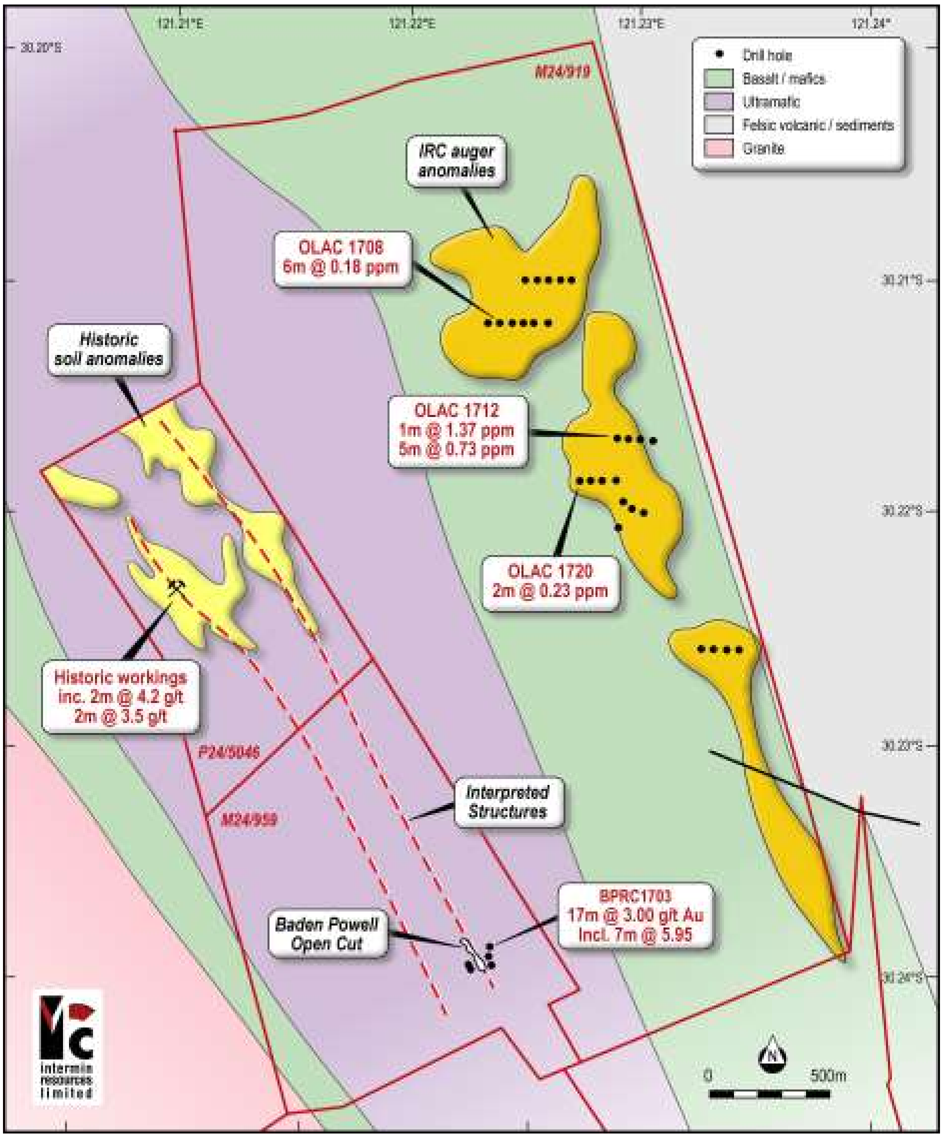
Subsequent to the end of the year Intermin completed hole BPRC1703 and intercepted 17m @ 3.00g/t Au from 104m downhole which included a high grade intercept of 7m @ 5.95g/t from 111m downhole. The mineralisation is hosted within a sheared porphyry unit within ultramafic rocks and the result is considered highly encouraging as it confirms the mineralised shear extends and is open to the south.

Also subsequent to the end of the year first pass aircore drilling was completed to test a 3,800m by 500m +25ppb gold-in-soil auger anomaly at the Olympia prospect which is located 2.5km northeast of the Baden Powell Pit (Figure 2 and 9). Two significant results were returned; hole OLAC1712 - 1m @ 1.37g/t Au from 68m and 5m @ 0.73g/t Au 88m and hole OLAC 1708 - 6m @ 0.18g/t Au from 63m.

Given the quality of the new results, further drilling on the Bardoc Tectonic Zone projects is planned as a priority in 2018.

OTHER KALGOORLIE GOLD – EXPLORATION PROJECTS

Figure 9
Baden Powell and Olympia Prospect Plan Showing New Drill Collars, Locations, Soil Anomalies and Interpreted Geology



BINDULI NORTH GOLD JV – EXPLORATION PROJECT

In April 2015, Intermin and its 100% owned subsidiary Black Mountain Gold Limited ("BMG") entered into a farm-in and joint venture agreement ("JV") with La Mancha Australia Pty Ltd which was subsequently acquired by Evolution. Under the terms of the agreement, Evolution may earn up to 70% of the highly prospective ~100km^2 tenement package (Figure 3) by spending $4.6m over 5 years.

The project area is immediately adjacent to the Teal gold project and the Janet Ivy open pit gold mine operated by Norton Gold Fields Ltd (5-20kms) North West of Kalgoorlie. The location is also proximal to the Frogs Leg and White Foil gold mines operated by Evolution.

Evolution has completed a major regional target generation and compilation study including the Binduli North JV project and it has involved geo-data compilation and a major seismic reflection survey. Seismic profiling is a particularly useful tool to identify potential gold bearing structures and shear zones at depth.

In the June Quarter Evolution completed its first on ground exploration program which comprised 67 aircore holes for 3,597m. The drilling tested areas south of Intermin's 100% owned Teal gold project and no significant mineralisation was returned. New drilling at the Horans South, Sandpiper and Honey Eater prospects are planned in FY2018.

MENZIES AND GOONGARRIE GOLD JV – EXPLORATION PROJECT

Intermin executed a binding Heads of Agreement ("HoA") with Eastern Goldfields Limited (ASX: EGS) ("EGS") to form a strategic joint venture ("JV") covering Intermin's projects in the Menzies and Goongarrie region excluding the Goongarrie Lady Resource Area (Figure 2).

The collaborative JV will enable accelerated and focussed exploration in order to increase Resource inventory at the Menzies/Goongarrie and Mount Ida project areas. Current Resources at the Menzies project are listed in Table 4. High grade open cut and underground developments are targeted to underpin potential construction of a low cost high grade processing facility at Mount Ida or Menzies.

Details of the HoA between the parties include:

- An earn in JV whereby EGS can earn 25% of the project areas by spending A$2m within a 2 year period and a further 25% by spending A$2m over the following 2 year period
- EGS to solely contribute to further expenditure of $1.5m on the projects inclusive of a Bankable Feasibility Study to support a mill installation in the Mt Ida / Menzies region to earn a further 15%.
- EGS invested A$1.5m in equity in Intermin
- During the sole funding period, EGS will manage the exploration program and tenure with direction from the JV committee comprising representatives from both parties
- Upon EGS satisfying the earn-in terms, each party will contribute to ongoing expenditure in accordance with their respective percentages.

No drilling was completed during the year as exploration was focussed on the compilation and review of the extensive historic database.

Table 4
Menzies Gold Project - Summary of Mineral Resources > 1.0g/t Au (refer Competent Persons Statement on Page 14 and the Intermin ASX release dated 8 March 2016)

Deposit	Measured Resource			Indicated Resource			Inferred Resource			Total Resource		
	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
Pericles				0.53	2.49	42,500				0.53	2.49	42,500
Yunndaga							1.58	2.03	103,000	1.58	2.03	103,000
Bellenger				0.24	2.63	19,900				0.24	2.63	19,900
Warrior							0.07	2.49	5,910	0.07	2.49	5,900
TOTAL				**0.77**	**2.52**	**62,400**	**1.65**	**2.05**	**108,910**	**2.42**	**2.20**	**171,310**

Totals may differ due to rounding, Mineral Resource reported on a dry in-situ basis (Top cut of 20g/t Au applied to grade)

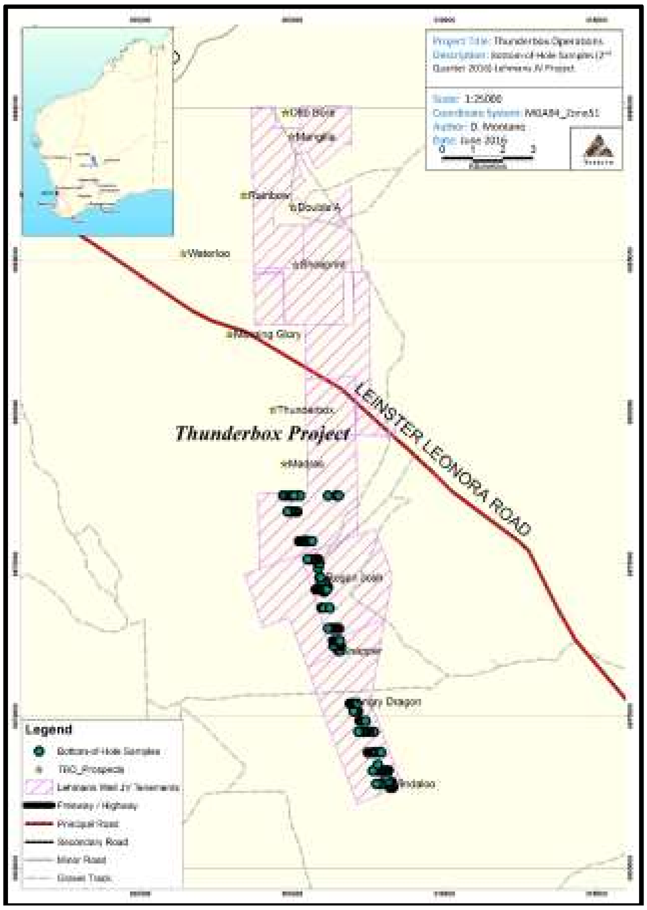
LEHMANS GOLD JV – EXPLORATION PROJECT

The Lehmans Gold joint venture covers over 20km of strike of the Yandal greenstone belt immediately adjacent to the Thunderbox Gold Mine which is owned by Saracen Mineral Holdings Ltd (ASX: SAR) ("Saracen"). The project is located approximately 45km south of Leinster in Western Australia and the tenements currently consist of fourteen Mining Leases and two Prospecting Licences (Figure 1 and 10).

Intermin retains a 10% interest and is free carried to a decision to mine. Saracen recently returned the Thunderbox mine back into production *(refer Saracen ASX announcement dated 10 May 2016)* however have not been actively exploring the project. Activity from the previous year comprised collecting 176 historical bottom of hole chip samples for multi-element analysis. Results are yet to be supplied to Intermin.

LEHMANS GOLD JV – EXPLORATION PROJECT

Figure 10
Lehmans Gold JV Tenements and Recent Sample Locations in Relation to Saracen's Thunderbox Gold Mine



Courtesy – Saracen Mineral Holdings Ltd

M26/446 GOLD PRODUCTION ROYALTY

Intermin owns a $0.50/t mining royalty that relates to ore mined and treated from Mining Lease M26/446 located approximately 10km west of Kalgoorlie in Western Australia (Figure 3). The Company entered into a Deed for the sale of M26/446 in 2001 which is now owned and operated by Norton Gold Fields Ltd which was delisted from the ASX on 1 July 2015.

As part of the sale, Intermin was prepaid $1,380,000 of the royalty as part of the acquisition cost, equivalent to a mining (and treatment) tonnage of 2.76Mt ($0.50/t). Mining has been conducted on a semi-continuous basis at the largest of the known deposits on M26/466, Janet Ivy since 2009 and mill factored reconciliation at the end of 2017 was 2,700,842t milled or stockpiled for treatment at the Paddington mill.

There is potential for Intermin to receive additional royalty payments in financial year 2018 as open pit mining has resumed. In addition M26/446 contains a number of other significant gold deposits and mineralisation extensions which provide excellent exploration targets. Substantial mineralisation also exists below the 0.50g/t Au lower cut-off grade at Janet Ivy that has potential to be mined and processed utilising heap leach methods.

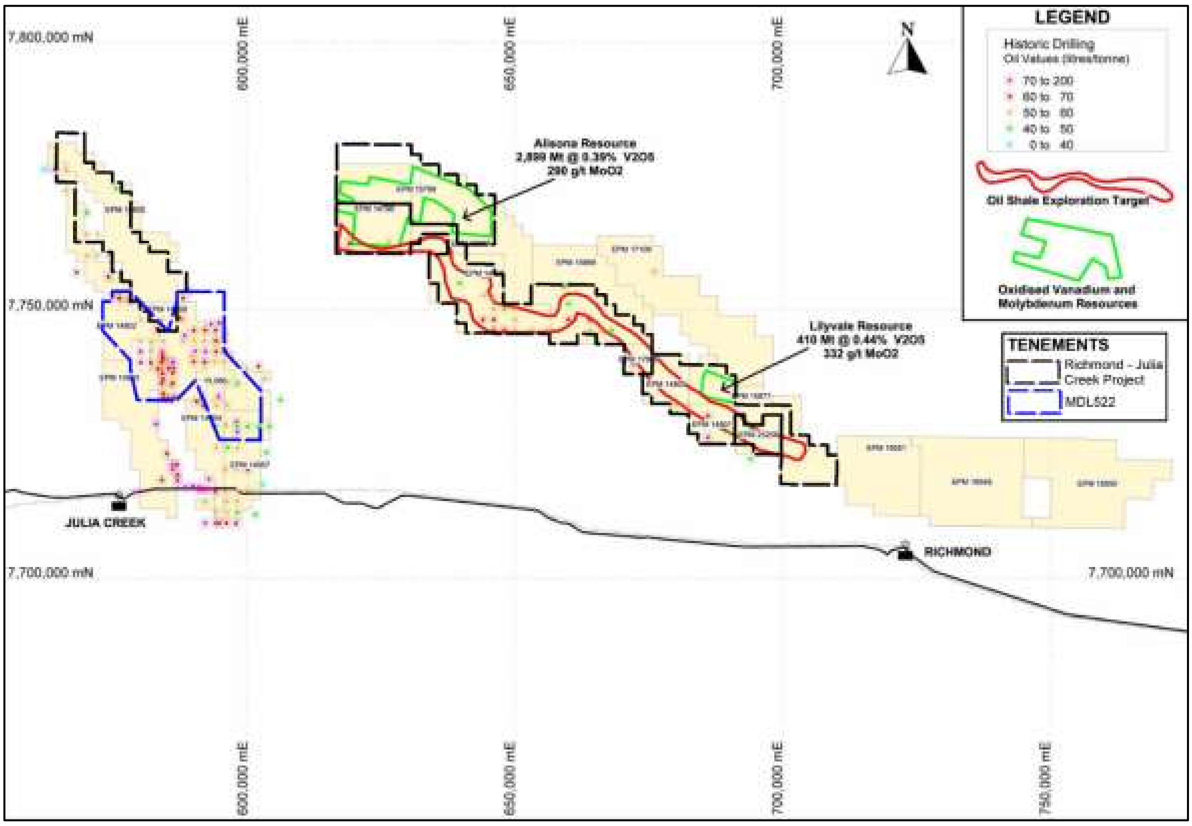
As Norton Gold Fields Ltd is a private company, updated Resource and Reserve Estimates are not available to Intermin. To view details on published JORC Compliant Resource and Reserve Estimates including a Competent Persons Statements when it was last published, refer to Norton's Resource and Reserve Update December 2014 *(NGF: ASX announcement dated 3 February 2015)*. The most recent JORC Compliant Mineral Resource Estimate for the Janet Ivy Deposit was released to the ASX by Norton while the entity was listed on 3 February 2015 and comprised 13.61Mt above 0.50g/t Au lower cut-off grade.

RICHMOND VANADIUM JV – EXPLORATION PROJECT

Intermin owns 100% in five Mineral Exploration Permits (EPM25163, EPM25164, EPM25258, EPM26425 and EPM26426) covering 481 Blocks near Richmond and 100% of the metal rights to Global Oil Shale Plc'c Julia Creek MDL 522 (Figure 11 and 12).

Figure 11
Richmond Project Location

Figure 12
Richmond Project Showing the Current Project Tenements and Intermin's Previous Project Tenements, Where the Previous Resource Area Lie Outside the Current Project Tenements it is Not Part of the Project



The project covers large areas of the Toolebuc Formation containing oil shale deposits that host extensive vanadium and molybdenum mineralisation. Since project inception prior to 2006, Intermin has completed significant drilling and beneficiation testwork in order to compile a substantial technical database.

RICHMOND VANADIUM JV – EXPLORATION PROJECT

During the year the Company executed a binding Heads of Agreement with AXF Resources Pty Ltd ("AXF") to form a strategic joint venture ("JV") over the Richmond project.

Details of the Heads of Agreement between the parties include:

- An earn-in JV whereby AXF can earn 25% of the project area by spending A$1m within a 1 year period and maintaining the project in good standing;
- AXF to solely contribute to further expenditure of $5m on the projects to earn a further 50% over a 3-year period
- AXF to invest A$430,000 in equity in Intermin at 12c with 1:2 option with a strike of 17c and expiry of 31 August 2018;
- During the sole funding period, AXF will manage the exploration program and tenure with direction from the JV committee comprising representatives from both parties.
- Upon AXF satisfying the earn-in terms, each party will contribute to ongoing expenditure in accordance with their respective percentages.

During the year AXF undertook a review of the outcomes of Intermin's earlier testwork and has designed follow up metallurgical and mineral dressing programs to be conducted on new bulk samples. Suitable research institutes were identified in China to conduct the testwork and bulk sample shipment is scheduled to commence next year.

In addition AXF plans to compile an updated JORC 2012 Compliant Mineral Resource Estimate for the project to take into account changes in project tenement boundary.

NANADIE WELL Cu-Ni-Co-PGE-Au JV - EXPLORATION PROJECT

The Nanadie Well Project is located approximately 100km south east of Meekatharra in the Murchison Mineral Field of WA and covers an area of ~145km^2 (Figure 1). In December 2013 Intermin entered into a Farm-in and Joint Venture agreement with Mithril Resources Ltd (ASX: MTH) ("Mithril") whereby Mithril could earn a 75% interest by spending $4M over 6 years. The project is highly prospective for Copper, gold, nickel, cobalt and platinum group elements.

The Project hosts the Nanadie Well Copper Deposit where a 2004 JORC Code Compliant Inferred Resource of 36.07Mt @ 0.42% copper (151,506 tonnes copper) was estimated by Intermin in September 2013.

During the year further potential was demonstrated at the project as Mithril completed a new diamond hole at the southern end of the Stark prospect which intersected 30 metres (downhole width) of disseminated, blebby, matrix, semi – massive and massive copper sulphides.

Further drilling is planned to target a new EM conductor to explore for high-grade massive sulphide hosted mineralisation. In addition Mithril is reassessing the gold potential of the joint venture project area in order to test priority targets in FY2018.

CALCINE TAILINGS – DEVELOPMENT PROJECT

In May 2016 the Company sold the Wiluna Calcine Tailing Stockpile to Blackham Resources Ltd (ASX: BLK) and retained the technology with a view to applying the process to other calcines stockpile if they can be acquired either via outright purchase or on a $/t basis.

During the year Intermin engaged with a number of public and private companies in order to develop a strategic plan to continue advancing the technology toward a commercial outcome. No tangible outcomes were reached and discussions are expected to continue.

WHITE RANGE GOLD PROJECT

Intermin has disposed of its White Range Gold Project in the Northern Territory to Red Dingo Corporation Pty Ltd. The Company is currently attending to some clean up issues at the site prior to making application for return of environmental bonds held by the DME in respect of the White Range tenements.

Table 5
Tenement Schedule as at 30 June 2017

Prospect Area	Tenement	Area		Registered Holders	IRC Equity	Notes
Teal - Peyes Farm	L26/261	69	Ha	IRC	100%	-
	M26/346	9.71	Ha	BMG	100%	-
	M26/499	770	Ha	IRC	100%	-
	M26/549	15	Ha	BMG	100%	-
	M26/621	200	Ha	BMG	100%	-
	P26/3888	200	Ha	BMG	100%	
	P26/4056	189	Ha	BMG	100%	-
	PLA26/4229	191	Ha	BMG	100%	-
	PLA26/4230	138	Ha	BMG	100%	-
	PLA26/4231	196	Ha	BMG	100%	-
	PLA26/4256	54	Ha	BMG	100%	-
White Flag	E26/197	2	Blks	BMG	100%	-
	P24/5010	16	Ha	BMG	100%	-
	P24/5162	117	Ha	BMG	100%	-
White Dam	P26/4078	171	Ha	BMG	100%	-
	P26/4079	60	Ha	BMG	100%	-
	P26/4080	28	Ha	BMG	100%	-
	P26/4081	80	Ha	BMG	100%	-
Lehmans	E36/837	4	Blks	BMG	100%	-
Gordons	M27/487	121.35	Ha	BMG	100%	-
	P27/2209	25	Ha	BMG	100%	-
	P27/2215	129	Ha	BMG	100%	-
	PLA27/2316	166	Ha	BMG	100%	-
	PLA27/2317	88	Ha	BMG	100%	-
	PLA27/2319	46	Ha	BMG	100%	-
Goongarrie	P29/2382	24	Ha	BMG	100%	-
Bullabulling	E15/1042	2.8	km^2	BMG	100%	-
	P15/5360	1.54	km^2	BMG	100%	-
	P15/5361	1.33	km^2	BMG	100%	-
	P15/5362	1.65	km^2	BMG	100%	-
	P15/5363	1.91	km^2	BMG	100%	-
	P15/5364	1.78	km^2	BMG	100%	-
	P15/5365	1.66	km^2	BMG	100%	-
Black Flag	P16/2820	1.16	km^2	BMG	100%	-
	P16/2821	1.92	km^2	BMG	100%	-
	P24/5143	195	Ha	BMG	100%	-
	P24/5144	195	Ha	BMG	100%	-
	P24/5147	200	Ha	BMG	100%	-
	P24/5148	200	Ha	BMG	100%	-
	P24/5149	200	Ha	BMG	100%	-
	P24/5151	195	Ha	BMG	100%	-
	P24/5152	194	Ha	BMG	100%	-
	P24/5153	200	Ha	BMG	100%	-
	P24/5154	154	Ha	BMG	100%	-
	P24/5159	196	Ha	BMG	100%	-
	PLA24/5145	191	Ha	BMG	100%	-
	PLA24/5146	191	Ha	BMG	100%	-
	PLA24/5150	200	Ha	BMG	100%	-
	PLA24/5155	194	Ha	BMG	100%	-
	PLA24/5156	187	Ha	BMG	100%	-
	PLA24/5157	189	Ha	BMG	100%	-
	PLA24/5158	169	Ha	BMG	100%	-
	PLA24/5160	141	Ha	BMG	100%	-
Blister Dam	P16/2976	35	Ha	BMG	100%	-
	P16/2977	110	Ha	BMG	100%	-

Table 5
Tenement Schedule as at 30 June 2017 (continued)

Prospect Area	Tenement	Area		Registered Holders	IRC Equity	Notes
Baden Powell	M24/919	7.52	km^2	BMG	100%	-
	P24/4199	1.93	km^2	BMG	100%	-
	P24/4702	1.79	km^2	BMG	100%	-
	P24/4703	0.65	km^2	BMG	100%	-
	P24/5047	155	Ha	BMG	100%	-
	P24/5048	64	Ha	BMG	100%	-
	P24/5049	196	Ha	BMG	100%	-
	P24/5050	192	Ha	BMG	100%	-
	P24/5051	128	Ha	BMG	100%	-
	P24/5052	187	Ha	BMG	100%	-
	P24/5053	165	Ha	BMG	100%	-
	P24/5054	148	Ha	BMG	100%	-
	P24/5055	137	Ha	BMG	100%	-
	P24/5056	116	Ha	BMG	100%	-
	P24/5057	198	Ha	BMG	100%	-
	P24/5058	137	Ha	BMG	100%	-
	P24/5059	116	Ha	BMG	100%	-
Chadwin	P16/2973	187	Ha	BMG	100%	-
	P16/2974	109	Ha	BMG	100%	-
	P16/2975	188	Ha	BMG	100%	-
	P16/3007	66	Ha	BMG	100%	-
	P24/4397	2	km^2	BMG	100%	-
	P24/4398	1.94	km^2	BMG	100%	-
	P24/4399	1.97	km^2	BMG	100%	-
	P24/4404	1.87	km^2	BMG	100%	-
	P24/4405	2	km^2	BMG	100%	-
	P24/5099	199	Ha	BMG	100%	-
	P24/5100	190	Ha	BMG	100%	-
	P24/5101	57	Ha	BMG	100%	-
	P24/5102	193	Ha	BMG	100%	-
	P24/5107	178	Ha	BMG	100%	-
	P24/5108	81	Ha	BMG	100%	-
	P24/5116	157	Ha	BMG	100%	-
Leo Dam	P24/4767	1.37	km^2	BMG	100%	-
	P24/4768	1.62	km^2	BMG	100%	-
	P24/4769	1.7	km^2	BMG	100%	-
Seven Seas	E24/148	16.8	km^2	BMG	100%	-
	E16/470	3	Blk	BMG	100%	-
	E16/471	7	Blk	BMG	100%	-
	E16/492	15	Blk	BMG	100%	-
	E16/493	7	Blk	BMG	100%	-
	E16/494	1	Blk	BMG	100%	-
	P16/2631	1.82	km^2	BMG	100%	-
	P16/2632	1.94	km^2	BMG	100%	-
	P16/2633	1.65	km^2	BMG	100%	-
	P16/2634	1.14	km^2	BMG	100%	-
	P16/2635	1.94	km^2	BMG	100%	-
	P16/2636	1.52	km^2	BMG	100%	-
	P16/2637	0.24	km^2	BMG	100%	-
	P16/2997	72	Ha	BMG	100%	-
	ELA16/497	1	Blk	BMG	100%	-
	ELA16/499	2	Blk	BMG	100%	-
	MLA24/970	1,564	Ha	BMG	100%	-
Windanya	P24/4817	111	Ha	BMG	100%	-
	P24/4897	147	Ha	BMG	100%	-
	P24/5165	135	Ha	BMG	100%	-
	P24/5166	137	Ha	BMG	100%	-
	MLA24/959	194	Ha	BMG	100%	-
	PLA524/5167	200	Ha	BMG	100%	-

Table 5
Tenement Schedule as at 30 June 2017

Prospect Area	Tenement	Area		Registered Holders	IRC Equity	Notes
Joint Ventures						
Binduli North JV	E24/183	3	Blks	BMG/EVN	100%	2
	E26/168	13	Blks	BMG/EVN	100%	2
	M26/616	956	Ha	IRC/EVN/PJB	100%	1 & 2
	P26/3576	134	Ha	IRC/EVN	100%	2
	P26/3577	155	Ha	IRC/EVN	100%	2
	P26/3922	112	Ha	BMG/EVN	100%	2
	P26/3923	130	Ha	BMG/EVN	100%	2
	P26/3988	169	Ha	IRC/EVN	100%	2
	P26/3989	189	Ha	IRC/EVN	100%	2
	P26/3990	193	Ha	IRC/EVN	100%	2
	P24/4770	196	Ha	BMG/EVN	100%	2
	P24/4771	191	Ha	BMG/EVN	100%	2
	P24/4772	195	Ha	BMG/EVN	100%	2
	P24/4773	199	Ha	BMG/EVN	100%	2
	P24/4774	194	Ha	BMG/EVN	100%	2
	P24/4775	186	Ha	BMG/EVN	100%	2
	P24/4776	196	Ha	BMG/EVN	100%	2
	P24/4777	191	Ha	BMG/EVN	100%	2
	P24/4778	185	Ha	BMG/EVN	100%	2
	P24/4779	152	Ha	BMG/EVN	100%	2
	P24/4780	188	Ha	BMG/EVN	100%	2
	P24/4781	182	Ha	BMG/EVN	100%	2
	P24/4782	161	Ha	BMG/EVN	100%	2
	P24/4783	140	Ha	BMG/EVN	100%	2
Nanadie Well JV	E20/797	2	Blks	IRC/MTH	100%	3
	E51/1040	18	Blks	IRC/MTH	100%	3
	E51/1270	11	Blks	IRC/MTH	100%	3
Lehmanns JV	M36/35	197.7	Ha	BMG/SAR	10% f/carried	4
	M36/421	9.7	Ha	BMG/SAR	10% f/carried	4
	M36/462	970.4	Ha	BMG/SAR	10% f/carried	4
	M36/494	9.71	Ha	BMG/SAR	10% f/carried	4
	M36/512	306.65	Ha	BMG/SAR	10% f/carried	4
	M36/513	482.5	Ha	BMG/SAR	10% f/carried	4
	M36/525	625.6	Ha	BMG/SAR	10% f/carried	4
	M36/527	695.4	Ha	BMG/SAR	10% f/carried	4
	M36/584	6.79	Ha	BMG/SAR	10% f/carried	4
	M36/585	3.8515	Ha	BMG/SAR	10% f/carried	4
	M36/586	5.7345	Ha	BMG/SAR	10% f/carried	4
	M36/587	2.913	Ha	BMG/SAR	10% f/carried	4
	M36/588	1.893	Ha	BMG/SAR	10% f/carried	4
	M36/589	3.3805	Ha	BMG/SAR	10% f/carried	4
Goongarrie JV	E29/419	2.8	km^2	BMG/EGS	100%	7
	E29/922	11.2	km^2	BMG/EGS	100%	7
	L29/109	0.09	km^2	BMG/EGS	100%	7
	M29/420	1.71	km^2	BMG/EGS	100%	7
	P29/2268	1.95	km^2	BMG/EGS	100%	7
	P29/2269	1.97	km^2	BMG/EGS	100%	7
	P29/2286	1.98	km^2	BMG/EGS	100%	7
	P29/2287	1.51	km^2	BMG/EGS	100%	7
	P29/2288	2	km^2	BMG/EGS	100%	7
	P29/2289	1.78	km^2	BMG/EGS	100%	7
	P29/2290	1.63	km^2	BMG/EGS	100%	7
	P29/2307	1.11	km^2	BMG/EGS	100%	7
	P29/2308	1.7	km^2	BMG/EGS	100%	7
	ELA29/996	4	Blk	BMG/EGS	100%	7

Table 5
Tenement Schedule as at 30 June 2017

Prospect Area	Tenement	Area		Registered Holders	IRC Equity	Notes
Joint Ventures						
Menzies JV	E29/966	19	Blk	BMG/EGS	100%	7
	E29/984	7	Blks	BMG/EGS	100%	7
	L29/42	0.09	Ha	BMG/EGS	100%	7
	L29/43	0.09	Ha	BMG/EGS	100%	7
	L29/44	0.09	Ha	BMG/EGS	100%	7
	M29/14	103	Ha	BMG/EGS	100%	7
	M29/88	35	Ha	BMG/EGS	100%	7
	M29/153	990	Ha	BMG/EGS	100%	7
	M29/154	345	Ha	BMG/EGS	100%	7
	M29/184	592	Ha	BMG/EGS	100%	7
	M29/212	924	Ha	BMG/EGS	100%	7
	M29/410	499	Ha	BMG/EGS	100%	7
	P29/2153	199	Ha	BMG/EGS	100%	7
	P29/2154	199	Ha	BMG/EGS	100%	7
	P29/2155	191	Ha	BMG/EGS	100%	7
	P29/2156	162	Ha	BMG/EGS	100%	7
	P29/2251	199	Ha	BMG/EGS	100%	7
	P29/2252	200	Ha	BMG/EGS	100%	7
	P29/2253	197	Ha	BMG/EGS	100%	7
	P29/2254	192	Ha	BMG/EGS	100%	7
	P29/2344	156	Ha	BMG/EGS	100%	7
	P29/2345	158	Ha	BMG/EGS	100%	7
Richmond JV	EPM25163	170	SBlks	IRC/AXF	100%	9
	EPM25164	97	Sblks	IRC/AXF	100%	9
	EPM25258	18	SBlks	IRC/AXF	100%	9
Royalties						
Janet Ivy	M26/446	510.35	Ha	NGF	0%	5
	M26/833	14	Ha	NGF	0%	5
	L26/201	23	Ha	NGF	0%	5
Otto Bore	M36/177	120	Ha	PLT	0%	6
	E36/435	1	Blk	PLT	0%	6
Julia Creek	EPM17775	5	SBlks	Xtract Oil Ltd	100%	-
	MDL396	52092	Ha	GOS	100%	8
	EPM19830	266	Sblks	GOS	100%	8

Abbreviations

AXF	AXF Resources Pty Ltd
BMG	Black Mountain Gold Ltd
IRC	Intermin Resources Ltd
EGS	Eastern Goldfields Ltd
EVN	Evolution Mining Ltd
MTH	Mithril Resources Ltd
NGF	Norton Gold Fields Ltd
PJB	Pamela Jean Buchhorn
PLT	Plutonic Operations Ltd (subsidiary of Barrick Asia Pacific Ltd)
SAR	Saracen Minerals Holding Ltd

Notes

(1) Royalty of $1 per tonne of ore mined and treated from M26/616 is payable to Pamela Jean Buchhorn.

(2) Farm-in and joint venture agreement with La Mancha Australia Pty Ltd now acquired by Evolution Mining Limited (Evolution) whereby Evolution may earn up to 70% of the Binduli Gold Project near Kalgoorlie in Western Australia. Evolution may acquire a 51% interest in the Tenements by expending $200,000 in Year 1, plus $2.1M within 3 years, Evolution may elect to acquire a further 19% interest (for a total 70% interest) by expending a further $2.5M in a two year period.

(3) Farmin and JV with Mithril Resources Ltd whereby Mithril can earn an initial 60% interest by expending $2,000,000 within 4 years. Mithril may earn an additional 15% (75% total) by expending a further $2,000,000 over two years.

(4) BMG/IRC retains a 10% free carried in the Lehmanns tenements to the decision to mine point.

(5) Royalty of $0.50 per tonne of ore mined payable to IRC after the first 2.76 million tonnes (prepaid).

(6) IRC is entitled to a royalty of 3% gold recovered from the Otto Bore tenements.

(7) An earn in JV whereby EGS can earn 25% of the project areas by spending A$2m within a 2 year period and a further 25% by spending A$2m over the following 2 year period. EGS to solely contribute to further expenditure of $1.5m on the projects inclusive of a Bankable Feasibility Study to support a mill installation in the Mt Ida / Menzies region to earn a further 15%.

(8) Global Oil Shale has 100% ownership of the Julia Creek block of tenements subject to a right by Intermin to recover metal values from oil shale mineralisation outlined and from any tailings or residues produced by GOS as a result of oil or hydrocarbon production from the Julia Creek tenements.

(9) An earn-in JV whereby AXF can earn 25% of the project area by spending A$1m within a 1 year period and maintaining the project in good standing. AXF to solely contribute to further expenditure of $5m on the projects to earn a further 50% over a 3-year period.

MINERAL RESOURCES AND ORE RESERVES STATEMENT

Intermin has four JORC Compliant Mineral Resource Estimates shown by prospect in accordance with Tables 6 – 9. The tenements that relate to each project are included in the Intermin Tenement Schedule in Table 5.

Table 6
Teal Gold Project - Summary of Mineral Resources > 1.0g/t (refer Competent Persons Statement on Page 22 and ASX release dated 22 March 2017)

Deposit	Ore Type	Measured			Indicated			Inferred			Total Resource		
		Mt	Au (g/t)	Oz	Mt	Au g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
Teal Pit	Oxide	0.13	3.18	13,867							0.13	3.18	13,867
	Trans	0.03	3.35	3,856							0.03	3.35	3,856
	Ox+Tran	0.17	3.21	17,723							0.17	3.21	17,723
	All	**0.17**	**3.21**	**17,723**							**0.17**	**3.21**	**17,723**
Teal (Excl. Pit)	Oxide	0.08	1.78	5,110	0.02	1.58	1,180	0.00	1.89	320	0.11	1.75	6,610
	Trans	0.01	1.69	830	0.00	2.81	480	0.01	1.69	585	0.03	1.59	1,895
	Ox+Tran	0.10	1.77	5,940	0.02	1.80	1,660	0.02	1.74	905	0.15	1.72	8,505
	Primary	0.05	2.01	3,760	0.58	1.99	37,090	0.53	2.18	37,350	1.17	2.08	78,200
	All	**0.16**	**1.85**	**9,700**	**0.60**	**1.98**	**38,760**	**0.55**	**2.25**	**38,260**	**1.32**	**2.04**	**86,705**
Peyes Farm	Oxide				0.05	1.73	2,870	0.03	1.83	1,860	0.08	1.77	4,730
	Trans				0.02	1.58	1,330	0.03	1.77	1,730	0.05	1.70	3,060
	Ox+Tran				0.07	1.67	4,200	0.06	1.83	3,590	0.13	1.74	7,790
	Primary				0.07	1.8	4,100	0.30	1.66	16,390	0.37	1.72	20,490
	All				**0.14**	**1.74**	**8,300**	**0.36**	**1.72**	**19,980**	**0.50**	**1.73**	**28,280**
Jacques Find	Oxide							0.01	2.05	740	0.01	2.05	740
	Trans							0.02	3.01	1,940	0.02	3.01	1,940
	Ox+Tran							0.03	2.68	2,680	0.03	2.68	2,680
	Primary							0.22	3.30	24,000	0.22	3.30	24,000
	All							**0.25**	**3.22**	**26,680**	**0.25**	**3.22**	**26,680**
Global	Oxide	0.22	2.62	18,977	0.07	1.69	4,050	0.04	1.93	2,920	0.34	2.32	25,950
	Trans	0.05	2.86	4,686	0.03	1.83	1,810	0.06	1.97	4,255	0.14	2.24	10,750
	Ox+Tran	0.27	2.55	22663	0.10	1.73	5,860	0.11	1.96	7,175	0.49	2.30	36,700
	Primary	0.05	2.01	3,760	0.65	1.98	41,190	1.05	2.28	77,740	1.76	2.16	122,690
	All	**0.33**	**2.55**	**27,423**	**0.75**	**1.95**	**47,060**	**1.17**	**2.25**	**84,915**	**2.26**	**2.19**	**159,388**

Totals may differ due to rounding, Mineral Resource reported on a dry in-situ basis (Top cut of 12 g/t for Teal, 7g/t for Peyes and 12 g/t for Jacques Find applied).

Competent Persons Statement *- The information in this report that relates to Exploration results, Mineral Resources or Ore Reserves is based on information compiled by Messrs David O'Farrell, Simon Coxhell and Andrew Hawker. All are Members of the Australasian Institute of Mining and Metallurgy and are consultants to Intermin Resources Limited. The information was prepared and first disclosed under the JORC Code 2004 and has been updated to comply with the JORC Code 2012. Messrs O'Farrell, Coxhell and Hawker have sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that they are undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration, Results, Mineral Resource and Ore Reserves'. Messrs O'Farrell, Coxhell and Hawker consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.*

MINERAL RESOURCES AND ORE RESERVES STATEMENT

Table 7
Goongarrie Lady Gold Deposit - Summary of Mineral Resources > 1.0g/t (refer Competent Persons Statement on Page 23 and ASX release dated 16 August 2016)

Ore Type	Measured			Indicated			Inferred			Total Resource		
	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
Oxide				0.167	3.49	18,788				0.167	3.49	18,788
Transition				0.034	2.30	2,533				0.034	2.30	2,533
	Subtotal Oxide and Transition									**0.202**	**3.30**	**21,321**
Primary							0.070	1.64	3,707	0.070	1.64	3,707
All				**0.202**	**3.30**	**21,321**	**0.070**	**1.64**	**3,707**	**0.272**	**2.86**	**25,028**

Totals may differ due to rounding, Mineral Resource reported on a dry in-situ basis (Top cut of 20g/t).

Competent Persons Statement *- The information in this report that relates to Exploration results, Mineral Resources or Ore Reserves is based on information compiled by Messrs David O'Farrell, Simon Coxhell and Andrew Hawker. All are Members of the Australasian Institute of Mining and Metallurgy and are consultants to Intermin Resources Limited. The information was prepared and first disclosed under the JORC Code 2004 and has been updated to comply with the JORC Code 2012. Messrs O'Farrell, Coxhell and Hawker have sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that they are undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration, Results, Mineral Resource and Ore Reserves'. Messrs O'Farrell, Coxhell and Hawker consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.*

Table 8
Menzies Gold Project - Summary of Mineral Resources > 1.0g/t Au (refer Competent Persons Statement on Page 23 and ASX release dated 8 March 2016)

Deposit	Measured Resource			Indicated Resource			Inferred Resource			Total Resource		
	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz	Mt	Au (g/t)	Oz
Pericles				0.53	2.49	42,500				0.53	2.49	42,500
Yunndaga							1.58	2.03	103,000	1.58	2.03	103,000
Bellenger				0.24	2.63	19,900				0.24	2.63	19,900
Warrior							0.07	2.49	5,910	0.07	2.49	5,900
TOTAL				**0.77**	**2.52**	**62,400**	**1.65**	**2.05**	**108,910**	**2.42**	**2.20**	**171,310**

Totals may differ due to rounding, Mineral Resource reported on a dry in-situ basis (Top cut of 20g/t Au applied to grade)

Competent Persons Statement *- The information in this report that relates to Exploration results or Mineral Resources is based on information compiled by Mr David O'Farrell and Simon Coxhell. Both are Members of the Australasian Institute of Mining and Metallurgy and are consultants to Intermin Resources Limited. The information was prepared under the JORC Code 2012. Mr O'Farrell and Mr Coxhell have sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that they are undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration, Results, Mineral Resource and Ore Reserves'. Mr O'Farrell and Mr Coxhell consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.*

MINERAL RESOURCES AND ORE RESERVES STATEMENT

Table 9
Nanadie Well Cu-Au Project – Summary of Mineral Resources >0.1% Cu (refer Competent Persons Statement on Page 24 and ASX release dated 19 September 2013)

Ore Type	Inferred Resource				
	Mt	Cu (%)	Au (g/t)	Cu Metal (t)	Au (oz)
Oxide, Transitional and Primary	36.07	0.42	0.064	151,506	74,233

Competent Persons Statement *- The initial Nanadie Well Mineral Resource Estimate was compiled in 2013 (refer ASX announcement dated 19 September 2013). The information in this report that relates to Exploration results or Mineral Resources is based on information compiled by Messrs David O'Farrell and Simon Coxhell. Both are Members of the Australasian Institute of Mining and Metallurgy and are consultants to Intermin Resources Limited. The information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that it has not materially changed. Mr O'Farrell and Mr Coxhell have sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that they are undertaking to qualify as a Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration, Results, Mineral Resource and Ore Reserves'. Mr O'Farrell and Mr Coxhell consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.*

The mineral resource estimates for these projects were prepared and first disclosed under the then current JORC Code 2004. Dates of the relevant ASX public releases are shown in the Competent Persons Statement at the base of each table as it is shown in the individual project sections of this report. All these resources have not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported unless it is indicated. This is the case for the Teal, Menzies and Goongarrie Lady projects. Any future mineral resources and reserve estimates will be reported in accordance with the 2012 JORC Code.

CORPORATE GOVERNANCE - RESERVES AND RESOURCES CALCULATIONS

Due to the nature, stage and size of the Company's existing operations, Intermin is of the opinion there would be no efficiencies gained by establishing a separate Mineral Reserves and Resources committee responsible for reviewing and monitoring the Company's processes for calculating Mineral Reserves and Resources and for ensuring that the appropriate internal controls are applied to such calculations. However, the Company ensures that all Mineral Reserve and Resource calculations are prepared by competent, appropriately experienced geologists and are reviewed and verified independently by a qualified person.

COMPETENT PERSONS STATEMENT

Intermin Resources Ltd advises in accordance with Australian Stock Exchange Limited Listing Rules 5(6) that the exploration results contained within this Annual Report are based on information compiled by Mr David O'Farrell who is a member of the Australian Institute of Mining and Metallurgy. Mr O'Farrell is a consultant working for Intermin Resources Ltd and has consented in writing to the inclusion in this Annual Report of matter based on the information so compiled by him in the form and context in which it appears. Mr O'Farrell has sufficient experience relevant to the style of mineralisation and types of deposit under consideration to be qualified as a Competent Person as defined by the 2012 Edition of the "Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves".

The information in this report that relates to open pit ore resources has been compiled by Mr Simon Coxhell or Mr Andrew Hawker as indicated under each specific Mineral Resource Estimate table. Both Mr Coxhell and Mr Hawker are members of the Australian Institute of Mining and Metallurgy and are independent consultants to Intermin Resources Ltd. Mr Coxhell and Mr Hawker have sufficient experience that is relevant to the styles of mineralisation and types of deposit under consideration and to the activity that 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 Coxhell and Mr Hawker consent to the inclusion in this report of the matters based on his information in the form and context that the information appears.

DIRECTORS' REPORT

Your Directors have the pleasure in presenting their report together with the financial statements of the Group (hereafter referred to as the Group) for the financial year ended 30 June 2017 and the auditor's report thereon.

DIRECTORS

The following persons held office as Directors of Intermin Resources Ltd during the financial year and up to the date of this report:

- Peter Bilbe (appointed 1 July 2016 and appointed Chairman 21 November 2016)
- Jonathan Price
- David (Lorry) Hughes
- Peter Hayden Hunt, FCA

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

INFORMATION ON DIRECTORS AND OFFICERS

Peter Bilbe, B.Eng. (Mining) (Hons), MAusIMM, Chairman & Independent Non-Executive Director

Mr Bilbe is a Mining Engineer with over 40 years' experience in the Australian and International mining industry at the operating, corporate and business level. He has comprehensive experience in all facets of open pit and underground mining and processing operations including exploration, feasibility studies, construction and provision of mining contract services.

Directorships held in other listed companies in the past 3 years:
- Northern Iron Limited, Non-Executive Chairman, Appointed 5 November 2007, Resigned 16 May 2016
- Independence Group NL, Non-Executive Chairman, Appointed 6 April 2009

Jonathan Price, Managing Director

Mr Price has over 25 years' experience in Australia and overseas across all aspects of the industry including exploration, development, construction and mining operations in the gold and advanced minerals sectors. Jon graduated as a metallurgist and holds a Masters in Mineral Economics from the Western Australian School of Mines. He then worked in various gold and advanced mineral operations including general manager of the Paddington gold and St Ives gold operations in the Western Australian goldfields.

More recently, Jon was the founding Managing Director of Phoenix Gold Ltd, acquired by Evolution Mining Ltd. During his tenure, Jon oversaw the reconsolidation of underexplored tenure in the Western Australian goldfields and realised significant exploration success.

Directorships held in other listed companies in the past 3 years:
- Phoenix Gold Limited, Managing Director, Resigned 8 May 2015.

David (Lorry) Hughes, Executive Director

Mr Hughes is an Economic Geologist with over 22 years' experience and was previously Managing Director and CEO of South Boulder Mines Ltd from 2008 – 2013 during a highly successful period. He has held executive and senior management positions on mining and development projects for companies including Energy Metals Ltd, CSA Global, Rio Tinto, Barrick and Australian Vanadium Resources Ltd.

He has comprehensive mining, exploration and development experience from numerous gold mines in Western Australia and worldwide, including mining in Malaysia and exploration & development in Indonesia and Eritrea. His experience includes company promotion, strategy & financing, feasibility studies, geological resource interpretation and estimation, mine planning optimisation and environmental management.

Directorships held in other listed companies in the past 3 years:
- Nil

Peter Hunt, Independent Non-Executive Director

Mr Hunt has been a Non-Executive Director of Intermin Resources Ltd since 25 October 1989, and is a member of the Institute of Chartered Accountants in Australia and an experienced Company Director. He is also a member of the Audit Committee.

Directorships held in other listed companies in the past 3 years:
- Xped Limited, Non-Executive Director, Appointed 4 September 2017.
- Metaliko Resources Limited, Non-Executive Director, Appointed 28 June 2012, Resigned 12 January 2017.

INFORMATION ON DIRECTORS AND OFFICERS (CONTINUED)

Bianca Taveira, Company Secretary

Ms Taveira has been the Company Secretary of Intermin Resources Ltd since 15 February 2010. Ms Taveira has been providing administration and secretarial services to many listed and unlisted public companies for over 15 years.

CORPORATE INFORMATION

Intermin Resources Ltd is a Company limited by shares that is incorporated and domiciled in Australia.

PRINCIPAL ACTIVITIES

The principal continuing activities during the year of the Group, constituted by Intermin Resources Ltd and the entities it controlled during the year, consisted of exploration for and mining of gold and other mineral resources.

OPERATING RESULTS

The net loss of the Group for the year ended 30 June 2017, after providing for income tax, amounted to $389,685 (2016: loss $2,999,814). This loss was after taking into account the decrease of $1,309,006 in net value of the group's shareholding in Reward Minerals Ltd.

REVIEW OF OPERATIONS

Exploration Activity

Please refer to the Exploration and Development Activities of the Activities Report for detailed information on the Group's exploration activities over the past year.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

- On 1 July 2016 Mr Peter Bilbe was appointed as Non-Executive Director of the Company.
- On 19 July 2016 the Company executed a Heads of Agreement with Resource Mining Pty Ltd for the development of Teal Stage 1.
- On 27 July 2016 the Company had secured an ore treatment agreement with Paddington Gold Pty Ltd for Teal Stage 1 development.
- On 5 September 2016 the Company had formed a strategic earn-in Joint Venture with Eastern Goldfields Ltd at the Company's Menzies and Goongarrie projects.
- On 9 September 2016 the Company had successfully completed a placement of 32.17 million shares at $0.12 per share to raise $3.86 million. The placement included 6.25 million shares issued to Eastern Goldfields Ltd (EGS) as first part of total strategic investment of $1.5m as announced on 5 September 2016.
- On 17 October 2016 the Company issued 830,000 shares at $0.12 per share to Mr Peter Bilbe (80,000 shares), Mr Jon Price (500,000 shares) and Mr Lorry Hughes (250,000 shares) as part of the share placement. In addition, the Company issued 5,000,000 unlisted options (exercisable on or before 31 July 2018 at $0.075 per share) to Mr Jon Price (50%) and Mr Lorry Hughes (50%), and 1,750,000 unlisted options (exercisable on or before 31 July 2018 at $0.125 per share) to Mr Peter Bilbe, under Employee Incentive Scheme as approved in General Meeting.
- On 18 October 2016 drilling program commenced at the Teal gold project.
- On 27 October 2016 the Company issued 1,399,498 shares at $0.12 per share to eligible shareholders who participated in the Share Purchase Plan. In addition, the Company had allotted 16,500,000 free Placement Options and 699,747 free SPP options both with exercise price of $0.17 per share and expiry date 31 August.
- On 28 October 2016 the Company issued 500,000 shares at $0.12 per share to CPS Capital (50%) and Jett Capital Advisors (50%) in lieu of services for completion of placement as per mandate.
- On 21 November 2016 the Company appointed Mr Peter Bilbe as Non-Executive Chairman.
- On 9 January 2017 the Company issued 560,000 shares at $0.10 per share as consideration for the acquisition of one exploration license, two prospecting licenses and one mining lease in the Kalgoorlie region.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS (CONTINUED)

- On 24 January 2017 the Company issued 250,000 shares at $0.10 per share as consideration for the acquisition of 30% interest on one mining lease in the Menzies Region.
- On 24 January 2017 the Company received $736,000 as final payment for the Wiluna Calcines project from Blackham Resources pursuant to the Sales agreement as announced to the ASX on 13 May 2016.
- On 25 January 2017 the Company issued 166,667 shares at $0.12 per share to AXF Resources Pty Ltd (AXF), a wholly owned subsidiary of the AXF Group, as part of consideration in relation to the joint venture between IRC and AXF to advance the Richmond Vanadium – Molybdenum project as announced on 13 December 2016.
- On 3 March 2017 the Company entered into a tenement sale agreement with Metaliko Resources Ltd (100% owned subsidiary of Echo Resources Ltd) to purchase 100% of the Anthill gold project for a cash consideration of $300,000 and $5/oz Royalty on the first 100,000 ounces mined from the project as announced on 8 March 2017. The full purchase price of $300,000 has been paid by 30 June 2017, with acquisition completed in July 2017.
- On 20 March 2017 the Company issued 6.25 million shares at $0.12 per share to EGS as second part of total strategic investment of $1.5m as announced on 5 September 2016.
- On 15 May 2017 the Company received first ore sales payment of $0.5m from Teal gold mine.
- During the financial year a total of 14,819,669 options were exercised at $0.075 per share.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

- On 6 July 2017 the Company announced that the acquisition of 100% of the Anthill gold project has been completed.
- On 25 July 2017 the Company announced that repayment of Resource Mining capital investment of $2.1m in Teal gold project completed.
- On 1 August 2017 the Company announced that Teal Stage 2 and 3 feasibility studies commenced.
- On 6 September 2017 the Company announced that mining of Teal Stage 2 has commenced.

There are no other matters or circumstances that have arisen since 30 June 2017 that have or may significantly affect the operations, results, or state of affairs of the Group in future financial periods.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

In the opinion of the Directors it would prejudice the interests of the Group to provide additional information, beyond that reported in this Annual Report, relating to likely developments in the operations of the Group and the expected results of those operations in financial years ended subsequent to 30 June 2017.

DIVIDENDS PAID OR RECOMMENDED

Since the end of the previous financial year, no amount has been paid or declared by way of dividend. The Directors do not recommend that any dividend be paid.

MEETINGS OF DIRECTORS

The number of directors' meetings (including meetings of committees of Directors) held and attended by each of the Directors of the Group during the year were:

	Circular Resolutions		Full Meetings of Directors		Audit Committee	
Directors	**Eligible To Participate**	**Number Attended**	**Eligible To Participate**	**Number Attended**	**Eligible To Participate**	**Number Attended**
Peter Hunt	7	7	8	8	1	1
Jonathan Price	7	7	8	8	0	0
Lorry Hughes	7	7	8	8	0	0
Peter Bilbe	7	7	8	8	1	1

DIRECTORS INTERESTS

As at the date of this report interests of the Directors in the shares of the Company were:-

	Ordinary Shares		Listed Options Expiring 31 August 2018 at $0.17		Unlisted Options		Total Holdings	
Directors	Direct Interest	Indirect Interest	Direct Interest	Indirect Interest	Direct Interest	Indirect Interest	Shares	Options
Peter Hunt	-	6,261,699	-	-	-	-	**6,261,699**	**-**
Jonathan Price	1,701,826	-	250,000	-	2,500,000*	-	**1,701,826**	**2,750,000**
Lorry Hughes	112,273	2,414,980	-	125,000	-	2,500,000*	**2,527,253**	**2,625,000**
Peter Bilbe	80,000	-	40,000	-	1,750,000**	-	**80,000**	**1,790,000**

*Expiring 31 July 2018 at $0.075
** Expiring 31 July 2018 at $0.125

SHARES UNDER OPTION

Unissued ordinary shares of Intermin Resources Ltd under option as at the date of this report are as follows:

Nature	Expiry Date	Exercise Price of Options	Number under Option
Unlisted Options	31 July 2018	0.125	1,750,000
Unlisted Options	31 July 2018	0.075	5,000,000
Listed Options	31 August 2018	0.170	23,674,747
			30,424,747

Option holders do not have any rights to participate in any issues of shares or other interests in the Company or any other entity.

There have been no unissued shares or interests under option of any controlled entity within the Group during or since the end of the reporting period.

No person entitled to exercise the option had or has any right by virtue of the option to participate in any share issue of any other body corporate.

AUDITED REMUNERATION REPORT

The information provided in this remuneration report has been audited as required by section 308(3C) of the Corporations Act 2001.

The key management personnel of the Company are the Directors. There are no executives, other than Directors, who have the authority and responsibility for planning, directing and controlling the activities of the Company.

REMUNERATION GOVERNANCE

The role of the Remuneration Committee has been assumed by the full Board. The Board's policy for determining the nature and amount of remuneration for board members and senior Executives of the Company is as follows:

The objective of the Company's policy is to provide remuneration that is competitive and appropriate. The Board ensures that executive reward satisfies the following key criteria for good reward governance practices:

(i) competitiveness and reasonableness;
(ii) acceptability to shareholders;
(iii) transparency;
(iv) and capital management.

AUDITED REMUNERATION REPORT (CONTINUED)

Details of Remuneration for the Year Ended 30 June 2017

The remuneration for each Director of the Group receiving remuneration during the year was:

(a) Directors' Remuneration

		Short Term Benefits			Long Term Benefits	
Name		Salary & Wages $	Directors' Fee $	Share based payments $	Post Employment Superannuation $	Total $
Peter Bilbe	**2017**	**-**	**50,104**	**86,073**	**4,760**	**140,937**
(Chairman)	2016	-	-	-	-	-
Peter Hunt	**2017**	**-**	**40,000**	**-**	**6,000**	**46,000**
(Non Executive Director)	2016	-	40,000	-	6,000	46,000
Jonathan Price	**2017**	**257,500**	**-**	**152,175**	**26,737**	**436,412**
(Managing Director)	2016	96,301	13,699	-	15,000	125,000
Lorry Hughes	**2017**	**210,000**	**-**	**152,175**	**19,950**	**382,125**
(Executive Director)	2016	12,717	2,283	-	1,425	16,425
Total	**2017**	**467,500**	**90,104**	**390,423**	**57,447**	**1,005,474**
Total	2016	109,018	55,982	-	22,425	187,425

The Company has no formal policy regarding the provision of Directors' remuneration. Directors' fees in total are determined by the shareholders in a general meeting. No cash bonuses have been issued to Directors.

There were no key management personnel employed by the Group during the year for which disclosure of remuneration is required, apart from the directors' remuneration disclosed above.

Shareholders have approved Directors' Fees in total up to $150,000 per annum.

Directors are not under contract. Directors that are not on a salary may be paid consulting fees for specialist services beyond normal duties at commercial rates calculated according to the amount of time spent on Company business. In the year ended 30 June 2017 the directors have received share-based compensation for services as directors of the Company. Full details are included below.

The share price of the Company has fluctuated with the markets and has also been influenced by the Company's investments in other ASX listed companies. Over the past five years the directors' fees have relatively remained static and have not been influenced by the fluctuating share price.

PERFORMANCE BASED REMUNERATION

There was no Performance-based remuneration paid to Directors during the financial year.

(b) Directors' Interests in the Shares of the Company

Shares

The number of shares in the Company held during the financial year by each director of Intermin Resources Ltd, including their personally related parties, is set out below. There were no shares granted as compensation during the year.

2017	Balance at the start of the year	Balance held at appointment	Purchase of shares	Sale of Shares	Exercise of Options	Balance at the end of the year
Peter Bilbe	-	-	80,000	-	-	80,000
Peter Hunt	5,565,954	-	-	-	695,745	6,261,699
Jonathan Price	800,000	-	605,000	-	296,826	1,701,826
Lorry Hughes	1,715,168	-	250,000	-	562,085	2,527,253
TOTAL	**8,081,122**	**-**	**935,000**	**-**	**1,554,656**	**10,570,778**

AUDITED REMUNERATION REPORT (CONTINUED)

(b) Directors' Interests in the Shares of the Company (continued)

2016	Balance at the start of the year	Balance held at appointment	Purchase of shares	Sale of Shares	Balance held at resignation	Balance at the end of the year
Peter Hunt	4,174,465	-	1,391,489	-	-	5,565,954
Dr Michael Ruane	44,385,186	-	17,224,368	(942,667)	(60,666,887)	-
Robin Dean	50,000	-	16,667	-	(66,667)	-
Jonathan Price	-	800,000	-	-	-	800,000
David Hughes	-	1,715,168	-	-	-	1,715,168
TOTAL	**48,609,651**	**2,515,168**	**18,632,524**	**(942,667)**	**(60,733,554)**	**8,081,122**

(c) Directors' Interests in the Options of the Company

2017	Balance at the start of the year	Balance held at appoint-ment	Options granted as remunera-tion	Options issued	Options exercised during year	Options expired	Balance at 30/06/17	Bal. vested and exercisable at 30/06/17
	No.	No.	No.	No.	No.	No.	No.	No.
Peter Bilbe	-	-	1,750,000	40,000	-	-	1,790,000	1,790,000
Peter Hunt	695,745	-	-	-	695,745	-	-	-
Jonathan Price	296,826	-	2,500,000	250,000	296,826	-	2,750,000	2,750,000
David Hughes	562,085	-	2,500,000	125,000	562,085	-	2,625,000	2,625,000
TOTAL	**1,554,656**	-	**6,750,000**	**415,000**	**1,554,656**	-	**7,165,000**	**7,165,000**

2016	Balance at the start of the year	Balance held at appoint-ment	Options issued	Options vested during year	Options expired	Balance at 30/06/16	Balance held at resignation	Bal. vested and exercisable at 30/06/16
	No.	No.	No.	No.	No.	No.	No.	No.
Robin Dean	-	-	8,334	-	-	-	8,334	-
Dr Michael Ruane	-	-	7,418,286	-	-	-	7,418,286	-
Peter Hunt	-	-	695,745	-	-	695,745	-	695,745
Jonathan Price	-	-	296,826	-	-	296,826	-	296,826
David Hughes	-	-	562,085	-	-	562,085	-	562,085
TOTAL	-	-	**8,981,276**	-	-	**1,554,656**	**7,426,620**	**1,554,656**

(d) Share-Based Compensation

Directors Options

In the year ended 30 June 2017, the Company provided benefits to employees (including directors) of the Company in the form of share-based payment transactions, whereby options to acquire ordinary shares were issued as an incentive to improve Director and shareholder goal congruence.

AUDITED REMUNERATION REPORT (CONTINUED)

Details of options over ordinary shares in the Company provided as remuneration to the Directors' of Intermin Resources Ltd are set out below. When exercisable, each option is convertible into one ordinary share of Intermin Resources Ltd.

Director Name	No of options granted	Grant and Vesting Date	Expiry Date	Exercise Price	Value per option at Grant Date	Value of options at grant date	Vested	2017 Vested value of options
Jonathan Price	2,500,000	17 October 2016	31 July 2018	$0.075	$0.061	$152,175	100%	$152,175
Lorry Hughes	2,500,000	17 October 2016	31 July 2018	$0.075	$0.061	$152,175	100%	$152,175
Peter Bilbe	1,750,000	17 October 2016	31 July 2018	$0.125	$0.049	$86,073	100%	$86,073

The fair value of the options was determined using the Black-Scholes valuation methodology. An amount of $390,423 is included in the Statement of Financial Performance and Statement of Changes in Equity for the year ended 30 June 2017.

The assessed fair value at grant date of options granted to the individuals is allocated equally over the period from grant date to vesting date, and the amount is included in the remuneration tables above. Fair values at grant date are independently determined using a Black & Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option.

(e) Other Transactions with Key Management Personnel

There were no other transactions with Key Management Personnel during the year.

This is the end of the Audited Remuneration Report.

INSURANCE OF OFFICERS

During the financial year, Intermin Resources Ltd has insured certain officers of the Company and related bodies corporate.

The officers of the Company covered by the insurance policy include the Directors: Peter Bilbe, Peter Hunt, Jonathan Price, David Hughes, and Secretary Bianca Taveira.

The liabilities insured include costs and expenses that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Company or a related body corporate. The contract prohibits disclosure of the nature of the liabilities insured and the amount of the premium.

NON-AUDIT SERVICES

The Directors are satisfied that the provision of non-audit services, during the year, by the auditor or a related practice of the auditor is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

No non-audit services have been provided by the Company's auditors in year ended 30 June 2017. Remuneration paid to the Company's auditors is detailed in Note 18 of this report.

AUDITOR'S INDEPENDENCE DECLARATION

In accordance with section 307C of the Corporations Act 2001, the Directors have obtained a declaration of independence from Rothsay Chartered Accountants, the Group's auditor, as presented on page 33 of this Annual Report.

ENVIRONMENTAL REGULATION

The Group's exploration and mining operations are subject to environment regulation under the laws of the Commonwealth and the States. The Company holds exploration/mining tenements in Western Australia, Northern Territory and Queensland and thus is subject to the Mining Acts of these states, each with specific conditions relating to environmental management. In some instances bonds are held by the Company's bank in favour of the Minister for Mines to be released to the Company when the Minister is satisfied that conditions imposed on tenement licences have been met. In some jurisdictions Cash Bonds must be lodged with the relevant Department until conditions are fulfilled. Bonds currently in place in respect of the Company's tenement holdings are tabulated below.

Tenement Number	Tenement Name	Bond Held $
MLs150, 151	White Range	257,927*

*Pursuant to the White Range Mining Tenement Sale Agreement dated 18 January 2013 the Purchaser Red Dingo Corporation Pty Ltd is required to replace the Security Bond allowing refund of the current $257,927 to Intermin.

The Directors advise that during the year ended 30 June 2017, no claim has been made by any competent authority that any environmental issues, no condition of license or notice of intent has been breached, and no claim has been made for increase of bond.

The Directors have considered compliance with the National Greenhouse and Energy Reporting Act 2007 which requires entities to report annual greenhouse gas emissions and energy use. For the measurement period 1 July 2016 to 30 June 2017 the directors have assessed that there are no current reporting requirements, but may be required to do so in the future.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Group or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Group was not a party to any such proceedings during the year.

This report is made in accordance with a resolution of directors, and signed for on behalf of the board by:

JONATHAN PRICE
Managing Director

Perth, WA
29 September 2017

AUDITOR'S INDEPENDENCE DECLARATION

ROTHSAY

Level 1, Lincoln House, 4 Ventnor Avenue, West Perth WA 6005
P.O. Box 8716, Perth Business Centre WA 6849
Phone (08) 9486 7094 www.rothsayresources.com.au

The Directors
Intermin Resources Ltd
PO Box 1104
Nedlands WA 6909

Dear Sirs

In accordance with Section 307C of the Corporations Act 2001 (the "Act") I hereby declare that to the best of my knowledge and belief there have been:

i) no contraventions of the auditor independence requirements of the Act in relation to the audit of the 30 June 2017 financial statements; and

ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Graham R Swan FCA (Lead auditor)

Rothsay Auditing

Dated 29 September 2017

Chartered Accountants

Liability limited by the Accountants Scheme, approved under the Professional Standards Act 1994 (NSW).

DIRECTORS' DECLARATION

The Directors of the Company declare that, in the opinion of the Directors:

1. The financial statements, comprising the consolidated statement of comprehensive income, consolidated statement of financial position, consolidated statement of changes in equity, consolidated statement of cash flows and accompanying notes, set out on pages 35 to 62 are in accordance with the *Corporations Act 2001* including:

(a) complying with Accounting Standards and the Corporations Regulations 2001 and other mandatory professional reporting requirements;

(b) giving a true and fair view of the financial position as at 30 June 2017 and of the performance for the year ended on that date of the Group; and

2. The Company has included in the notes to the financial statements an explicit and unreserved Statement of Compliance with International Financial Reporting Standards.

3. The Directors have been given the declaration by the Managing Director required by Section 295A.

4. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

JON PRICE
Managing Director

Perth, WA
29 September 2017

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 $	2016 $
Continuing Operations			
Gold sales		9,803,385	-
Interest income	2	49,626	32,440
Other income	3	256,667	296,862
Total revenue from Continuing Operations		**10,109,678**	**329,302**
Cost of sales	4	(8,007,334)	-
Exploration and evaluation expenditure	4	(79,405)	(97,898)
Depreciation expenses	4	(30,172)	(34,677)
Net decrease in fair value of financial assets at fair value through profit or loss	4/9	(1,309,006)	(1,731,006)
Employee benefits expense		(337,994)	(145,215)
Share based payments	21	(390,423)	-
Building and occupancy costs	4	(58,230)	(11,906)
Loss on sale of tenements	4/12	-	(1,153,488)
Consultancy and professional fees		(94,365)	(58,377)
Interest expense	25a	-	(1,812)
Other expenses		(192,434)	(94,737)
(Loss)/Profit from continuing operations before income tax		**(389,685)**	**(2,999,814)**
Income tax (expense)/benefit	6	-	-
(Loss)/Profit for the year		**(389,685)**	**(2,999,814)**
(Loss)/Profit for the year and total comprehensive income attributable to owners of Intermin Resources Ltd		**(389,685)**	**(2,999,814)**

		2017	2016
Basic earnings/loss per share	17	(0.21) cents	(1.94) cents
Diluted earnings/loss per share	17	(0.21) cents	(1.94) cents

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 30 JUNE 2017

	Note	2017 $	2016 $
Current assets			
Cash and cash equivalents	7	3,030,060	1,916,749
Trade and other receivables	8	6,680,584	880,705
Total current assets		**9,710,644**	**2,797,454**
Non-current assets			
Financial assets at fair value through profit or loss	9	1,221,648	2,541,684
Other assets	10	257,927	257,927
Property, plant and equipment	11	246,289	261,908
Exploration, evaluation and development expenditure	12	14,166,133	7,955,500
Total non-current assets		**15,891,997**	**11,017,019**
Total assets		**25,602,641**	**13,814,473**
Current liabilities			
Trade and other payables	13	6,239,286	330,241
Total current liabilities		**6,239,286**	**330,241**
Non-current liabilities			
Provisions	14	100,000	100,000
Total non-current liabilities		**100,000**	**100,000**
Total liabilities		**6,339,286**	**430,241**
Net assets		**19,263,355**	**13,384,232**
Equity			
Contributed equity	15a	26,848,742	20,980,357
Reserves	16a	684,303	283,880
Accumulated losses	16b	(8,269,690)	(7,880,005)
Total equity		**19,263,355**	**13,384,232**

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2017

Group	Contributed Equity $	Asset Revaluation Reserve $	Share based payment Reserve $	Accumulated Losses $	Total Equity $
Balance at 1 July 2015	18,668,030	144,976	138,904	(4,880,191)	14,071,719
Shares issued during the year	2,361,587	-	-	-	2,361,587
Shares issue costs	(49,260)	-	-	-	(49,260)
Total comprehensive profit/(loss) for the year	-	-	-	(2,999,814)	(2,999,814)
Balance at 30 June 2016	**20,980,357**	**144,976**	**138,904**	**(7,880,005)**	**13,384,232**
Balance at 1 July 2016	20,980,357	144,976	138,904	(7,880,005)	13,384,232
Shares issued during the year	6,158,666	-	-	-	6,158,666
Part payment for subscription of shares	300,000	-	-	-	300,000
Shares issue costs	(590,281)	-	-	-	(590,281)
Options issued during the year	-	-	400,423	-	400,423
Total comprehensive profit/(loss) for the year	-	-	-	(389,685)	(389,685)
Balance at 30 June 2017	**26,848,742**	**144,976**	**539,327**	**(8,269,690)**	**19,263,355**

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

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 $	2016 $
Cash flows from operating activities			
Receipts from customers		3,535,656	90,589
Payments to suppliers and employees		(2,408,280)	(287,100)
Interest received		56,903	25,159
Security bonds		-	(17,100)
R & D tax refund received		-	121,874
Net cash inflow/(outflow) from operating activities	20a	1,184,279	(66,578)
Cash flows from investing activities			
Payments for property, plant and equipment		(25,918)	(21,500)
Payment for purchase of investments		-	(7,620)
Proceeds from sale of investments		12,670	415,538
Proceeds from sale of property, plant and equipment		35,627	-
Proceeds from sale of tenements		700,000	800,000
Payments for exploration, evaluation and mine development expenditure		(6,523,028)	(1,782,336)
Net cash inflow (outflow) from investing activities		(5,800,649)	(595,918)
Cash flows from financing activities			
Proceeds from issues of shares		6,158,666	2,361,587
Part payment for subscription of shares		300,000	-
Shares issue cost		(590,281)	(49,260)
Interest paid on loans		(138,704)	-
Repayment of loans		-	(659,000)
Net cash (outflow) inflow from financing activities		5,729,681	1,653,327
Net increase (decrease) in cash and cash equivalents		1,113,311	990,831
Cash and cash equivalents at the beginning of the financial year		1,916,749	925,918
Cash and cash equivalents at the end of the financial year	7	**3,030,060**	**1,916,749**

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

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity
This financial report of Intermin Resources Ltd ('the Company') for the year ended 30 June 2017 comprises the Company and its subsidiary (collectively referred to as 'the Consolidated Entity or the Group'). Intermin Resources Ltd is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange. The financial report was authorised for issue in accordance with a resolution of Directors dated 29 September 2017.

The following is a summary of the material accounting policies adopted by the Group in the preparation of the financial report.

1a Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Australian Accounting Interpretations and the *Corporations Act 2001*. The functional and presentation currency of Intermin Resources Ltd is in Australian Dollars.

Compliance with IFRSs
The financial statements of Intermin Resources Ltd also comply with International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standards Board (IASB).

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Group for the annual reporting period ended 30 June 2016. The Group's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the Group, are set out below.

AASB 9 Financial Instruments

This standard is applicable to annual reporting periods beginning on or after 1 January 2018. The standard replaces all previous versions of AASB 9 and completes the project to replace IAS 39 'Financial Instruments: Recognition and Measurement'. AASB 9 introduces new classification and measurement models for financial assets. A financial asset shall be measured at amortised cost, if it is held within a business model whose objective is to hold assets in order to collect contractual cash flows, which arise on specified dates and solely principal and interest. All other financial instrument assets are to be classified and measured at fair value through profit or loss unless the entity makes an irrevocable election on initial recognition to present gains and losses on equity instruments (that are not held-for-trading) in other comprehensive income ('OCI'). For financial liabilities, the standard requires the portion of the change in fair value that relates to the entity's own credit risk to be presented in OCI (unless it would create an accounting mismatch). New simpler hedge accounting requirements are intended to more closely align the accounting treatment with the risk management activities of the group. New impairment requirements will use an 'expected credit loss' ('ECL') model to recognise an allowance. Impairment will be measured under a 12-month ECL method unless the credit risk on a financial instrument has increased significantly since initial recognition in which case the lifetime ECL method is adopted. The standard introduces additional new disclosures. The Group will adopt this standard from 1 July 2018 but the impact of its adoption is yet to be assessed by the Group.

AASB 15 Revenue from Contracts with Customers

This standard is applicable to annual reporting periods beginning on or after 1 January 2018. The standard provides a single standard for revenue recognition. The core principle of the standard is that an entity will recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The standard will require: contracts (either written, verbal or implied) to be identified, together with the separate performance obligations within the contract; determine the transaction price, adjusted for the time value of money excluding credit risk; allocation of the transaction price to the separate performance obligations on a basis of relative stand-alone selling price of each distinct good or service, or estimation approach if no distinct observable prices exist; and recognition of revenue when each performance obligation is satisfied. Credit risk will be presented separately as an expense rather than adjusted to revenue. For goods, the performance obligation would be satisfied when the customer obtains control of the goods. For services, the performance obligation is satisfied when the service has been provided, typically for promises to transfer services to customers. For performance obligations satisfied over time, an entity would select an appropriate measure of progress to determine how much revenue should be recognised as the performance obligation is satisfied. Contracts with customers will be presented in an entity's statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the entity's performance and the customer's payment.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New Accounting Standards and Interpretations not yet mandatory or early adopted (continued)

Sufficient quantitative and qualitative disclosure is required to enable users to understand the contracts with customers; the significant judgments made in applying the guidance to those contracts; and any assets recognised from the costs to obtain or fulfil a contract with a customer. The Group will adopt this standard from 1 July 2018 but the impact of its adoption is yet to be assessed by the Group.

AASB 16 Leases

This standard is applicable to annual reporting periods beginning on or after 1 January 2019. The standard replaces AASB 117 'Leases' and for lessees will eliminate the classifications of operating leases and finance leases. Subject to exceptions, a 'right-of-use' asset will be capitalised in the statement of financial position, measured as the present value of the unavoidable future lease payments to be made over the lease term. The exceptions relate to short-term leases of 12 months or less and leases of low-value assets (such as personal computers and small office furniture) where an accounting policy choice exists whereby either a 'right-of-use' asset is recognised or lease payments are expensed to profit or loss as incurred. A liability corresponding to the capitalised lease will also be recognised, adjusted for lease prepayments, lease incentives received, initial direct costs incurred and an estimate of any future restoration, removal or dismantling costs. Straight-line operating lease expense recognition will be replaced with a depreciation charge for the leased asset (included in operating costs) and an interest expense on the recognised lease liability (included in finance costs). In the earlier periods of the lease, the expenses associated with the lease under AASB 16 will be higher when compared to lease expenses under AASB 117. However EBITDA (Earnings Before Interest, Tax, Depreciation and Amortisation) results will be improved as the operating expense is replaced by interest expense and depreciation in profit or loss under AASB 16. For classification within the statement of cash flows, the lease payments will be separated into both a principal (financing activities) and interest (either operating or financing activities) component. For lessor accounting, the standard does not substantially change how a lessor accounts for leases. The Group will adopt this standard from 1 July 2019 but the impact of its adoption is yet to be assessed by the Group.

Historical Cost Convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets.

Critical Accounting Estimates

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 30.

1b Principles of consolidation

(i) Subsidiaries

The consolidated financial statements comprise the financial statements of Intermin Resources Ltd and its controlled entity, Black Mountain Gold Ltd. As at 30 June 2017, Intermin Resources Ltd and its subsidiary together are referred to in this financial report as the Consolidated Entity or the Group.

Control exists where the Company has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with the Company to achieve the objectives of the Company. All inter-company balances and transactions between entities in the Group, including any unrealised profits and losses have been eliminated on consolidation. Non-controlling interests in the results and equity of the consolidated entities are shown separately in the consolidated statement of comprehensive income and consolidated statement of financial position respectively.

Where control of an entity is obtained during a financial year, its results are included in the consolidated statement of comprehensive income from the date on which control commences. They are de-consolidated from the date that control ceases.

(ii) Joint ventures

Joint ventures entered into are not separate legal entities but rather are contractual arrangements between the participants for the sharing of costs and output and do not in themselves generate revenue and profit. Details of the joint ventures are set out in Note 22.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1c Income tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the national income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates which are enacted or substantively enacted for each jurisdiction. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability. An exception is made for certain temporary differences arising from the initial recognition of an asset or a liability. No deferred tax asset or liability is recognised in relation to these temporary differences if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax liabilities and assets are not recognised for temporary differences between the carrying amount and tax bases of investments in controlled entities where the parent is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Current and deferred tax balances attributable to amounts recognised directly in other comprehensive income/equity are also recognised directly in other comprehensive income/equity.

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the reporting date.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

The Group is not consolidated for income tax purposes.

1d Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances and amounts collected on behalf of third parties. Revenue is recognised for major business activities as follows:

(i) Sale of gold

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable. Revenue is recognised when the significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably and the amount of revenue can be measured reliably.

(ii) Interest income

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

(iii) Other services

Other debtors are recognised at the amount receivable and are due for settlement within 30 days from the end of the month in which services were provided.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1e Mineral prospects and exploration expenditure thereon

The Group's policy with respect to exploration expenditure is to write off all costs unless the directors and management are of the view that there is a reasonable prospect that the costs may be recovered in future income years. Costs that may reasonably be expected to be recovered are capitalised to the statement of financial position as a non-current asset and accumulated separately for each area of interest. Such expenditure comprises net direct cash and where applicable, an apportionment of related overhead expenditure.

Each area of interest is limited to a size related to a known or probably mineral resource capable of supporting a mining operation. Expenditure is not carried forward in respect of any area of interest unless the Group's right to tenure to that area of interest is current.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest. At 30 June 2016, the Directors considered that the carrying value of the mineral tenement interests of the Group was as shown in the accounts and did not need adjusting.

Exploration and evaluation assets are transferred to Development Phase assets once technical feasibility and commercial viability of an area of interest is demonstrable. Exploration and evaluation assets are tested for impairment, and any impairment loss is recognised, prior to being reclassified.

1f Mine properties and mining assets

Mine properties represents the acquisition cost and/or accumulated exploration, evaluation and development expenditure in respect of areas of interest in which mining has commenced.

Mine development costs are deferred until commercial production commences. When commercial production is achieved mine development is transferred to mine properties, at which time it is amortised on a unit of production basis based on ounces mined over the total estimated resources related to this area of interest.

Significant factors considered in determining the technical feasibility and commercial viability of the project are the completion of a feasibility study, the existence of sufficient resources to proceed with development and approval by the board of Directors to proceed with development of the project.

Deferred stripping costs

Stripping is the process of removing overburden and waste materials from surface mining operations to access the ore. Stripping costs are capitalised during the development of a mine and are subsequently amortised over the life of mine on a units of production basis, where the unit of account is ounces of gold sold.

1g Non-derivative financial assets existing on or acquired after 1 July 2009

The classification and measurement model for financial assets existing on or acquired after 1 July 2009, the date the Group adopted AASB 9, is outlined below.

Financial assets at amortised cost and the effective interest rate method

A financial asset is measured at amortised cost if the following conditions are met:

- the objective of the Group's business model is to hold the asset to collect contractual cash flows;
- the contractual cash flows give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal outstanding; and
- the group does not irrevocably elect at initial recognition to measure the instrument at fair value through profit or loss to minimise an accounting mismatch.

Amortised cost instruments are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition the carrying amount of amortised cost instruments is determined using the effective interest method, less any impairment losses.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1g Non-derivative financial assets existing on or acquired after 1 July 2009 (continued)

Financial assets at fair value through profit or loss

Financial assets other than equity instruments that do not meet the above amortised cost criteria are measured at fair value through profit or loss. This includes financial assets that are held for trading and investments that the Group manages based on their fair value in accordance with the Group's documented risk management and/or investment strategy.

Equity instruments are measured at fair value through profit or loss unless the Group irrevocably elects at initial recognition to present the changes in fair value in other comprehensive income as described below.

Upon initial recognition, financial assets measured at fair value through profit or loss are recognised at fair value and any transaction costs are recognised in profit or loss when incurred. Subsequent to initial recognition, financial assets at fair value through profit or loss are measured at fair value, and changes therein are recognised in profit or loss.

1h Impairment of assets

Mining tenements assets and other intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Other assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash flows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

1i Plant and equipment

Plant and equipment is stated at historical cost less depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit and loss during the financial period in which they are incurred.

Depreciation is calculated on a diminishing value basis to write off the net cost of each item of plant and equipment over its expected useful life to the Group. The expected useful lives are as follows:

Plant and equipment 5 - 10 years.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount (Note 1g).

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the profit and loss.

1j Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts. Trade receivables are due for settlement no more than 30 days from the date of recognition.

Collectability of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off. An allowance account (provision for impairment of trade receivables) is established when there is objective evidence that the Group will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is recognised in the profit and loss.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1k Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial year and which are unpaid, together with assets ordered before the end of the financial year. The amounts are unsecured and are usually paid within 30 days of recognition.

1l Employee benefits

(i) Wages and salaries, annual leave and sick leave

Liabilities for wages and salaries, including non-monetary benefits and annual leave expected to be settled within 12 months of the reporting date are recognised in other payables in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Annual leave has been accrued as at 30 June 2017.

(ii) Long service leave

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experiences of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Long service leave has been accrued as at 30 June 2017.

(iii) Share-based payments

Share-based compensation benefits are provided to directors through the granting of options.

The fair value of options granted by the Group are recognised as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the options granted, which includes any market performance conditions but excludes the impact of any service and non-market performance vesting conditions and the impact of any non-vesting conditions.

Non-market vesting conditions are included in assumptions about the number of options that are expected to vest. The total expense is recognised over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on the non-marketing vesting conditions. It recognises the impact of the revision to original estimates, if any, in profit or loss, with a corresponding adjustment to equity.

1m Cash and cash equivalents

For statement of cashflows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid instruments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

1n Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the profit and loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities, which are not incremental costs relating to the actual draw-down of the facility, are recognised as prepayments and amortised on a straight-line basis over the term of the facility.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1o Leases

Leases of property, plant and equipment where the entity has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases, including hire purchase agreements, are capitalised at the lease's inception at the lower of fair value of the leased property and the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in other long-term payables. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit and loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment acquired under finance leases is depreciated over the shorter of the asset's useful life and the lease term.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the profit and loss on a straight-line basis over the period of the lease.

1p Fair value estimation

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Company is the current bid price: the appropriate quoted market price for financial liabilities is the current ask price.

The nominal value less estimated credit adjustments of trade receivables and payables are assumed to approximate their fair values.

1q Goods and services tax

Revenues, expenses and assets are recognised net of the amount of associated goods and services tax (GST), unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the taxation authority, are presented as operating cash flows.

1r Contributed equity

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction from the proceeds. Incremental costs directly attributable to the issue of new shares or options for the acquisition of a business are not included in the cost of acquisition as part of the purchase consideration.

If the entity reacquires its own equity instruments, e.g. as the result of a share buy-back, those instruments are deducted from equity and the associated shares are cancelled. No gain or loss is recognised in the profit or loss and the consideration paid including any directly attributable incremental costs (net of income taxes) is recognised directly in equity.

1s Provisions

Provisions for legal claims recognised when the Group has a present legal obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and the amount has been reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1s Provisions (continued)

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the reporting date. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability.

1t Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker has been identified as the steering committee that makes strategic decisions.

1u Borrowing costs

Borrowing costs incurred for the construction of any qualifying asset are capitalised during the period of time that is required to complete and prepare the assets for its intended use or sale. Other borrowing costs are expensed.

1v Earnings per share

(i) Basic earnings per share
Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year.

(ii) Diluted earnings per share
Diluted earnings per share adjusted the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

1w Rehabilitation costs

The Group's mining, extraction and processing activities give rise to obligations for site rehabilitation. Rehabilitation obligations can include facility decommissioning and dismantling; removal or treatment of waste materials; land rehabilitation; and site restoration. The extent of work required and the associated costs are estimated based on feasibility estimates using current restoration standards and techniques. Provisions for the cost of each rehabilitation program are recognised at the time that environmental disturbance occurs.

Rehabilitation provisions are initially measured at the expected value of future cash flows required to rehabilitate the relevant site.

At each reporting date the rehabilitation liability is re-measured to account for any new disturbance, updated cost estimates, changes to the estimated lives of operations and new regulatory requirements.

		2017 $	2016 $
2	**INTEREST INCOME**	**49,626**	**32,440**
3	**OTHER INCOME**		
	Gain on sale of financial assets at fair value through profit & loss	1,640	173,360
	Gain on sale of property, plant and equipment	24,262	-
	Recovery of administration costs	97,627	103,398
	Other income	133,138	20,104
		256,667	**296,862**

	2017 $	2016 $
4 EXPENSES		
Profit/(loss) before income tax includes the following specific expenses:		
Cost of sales		
Mining and processing costs	5,505,659	-
Amortisation	2,501,675	-
Cost of sales	8,007,334	-
Depreciation	30,172	34,677
Exploration and evaluation expenditure	79,405	97,898
Loss on sale of tenements	-	1,153,488
Building and occupancy costs	58,230	11,906
Net decrease in fair value of financial assets at fair value through profit & loss	1,309,006	1,731,006

5 SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the Board that are used to make strategic decisions.

The Board considers that the reportable segments are defined by the nature of the exploration activities. As such there are two reportable segments being Vanadium/Molybdenum tenements and Gold tenements.

2017	Vanadium/ Molybdenum $	Gold $	Total $
Revenue	-	9,803,385	9,803,385
Profit /(loss) before income tax	-	613,028	613,028
Total segment assets	**756,367**	**19,840,408**	**20,596,775**

2016	Vanadium/ Molybdenum $	Gold $	Total $
Revenue	-	-	-
Profit /(loss) before income tax	-	(1,153,488)	(1,153,488)
Total segment assets	**732,073**	**7,223,427**	**7,955,500**

	2017 $	2016 $
5a Segment revenue		
Segment revenue reconciles to revenue from continuing operations as follows:		
Segment revenue	9,803,385	-
Interest revenue	49,626	32,440
Other revenue	256,667	296,862
Revenue from continuing operations	**10,109,678**	**329,302**

		2017 $	2016 $
5	**SEGMENT INFORMATION (CONTINUED)**		
5b	**Segment profit/(loss)**		
	Segment profit/(loss) reconciles to total comprehensive income as follows:		
	Segment profit/(loss) before income tax	613,028	(1,153,488)
	Interest revenue	49,626	32,440
	Net decrease in value of financial assets at fair value through profit & loss	(1,309,006)	(1,731,006)
	Unallocated costs net of other revenue	256,667	(147,760)
Profit/(Loss) after income tax		**(389,685)**	**(2,999,814)**
5c	**Segment assets**		
	Segment assets reconcile to total assets as follows:		
	Segment assets	20,596,775	7,955,500
	Unallocated assets	5,005,866	5,858,973
Total assets		**25,602,641**	**13,814,473**
5d	**Segment liabilities**		
	The Group's liabilities are not reported to management on an individual segment basis, but rather reported on a consolidated basis.		
6	**INCOME TAX**		
(a)	The prima facie income tax expense on pre-tax accounting loss reconciles to the income tax expense in the financial statements as follows:		
	Profit/(Loss) from continuing operations before income tax expense	(389,685)	(2,999,814)
	Income tax expense/(benefit) calculated at 30% (2016: 28.5%)	(116,906)	(854,947)
	Capital raising cost allowable	(38,372)	(2,808)
		(155,278)	(857,755)
	Movements in unrecognised timing differences	(1,771,969)	(376,168)
	Movement in share revaluations	392,702	493,337
	Unused tax losses not recognised as a deferred tax asset	1,534,545	740,586
Income tax benefit reported in the Statement of Profit or Loss and Other Comprehensive Income		-	-

	2017 $	2016 $
6 INCOME TAX (CONTINUED)		
(b) Unrecognised deferred tax balances:		
The following deferred tax assets (2017: 30%, 2016: 28.5%) have not been brought to Account:		
Unrecognised deferred tax asset – tax losses	5,305,021	4,272,746
Unrecognised deferred tax asset – capital losses	16,978	16,129
Unrecognised deferred tax liability – capitalised exploration expenses	(3,895,416)	(1,930,615)
Unrecognised deferred tax asset/(liability) – share investments	6,818	(369,670)
Unrecognised deferred tax asset – other temporary differences	27,018	49,876
Net deferred tax assets not brought to account	**1,460,419**	**2,038,466**

(c) The taxation benefits of tax losses and timing not brought to account will only be obtained if:

- assessable income is derived of a nature and of amount sufficient to enable the benefit from the deductions to be realised;
- conditions for deductibility imposed by the law are complied with; and
- no changes in tax legislation adversely affect the realisation of the benefit from the deductions.

	2017 $	2016 $
7 CASH AND CASH EQUIVALENTS		
Cash at bank and on hand		
Reconciliation to cash at the end of the year The above figures are reconciled to cash at the end of the financial year as shown in the cash flow statement as follows:		
Balances as above	3,030,060	1,916,749
Balances per statement of cash flows	**3,030,060**	**1,916,749**

	2017 $	2016 $
8 TRADE AND OTHER RECEIVABLES		
Trade receivables	6,591,200	92,706
Other receivables – Sale of tenements	-	700,000
Prepayment and other receivables	16,306	7,644
Accrued interest	978	8,255
Term deposit – bonds & credit card security deposit	72,100	72,100
	6,680,584	**880,705**

		2017	2016
		$	$

8 TRADE AND OTHER RECEIVABLES (CONTINUED)

There are no receivables past due but not impaired.

There are no impaired trade receivables or any allowance for impairment against trade receivables.

Term deposits

The deposits have maturity periods of between 3 and 12 months, but can be readily convertible to cash at short notice, at interest rates between 2.4% and 2.5% (2016: 2.4% and 2.5%). Refer to Note 29 regarding risk exposures. Term deposits with a maturity over three months are included in current receivables.

Effective interest rates and credit risk

Information concerning the effective interest rate and credit risk of both current and non-current receivables is set out below.

Interest rate risk

All receivable balances are non-interest bearing.

Credit rate risk

There is no concentration of credit risk with respect to current and non-current receivables. Refer to Note 29 for further information on the Group's risk management policies. Due to short term nature, fair value approximates carrying value.

9 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2017 $	2016 $
Shares in listed companies at market value	1,221,648	2,541,684
	1,221,648	**2,541,684**

Included is $1,221,648 (2016: $2,532,684) of shares held in Reward Minerals Ltd.

The net change in fair value on financial assets at fair value through profit or loss for the year was a loss of $1,309,006 (2016 Loss: $1,731,006).

All financial assets at fair value through profit or loss are denominated in Australian currency. Refer to Note 29 for further information concerning the price and foreign currency risk.

As at 27 September 2017, the market value of shares in listed companies was $1,340,833.

10 OTHER ASSETS

	2017 $	2016 $
Security deposits	257,927	257,927
	257,927	**257,927**

The security deposits arise from monies held in trust accounts or lodged with appropriate authorities in relation to mining tenements held. The Group has restricted access to these funds, but they are expected to be reimbursed in the future

		2017 $	2016 $
11	**PROPERTY, PLANT & EQUIPMENT**		
	Plant and equipment at cost	1,404,676	1,674,301
	Accumulated depreciation and impairment	(1,252,427)	(1,506,927)
	Total plant and equipment	152,249	167,374
	Property at cost	96,348	96,348
	Accumulated depreciation and impairment	(2,308)	(1,814)
	Total property	94,040	94,534
		246,289	**261,908**

		2017 $	2016 $
	RECONCILIATIONS		
11a	**Plant and equipment**		
	Carrying amount at beginning of the year	167,374	180,057
	Additions	25,918	21,500
	Disposals	(11,365)	-
	Depreciation	(29,678)	(34,183)
Carrying amount at end of year		**152,249**	**167,374**
11b	**Property**		
	Carrying amount at beginning of the year	94,534	95,028
	Depreciation	(494)	(494)
Carrying amount at end of year		**94,040**	**94,534**

12 EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE

During the year ended 30 June 2017, the Group incurred and capitalised the following exploration, evaluation and development expenditure:

	2017 $	2016 $
Exploration and evaluation phase		
Carrying amount at beginning of the year	7,955,500	8,879,170
Restatement of prior year additions (security deposits)	-	(8,082)
Capitalised during the year	3,174,935	1,737,900
Transferred to production phase	(1,500,165)	-
Consideration on sale of tenements	-	(1,500,000)
Loss on sale of tenements	-	(1,153,488)
Carrying amount at end of year	**9,630,270**	**7,955,500**

	Notes	2017 $	2016 $
12 EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE (CONTINUED)			
Mine properties			
Carrying amount at beginning of the year		-	-
Transfer from exploration and evaluation phase		1,500,165	-
Capitalised during the year		5,537,373	-
Amortised during the year		(2,501,675)	-
Carrying amount at end of year		**4,535,863**	**-**
Total exploration and mine properties		**14,166,133**	**7,955,500**

Impairment of mining tenements
No impairment losses have been recorded against the mining tenements as at 30 June 2017 (2016 impairment loss: $Nil).

The ultimate recoupment of expenditure above relating to the exploration and evaluation phase is dependent upon the successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

	Notes	2017 $	2016 $
13 TRADE AND OTHER PAYABLES			
Trade payables		6,140,332	97,435
Accrued expenses		26,444	21,851
Accrued interest	25b	-	138,704
Accrued employee entitlements		63,618	14,449
GST liabilities		8,892	57,802
		6,239,286	**330,241**

Trade payables include amounts funded by Resource Mining Pty Ltd in relation to development of the Teal Gold Project Stage 1. Refer to Note 23 for further information.

	Notes	2017 $	2016 $
14 PROVISIONS			
Rehabilitation of mine site		100,000	100,000
		100,000	**100,000**

Provision is made for the future estimated rehabilitation costs in relation to the White Range mine site until the bond is returned.

	2017 No.	2016 No.	2017 $	2016 $
15 CONTRIBUTED EQUITY				
15a Share capital				
At the beginning of the year	161,392,121	116,806,387	20,980,357	18,668,030
Shares issued for working capital	34,399,498	38,935,734	4,127,940	1,946,787
Shares issued for services rendered	500,000	-	60,000	-
Shares issued for acquisition of mining tenements	885,000	5,650,000	89,250	414,800
Shares issued for Joint Venture investment	6,416,667	-	770,000	-
Options conversion	14,819,666*	-	1,111,475	-
Part payments for subscription of shares	-	-	300,000**	-
Capital raising costs	-	-	(590,280)	(49,260)
Total Contributed Equity	**218,412,952**	**161,392,121**	**26,848,742**	**20,980,357**

* Includes 8,044,968 options exercised in June 2017 with shares issued July 2017
** During the year Intermin and AXF Resources Pty Ltd (AXF) executed a Joint Venture agreement under which AXF is to subscribe for $430,000 Intermin shares at 12 cents as announced on 13 December 2016. Up to the date of this report $370,000 has been received with 166,667 shares issued, Intermin will issue the remaining 3,416,666 shares when final payment of $60,000 is received.

15b Terms and conditions of contributed equity

Ordinary shares

Ordinary shares have no par value. Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

15c Options

	Listed Options No.	Listed Options No.	Unlisted Options No.	Unlisted Options No.	Total No.
Exercise Price	$0.075	$0.17	$0.075	$0.125	
Expiry date	30 June 2017	31 August 2018	31 July 2018	31 July 2018	
Balance at 1 July 2015	-	-	-	-	-
Issued during the year	19,467,892	-	-	-	19,467,892
Balance at 30 June 2016	**19,467,892**	**-**	**-**	**-**	**19,467,892**
Balance at 1 July 2016	19,467,892	-	-	-	19,467,892
Issued during the year	-	23,674,747	5,000,000	1,750,000	30,424,747
Exercised during the year	(14,819,669)	-	-	-	(14,819,669)
Expired during the year	(4,648,223)	-	-	-	(4,648,223)
Balance at 30 June 2017	**-**	**23,674,747**	**5,000,000**	**1,750,000**	**30,424,747**

	2017 $	2016 $
16 RESERVES AND ACCUMULATED LOSSES		
16a (i) Asset revaluation reserve		
Opening balance	144,976	144,976
Closing Balance	**144,976**	**144,976**
(ii) Share based payments reserve		
Opening balance	138,904	138,904
Directors' options issued during the year	390,423	-
Options placement in lieu of services provided	10,000	-
Closing Balance	**539,327**	**138,904**
Total Reserves	**684,303**	**283,880**
16b Accumulated losses		
Opening balance	(7,880,005)	(4,880,191)
Profit/ (loss) for the year	(389,685)	(2,999,814)
Closing balance	**(8,269,690)**	**(7,880,005)**

Asset Revaluation Reserve
The Asset Revaluation Reserve is used to record increments and decrements on the revaluation of non-current assets.

Share Based Payments Reserve
The Share Based Payments Reserve is used to recognise the fair value of shares and options granted as remuneration.

	2017 $	2016 $
17 EARNINGS PER SHARE		
Operating profit/(loss) after tax attributable to members of Intermin Resources Ltd	(389,685)	(2,999,814)
Basic earnings (loss) per share	(0.21) cents	(1.94) cents
Diluted earnings (loss) per share	(0.21) cents	(1.94) cents
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic earnings per share.	185,745,445	154,288,665

18 REMUNERATION OF AUDITORS

Remuneration for audit services and review of the financial reports of the parent entity or any entity in the Group to Rothsay Chartered Accountants: No other fees were paid or payable for services provided by the auditor of the parent, related practices or non-related audit firms.

	2017 $	2016 $
Rothsay Chartered Accountants	27,500	23,500
	27,500	**23,500**

19 KEY MANAGEMENT PERSONNEL DISCLOSURES

19a Details of remuneration

	2017 $	2016 $
Short-term benefits	948,027	227,398
Post-employment benefits	57,447	30,027
	1,005,474	**257,425**

	2017 $	2016 $
20 STATEMENT OF CASH FLOWS		
20a Reconciliation of net cash from operating activities to Profit/(Loss) after income tax		
Operating Profit/(Loss) after income tax	(389,685)	(2,999,814)
Depreciation	30,172	34,677
Amortisation of mine development expenditure	2,501,675	-
Net change in fair values of financial assets at fair value through profit or loss	1,309,006	1,731,006
Gain on disposal of investments	(1,640)	(173,360)
Gain on disposal of plant and equipment	(24,262)	-
Loss on sale of tenements	-	1,153,488
Share based payment	390,423	-
Movement in assets and liabilities:		
Receivables	(6,491,216)	94,256
Prepayments	(8,664)	18,611
Security Bonds	-	(17,100)
Trade creditors and accruals	3,868,470	91,658
Net cash inflow/(outflow) from operating activities	**1,184,279**	**(66,578)**

21 SHARE BASED PAYMENTS

Year ended 30 June 2017

During the year ended 30 June 2017, $390,423 was recognised as a share based payment made to Directors. Options were issued to Directors as follows:

Director Name	No of options	Value per option	Value of options issued
Jonathan Price	2,500,000	$0.061	$152,175
David Hughes	2,500,000	$0.061	$152,175
Peter Bilbe	1,750,000	$0.049	$86,073
Total			**$390,423**

The fair value of these options granted was calculated using the Black Scholes option valuation methodology and applying the following inputs:

	1,750,000 options	2,500,000 options
Grant date	17 October 2016	17 October 2016
Spot price	$0.10	$0.10
Expiry date	31 July 2018	31 July 2018
Exercise price	$0.125	$0.075
Risk-free interest rate	1.47%	1.47%
Expected share price volatility	110%	110%

Year ended 30 June 2016

There were no share based payments made during the financial year ended 30 June 2016.

22 JOINT VENTURES

Intermin Resources Ltd and the controlled entity Black Mountain Gold Ltd (BMG) have interests in unincorporated joint ventures as follows:

Name of Joint Venture	Notes	Exploration For	2017	2016
Lehmann's	a	Gold	10% free carried	10% free carried
Otto Bore	b	Gold	3% gross gold royalty	3% gross gold royalty
Menzies	c	Gold	0%	70%
Nanadie Well	e	Copper	100%	100%
Binduli	f	Gold	100%	100%

A joint venture is not a separate legal entity. It is a contractual arrangement between the participants for the sharing of costs and output and does not in itself generate revenue and profit.

22a This project was joint ventured to Lionore Australia (Wildara) NL (Lionore) who had earned a 90% interest in the tenements by 2004. Intermin had elected to reduce to a 10% free-carried interest in the project. In 2007, Lionore was acquired by Norilsk Nickel Wildara Pty Ltd (NNW). The 90% joint venture interest held by NNW was sold to Saracen Mineral Holdings Ltd (SAR) on 20 January 2014 for $1.5 million. Saracen is the Manager of the Lehmanns Joint Venture and Intermin retains its 10% interest.

22b Barrick (PD) Australia Limited, through its subsidiary Barrick (Plutonic) Limited, earned a 75% interest in the Otto Bore Tenements. Intermin elected in 2000 to assign the tenements to Plutonic and revert to a 3% gross gold royalty.

22c On 20 July 2009, BMG entered into a joint venture agreement with Wayne Craig Van Blitterswyk whereby BMG may earn a 70% interest in Tenements held by Wayne Craig Van Blitterswyk in the Menzies district of Western Australia by expenditure of $200,000 on exploration of the Tenements over a period of three years.

BMG has earned a 70% interest under the terms of the joint venture agreement prior to the year end 2012. Transfer of the 70% interest has completed.

22d In December 2013, Mithril Resources Ltd (MTH) and its wholly owned subsidiary Minex (West) Pty Ltd entered into a farm-in and joint venture agreement with Intermin Resources Ltd to acquire up to 75% interest of the Nanadie Well Gold Project. Minex may acquire a 60% interest in the Tenements by expending $2M, Minex may elect to acquire a further 15% interest (for a total 75% interest) by expending a further $2M in a two year period with a minimum ground exploration cost of at least $400,000 each year of the 2 year period.

22e In April 2015, Intermin and its 100% owned subsidiary BMG entered into a farm-in and joint venture agreement with La Mancha Australia Pty Ltd now acquired by Evolution Mining Limited (Evolution) whereby Evolution may earn up to 70% of the Binduli Gold Project near Kalgoorlie in Western Australia. Evolution may acquire a 51% interest in the Tenements by expending $200,000 in Year 1, plus $2.1M within 3 years, Evolution may elect to acquire a further 19% interest (for a total 70% interest) by expending a further $2.5M in a two year period.

The Binduli Gold Project comprises a 9,876 Ha (98.8km^2) tenement package. The Joint Venture agreement excludes granted mining leases (M26/499, M26/621, M26/346, M26/549 and L26/261) which contain Intermin's Teal and Peyes Farm Gold Deposits.

23 JOINT OPERATIONS

A Mining and Finance Heads of Agreement was executed with Resource Mining Pty Ltd ("RM") on 7 October 2016 in relation to the development of the Teal Gold Project Stage 1(TS1) as announced to the ASX on 19 July 2016. Under the agreement the following terms apply:

(a) Intermin and RM must fund 50% each of the capital development costs of the TS1 Open Cut Pit through to First Gold, being the Establishment Capital Cost.

(b) Intermin shall be entitled to 75% of the resultant Net Operating Cashflow from the TS1 Open Cut Pit after recovery of the First Portion, Second Portion, RM's Overrun Portion, Intermin's Overrun Portion and Project Discovery Costs as set out below.

(c) RM shall be entitled to 25% of the resultant Net Operating Cashflow from the TS1 Open Cut Pit after recovery of the First Portion, Second Portion and Project Discovery Costs as set out below.

(d) RM shall incur and pay the first $2.1M exclusive of GST of capital development costs of the TS1 Open Cut Pit (including Mining Services) (the First Portion).

(e) Intermin shall incur and pay the next $2.1M exclusive of GST of capital development costs of the TS1 Open Cut Pit (including Mining Services) (the Second Portion).

23 JOINT OPERATIONS (CONTINUED)

(f) After the Second Portion has been incurred, Intermin and RM will each fund 50% of the capital development costs of the TS1 Open Cut Pit (including Mining Services). RM's share of such costs shall be RM's Overrun Portion and Intermin's share of such costs shall be Intermin's Overrun Portion.

(g) Once the TS1 Open Cut Pit is generating revenue from gold sales (First Gold) the revenue earned will first be used to pay all Project Expenditure that is incurred after First Gold. This includes Advance Payment Forecasts to RM, as well as actual Project Expenditure incurred by RM and Intermin after First Gold. Cash remaining after such Project Expenditure have been paid will be Net Operating Cashflow.

(h) Net Operating Cashflow shall be paid to the parties as follows, in the following order of priority:

(i) Firstly, RM shall be repaid the First Portion from that Net Operating Cashflow;
(ii) Secondly, Intermin shall be repaid the Second Portion from that Net Operating Cashflow;
(iii) Thirdly, RM and Intermin shall each be repaid in equal shares RM's Overrun Portion and Intermin's Overrun Portion from that Net Operating Cashflow;
(iv) Fourthly, Intermin shall be repaid $2.15M exclusive of GST (the Project Discovery Costs);
(v) Fifthly, RM and Intermin shall be paid any remaining Net Operating Cashflow in shares as follows:

(a) RM 25%; and
(b) Intermin 75%

As at 30 June 2017, mining had commenced and approximately $3.4M had been received from the sale of gold, which was being applied according to the agreement.

Amounts funded by RM under clause (c) and (d) have been included in trade payables in Note 13.

24 COMMITMENTS FOR EXPENDITURE

24a Joint venture commitments

The Group has no commitments in respect of exploration joint ventures to which it is farming in and which are not provided for in the financial statements.

24b Lease commitments

Finance leases

The Group has no finance lease commitments.

Operating leases

The Group had two office lease agreements which had various terms and renewal rights. The first lease commenced on 1 June 2014 and expired on 31 May 2017. The second lease commenced on 22 February 2016 and expires on 21 February 2018, with option to renew a further 2 years.

	2017 $	2016 $
Commitments for minimum lease payments in relation to operating leases are payable as follows:		
Within one year	42,518	46,631
Later than one year but not later than two years	-	9,104
	42,518	55,735

24c Exploration expenditures

	2017 $	2016 $
Commitments for minimum expenditure requirements on the mineral exploration assets it has an interest in are payable as follows:		
Within one year	1,355,000	1,325,000
Later than one year but not later than five years	1,935,000	1,722,500
Later than five years	1,935,000	1,722,500
	5,225,000	4,770,000

25 RELATED PARTY TRANSACTIONS

25a Directors / Key Management Personnel

(a) Other transactions with Director related entities
Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. Disclosures relating to Key Management Personnel are set out in Note 19 and the Remuneration Report.

	2017 $	2016 $
Reward Minerals Limited		
(i) Administration fees and rental outlays charged to Reward Minerals Limited, a Company in which Dr Michael Ruane is a Director.	-	146,799
(ii) Payments made to Reward Minerals Limited, a Company in which Dr Michael Ruane is a Director, for the reimbursement of expenditures paid for on behalf of Intermin Resources Ltd.	-	13,337
Metaliko Resources Limited		
(i) Administration fees and rental outlays charged to Metaliko Resources Limited, a Company in which Peter Hunt, Dr Michael Ruane and Robin Dean are Directors.	-	141,561
(ii) Payments made to Metaliko Resources Limited, a Company in which Peter Hunt, Dr Michael Ruane and Robin Dean are Directors, for the provision of labour hire and consultancy services provided to the Group.	-	61,478
Natjo Nominees Pty Ltd Payments made to Natjo Nominees Pty Ltd, a Company in which Peter Hunt is a Director, for the reimbursement of expenditures paid for on behalf of Intermin Resources Ltd.	3,237	-
Kesli Chemicals Pty Ltd Labour hire and consultancy services (including reimbursement of expenditure incurred) charged to Kesli Chemicals Pty Ltd, a Company in which Dr Michael Ruane is a Director.	-	223
Tyson Resources Pty Ltd Interest paid to Tyson Resources Pty Ltd, a Company in which Dr Michael Ruane is a Director. Interest is accrued at 7.5% p.a.	-	1,812
(a) Other amounts payable to Directors and their Director related entities at reporting date:		
(i) Trade payable – Reward Minerals Ltd	-	96
(b) Aggregate amount receivable from Directors and their Director related entities at reporting date:		
(i) Trade receivable – Metaliko Resources Ltd	-	41,406
(ii) Trade receivable – Reward Minerals Ltd	-	38,434
25b Loans payable to Director Related Entities		
Tyson Resources Pty Ltd, a Company in which Dr Michael Ruane is a Director:		
Opening balance	138,704	795,892
Repayments made	(138,704)	(659,000)
Interest accrued	-	1,812
Closing balance	**-**	**138,704**

25c Subsidiaries

See Note 26 for further details regarding subsidiaries.

26 INVESTMENT IN CONTROLLED ENTITIES

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiary in accordance with the accounting policy described in Note 1(b):

			Equity Holding	
Name of Entity	**Country of Incorporation**	**Class of Shares**	**2017 %**	**2016 %**
Black Mountain Gold Ltd	Australia	Ordinary	100	100

27 CONTINGENT LIABILITIES

27a Native title claims have been made with respect to areas which include tenements in which Intermin Resources Ltd and the controlled entity have interests. The entities are unable to determine the prospects for success or otherwise of the claims and, in any event, whether or not, and to what extent, the claims may significantly affect them or their projects.

27b Security bonds are held with respect to tenements held in Northern Territory. Bonds are set by the Department of Mines and Energy, however there is no certainty that such bonds will be adequate to cover any environmental damage. Intermin Resources Ltd and its controlled entities are not able to determine the nature or extent of any further liability in view of changing environmental requirements.

27c Intermin Resources Ltd has been advised of a potential liability arising as a result of the storage of laboratory waste material at the White Range project site and is currently awaiting approval from the NT Environmental Protection Authority to bury the material at White Range. As at the date of this report, the potential liability for the rectification remains unquantifiable.

28 EVENTS OCCURRING AFTER REPORTING DATE

- On 6 July 2017 the Company announced that the acquisition of 100% of the Anthill gold project has been completed.
- On 1 August 2017 the Company announced that Teal Stage 2 and 3 feasibility studies commenced.
- On 6 September 2017 the Company announced that mining of Teal Stage 2 has commenced.

There are no other matters or circumstances that have arisen since 30 June 2017 that have or may significantly affect the operations, results, or state of affairs of the Company in future financial periods.

29 FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks; market risk (including fair value interest rate risk foreign currency risk and price risk), credit risk, liquidity risk and cash flow interest rate risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group.

Risk management is carried out by the Board of Directors, who identify, evaluate and manage financial risks as they consider appropriate.

29a Market risk

Price risk

The Group is exposed to equity securities price risk. This arises from investments held by the Group and classified on the statement of financial position as financial assets at fair value through profit and loss of $1,221,648 (2016: $2,541,684).

The investments assets are classified as financial asset at fair value through profit and loss and any changes to their value is recognised in profit and loss when incurred. The group have used an equity price change of 70% upper and lower representing a reasonable possible change based upon the weighted average historic share price volatility over the last 12 months on the investment portfolio held. If the value of the investments held had moved in accordance with the volatility, and all other factors kept constant, the impact on the profit and loss for the year ended 30 June 2017 would have been ± $855,154 (2016: ± $1,779,179).

Fair value interest rate risk

Refer to (e) below.

29b Credit risk

Credit risk is the risk of financial loss to the Group is a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers.

Presently, the Group undertakes mining, exploration and evaluation activities exclusively in Australia. At the balance sheet date there were no significant concentrations of credit risk.

(i) Cash and cash equivalents
The Group limits its exposure to credit risk by only investing in liquid securities and only with major Australian financial institutions.

(ii) Trade and other receivables
The Group's trade and other receivables relate to gold sales, GST refunds and other income.

The Group has determined that its credit risk exposure on all other trade receivables is low, as customers are considered to be reliable and have short contractual payment terms. Management does not expect any of these counterparties to fail to meet their obligations.

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	Carrying Amount	
	2017	**2016**
	$	**$**
Cash and cash equivalents	3,030,060	1,916,749
Trade and other receivables	6,680,584	880,705
Total	**9,710,644**	**2,797,454**

29c Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities, the availability of funding through the ability to raise further funds on the market and the ability to close-out market positions. Due to the dynamic nature of the underlying businesses, the Board aims at maintaining flexibility in funding through management of its cash resources.

Maturities of financial liabilities.

30 June 2017 Group	Less than 6 months	6 – 12 months	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total contractual cash flows	Carrying Amount (assets)/ liabilities
Non-derivatives	**$**	**$**	**$**	**$**	**$**	**$**	**$**
Non-interest bearing payables	6,140,332	-	-	-	-	-	6,140,332
Fixed rate borrowings	-	-	-	-	-	-	-
Total non derivatives	**6,140,332**	**-**	**-**	**-**	**-**	**-**	**6,140,332**

30 June 2016 Group	Less than 6 months	6 – 12 months	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total contractual cash flows	Carrying Amount (assets)/ liabilities
Non-derivatives	**$**	**$**	**$**	**$**	**$**	**$**	**$**
Non-interest bearing payables	97,435	-	-	-	-	97,435	97,435
Fixed rate borrowings	-	-	-	138,704	-	138,704	138,704
Total non derivatives	**97,435**	**-**	**-**	**138,704**	**-**	**236,139**	**236,139**

29d Cash flow and fair value interest rate risk

As the Group has no significant variable interest-bearing assets, the Group's income and operating cash flows are not exposed to changes in market interest rates.

29e Fair value measurements

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

AASB 7 *Financial Instruments: Disclosures* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

(a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1),

(b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (level 2), and

(c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The following table presents the group's assets and liabilities measured and recognised at fair value at 30 June 2017 and 30 June 2016:

At 30 June 2017	Level 1	Level 2	Level 3	Total
Assets				
Financial assets at fair value through profit or loss				
- Trading Securities	1,221,648	-	-	**1,221,648**
Other financial assets				
- Security deposits	257,927	-	-	**257,927**
Total assets	**1,479,575**	**-**	**-**	**1,479,575**

At 30 June 2016	Level 1	Level 2	Level 3	Total
Assets				
Financial assets at fair value through profit or loss				
- Trading Securities	2,541,684	-	-	**2,541,684**
Other financial assets				
- Security deposits	257,927	-	-	**257,927**
Total assets	**2,799,611**	**-**	**-**	**2,799,611**

The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1.

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

Specific valuation techniques used to value financial instruments include:

- The use of quoted market prices or dealer quotes for similar instruments.

29f Capital risk management

In employing its capital (or equity as it is referred to on the statement of financial position) the Group seeks to ensure that it will be able to continue as a going concern and provide value to shareholders by way of increased market capitalisation. The Group has invested its available capital in intangible assets such as acquiring and exploring mining tenements and in investments. As is appropriate at this stage, the Group is funded predominantly by equity.

30 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Exploration & Evaluation Expenditure

The Group's accounting policy for exploration and evaluation is set out in Note 1(e). If, after having capitalised expenditure under this policy, the Directors conclude that the Group is unlikely to recover the expenditure by future exploration or sale, then the relevant capitalised amount will be written off to the Statement of Comprehensive Income.

31 PARENT ENTITY FINANCIAL INFORMATION

	2017 $	2016 $
Current assets	12,284,614	5,370,917
Non-current assets	14,500,335	9,623,602
Total assets	**26,784,949**	**14,994,519**
Current liabilities	6,237,339	328,299
Non-current liabilities	100,000	100,000
Total liabilities	**6,337,339**	**428,299**
Net assets	**20,447,610**	**14,566,220**
Equity		
Contributed equity	26,848,742	20,980,357
Reserves	684,303	283,880
Accumulated losses	(7,085,435)	(6,698,017)
Total equity	**20,447,610**	**14,566,220**
Profit/ (Loss) for the year	**(387,417)**	**(2,997,260)**

ROTHSAY

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INDEPENDENT AUDIT REPORT TO THE MEMBERS OF INTERMIN RESOURCES LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Intermin Resources Limited ("the Company") and its subsidiaries (the Group) which comprises the consolidated statement of financial position as at 30 June 2017, 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 year then ended on that date and notes to the financial statements, including a summary of significant accounting policies and the directors' declaration of the Company.

In our opinion the financial report of the Group is in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2017 and of its financial performance for the year ended on that date; and

(ii) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under these standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of this report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the "Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter

Exploration and evaluation expenditure and Mine development expenditure

The Group has incurred significant exploration and evaluation expenditure and mine development expenditure which has been capitalised. As the carrying value of exploration and evaluation expenditure and mine development expenditure represents a significant asset of the Group we considered it necessary to

Chartered Accountants

assess whether facts and circumstances exist to suggest that the carrying amount of these assets may exceed their recoverable amount.

In doing so we carried out the following work in accordance with the guidelines set out in AASB 6 *Exploration for and Evaluation of Mineral Resources*. Our procedures included but were not limited to the following:

- We obtained evidence that the Group has valid rights to explore in the areas represented by the capitalised exploration and evaluation expenditure and mine development expenditure by obtaining searches of a sample of the Group's tenement holdings;
- We enquired of management and reviewed work programs to ensure that further expenditure on exploration and development on the mineral resources in the Group's areas of interest was planned and cross referenced these discussions to ASX announcements and where applicable minutes of directors' meetings;
- We tested a sample of the additions to mine development to supporting documentation to ensure the amounts were capital in nature;
- We obtained an understanding of the key processes associated with management's review of the carrying values of capitalised exploration and evaluation expenditure and mine development expenditure and challenged management's assertion that the carrying amount of the capitalised expenditure was likely to be recovered in full from successful development or sale;
- We checked the calculation of amortisation and ensured it was in accordance with the Group's accounting policies; and
- We critically assessed and evaluated management's assessment that no indicators of impairment existed.

We have also assessed the appropriateness of the disclosures included in Notes 1 and 12 to the financial report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2017, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If based on the work we have performed we conclude there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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Liability limited by the Accountants Scheme, approved under the Professional Standards Act 1994 (NSW).

Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with the 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 financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/Home.aspx

We communicate with the directors regarding, amongst other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe those matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communications.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the remuneration report included in the directors' report for the year ended 30 June 2017.

In our opinion the remuneration report of Intermin Resources Limited for the year ended 30 June 2017 complies with section 300A of the *Corporations Act 2001*.

Chartered Accountants

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Rothsay

Rothsay Auditing

Dated 29 September 2017

Graham Swan FCA
Partner

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SHAREHOLDER INFORMATION

Additional information required by the Australian Stock Exchange Limited Listing Rules, and not disclosed elsewhere in this report.

SHAREHOLDINGS

The numbers of ordinary shares held by the substantial shareholders as at 20 September 2017 were:

Kesli Chemicals Pty Ltd <Ruane S/F A/C>	26,517,608
Tyson Resources Pty Ltd	23,731,500
Bill Brooks Pty Ltd <Bill Brooks Super Fund A/C>	20,920,000

CLASS OF SHARES AND VOTING RIGHTS

As at 20 September 2017 there were 949 holders of the ordinary shares and 77 holders of listed options of the Company. The voting rights attached to the shares are:

- at a meeting of members or classes of members each member entitled to vote may vote in person or by proxy or by attorney; and
- on a show of hands every person present who is a member has one vote, and on a poll every person present in person or by proxy or attorney has one vote for each ordinary share held.

DISTRIBUTION OF SHAREHOLDERS and OPTIONHOLDERS (as at 20 September 2017)

Category			Number of Shareholders	Number of Optionholders
1	–	1,000	56	3
1,001	–	5,000	82	4
5,001	–	10,000	154	2
10,001	–	100,000	468	36
100,001	–	over	189	32
TOTAL HOLDERS			**949**	**77**

The number of shareholders holding less than a marketable parcel as at 20 September 2017 was 139 for shares and 16 for options.

SHAREHOLDER INFORMATION

TWENTY LARGEST SHAREHOLDERS (as at 20 September 2017)

Rank	Name	Units at 20 Sep 2017	% of Units
1	KESLI CHEMICALS PTY LTD <RUANE S/F A/C>	26,517,608	11.95
2	TYSON RESOURCES PTY LTD	23,731,500	10.70
3	BILL BROOKS PTY LTD <BILL BROOKS SUPER FUND A/C>	20,920,000	9.43
4	EASTERN GOLDFIELDS LTD	12,500,000	5.63
5	KESLI CHEMICALS PTY LTD	11,345,522	5.11
6	HUNT CORPORATE INVESTMENTS PTY LTD <PETER HUNT SUPER FUND A/C>	6,261,699	2.82
7	MR MICHAEL ALAN ODDY	6,237,396	2.81
8	AXF RESOURCES PTY LTD	3,583,333	1.62
9	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	3,467,743	1.56
10	CITICORP NOMINEES PTY LIMITED	3,085,873	1.39
11	MR CHRIS CARR + MRS BETSY CARR	3,000,000	1.35
12	MR MICHAEL RUANE	2,661,501	1.20
13	BERNE NO 132 NOMINEES PTY LTD <656165 A/C>	2,500,000	1.13
14	KEBAH HOLDINGS PTY LTD <KEBAH RETIREMENT FUND A/C>	2,497,648	1.13
15	MS RENAE WAINWRIGHT	2,414,980	1.09
16	MR GODFREY WENNESS	2,400,000	1.08
17	MR ROGER LILFORD <ID SUPER FUND A/C>	2,309,423	1.04
18	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED <EUROCLEAR BANK SA NV A/C>	2,200,000	0.99
19	MR MICHAEL RUANE + MRS IRENE MARGARET RUANE	1,923,114	0.87
20	MR JONATHAN PAUL PRICE	1,701,826	0.77
	Top 20 holders of FULLY PAID ORDINARY SHARES (Total)	**141,259,166**	**63.68**
	Total Remaining Holders Balance	**80,570,452**	**36.32**

SHAREHOLDER INFORMATION

TWENTY LARGEST OPTIONHOLDERS (as at 20 September 2017)

Rank	Name	Units at 20 Sep 2017	% of Units
1	EASTERN GOLDFIELDS LTD	6,250,000	24.54
2	JETT CAPITAL ADVISORS LLC	3,000,000	11.78
3	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	2,143,334	8.42
4	AXF RESOURCES PTY LTD	1,791,666	7.04
5	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED <EUROCLEAR BANK SA NV A/C>	1,500,000	5.89
6	BERNE NO 132 NOMINEES PTY LTD <656165 A/C>	1,250,000	4.91
7	CITICORP NOMINEES PTY LIMITED	1,000,000	3.93
8	MYRMIKAN GOLD FUND LLC	549,917	2.16
9	MR AARON BLAIR SPENCER	525,000	2.06
10	MERRILL LYNCH (AUSTRALIA) NOMINEES PTY LIMITED <MLPRO A/C>	500,000	1.96
11	POT OF GOLD ENTERPRISES PTY LTD <IDDON FAMILY A/C>	400,000	1.57
12	MR OWEN J COOTE + MRS MONIQUE R COOTE <COOTE FAMILY A/C>	350,133	1.37
13	MR ROBERT J WELLBY + MS NATALIE H WELLBY <ROBERTS RETIREMENT FUND A/C>	325,000	1.28
14	MR MARK IDDON	309,333	1.21
15	MR EARL G SAUNDERS + MR CLINTON J SAUNDERS <SAUNDERS SUPERFUND A/C>	300,000	1.18
16	MR ROGER LILFORD <ID SUPER FUND A/C>	295,833	1.16
17	MR JASON FRANK MADALENA <MADALENA INVESTMENT A/C>	268,333	1.05
18	FIVEMARK CAPITAL PTY LTD	250,000	0.98
19	MR JONATHAN PAUL PRICE	250,000	0.98
20	DOMAIN INVESTMENT HOLDINGS PTY LTD <PETER LOS FAMILY A/C>	208,334	0.82
	Top 21 holders of LISTED OPTIONS EXPIRING 31/08/2018 @ $0.17 (Total)	**21,198,550**	**84.29**
	Total Remaining Holders Balance	**4,267,863**	**15.71**

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Pictured is Intermin Chairman Peter Bilbe and Senior Geologist David O'Farrell overlooking Anthill drill cores

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