



Financial Results
Half-Year ended 31 December 2018

Table of Contents

Corporate Directory	1
Directors' Report	2
Auditor's Independence Declaration	5
Statement of Comprehensive Income	6
Statement of Financial Position	7
Statement of Changes in Equity.....	8
Statement of Cash Flows.....	9
Notes to the Financial Statements	10
Directors' Declaration	18
Independent Auditor's Report.....	19

Corporate Directory

DIRECTORS

Mr Mark Hohnen
Mr Duncan Craib
Mr Evan Cranston
Mr Peter Williams

Chairman
Managing Director
Director
Director

COMPANY SECRETARY

Mr Mathew O'Hara

PRINCIPAL PLACE OF BUSINESS AND REGISTERED OFFICE

Suite 23, 513 Hay Street
Subiaco WA 6008
Ph: +61 8 6143 6730
PO Box 1311
Subiaco WA 6904

Website: www.bossresources.com.au

Twitter: @Boss_Resources

Email: admin@bossresources.com.au

AUDITORS

RSM Australia Partners
Level 32, Exchange Tower, 2 The Esplanade
Perth WA 6000

STOCK EXCHANGE

Australian Securities Exchange
Level 40, Central Park
152-158 St Georges Terrace
Perth WA 6000

ASX Code: BOE

SHARE REGISTRY

Automic Registry Services
Level 5, 126 Philip Street
Sydney NSW 2000

Ph: +61 2 9698 5414

Directors' Report

The Directors present their report on the Group (consisting of Boss Resources Limited and the entities it controlled) at the end of, or during, the half-year ended 31 December 2018.

Directors

The names of the Directors in office at any time during or subsequent to the reporting period are:

Mr Mark Hohnen	(Non-executive Chairman)
Mr Duncan Craib	(Managing Director)
Mr Evan Cranston	(Non-executive Director)
Mr Peter Williams	(Non-executive Director)
Mr Grant Davey	(resigned 6 February 2019)

Operating Results

The operating profit for the Group for the half-year ended 31 December 2018 was \$205,489 (2017: loss of \$2,573,139).

Principal Activities and Review of Operations

During the period the Group continued advancing the restart strategy for the Honeymoon Uranium Project in South Australia, and sold its gold interests in Burkina Faso (for \$10 million in cash.).

During the half-year, the Company announced:

- Divestment of African Gold assets for \$10 million, contributing to a total of \$12,685,875 cash at bank as at 31 December 2018.
- Successful advancement of the Honeymoon Re-start Strategy with improvements being demonstrated over the original base case.
- Completion of the Honeymoon infill drilling program ahead of schedule and within budget.
- Completion of exploration drilling in East Kalkaroo ahead of schedule and within budget, with two new highly prospective exploration targets identified.
- Finalisation of Native Title with existing agreements novated to the new native title body corporate.

The current primary focus of the Group is the Honeymoon Re-Start Strategy, which is categorised into the below three key phases.

Phase 1: The generation of the final input data required for the Definitive Feasibility Study (DFS) including the drilling program to deliver the measured and indicated resource, an optimisation program to deliver further cost savings and/or process improvements and a preliminary execution plan, updated cost estimate and schedule for the re-start of the existing solvent extraction (SX) plant.

Directors' Report CONTINUED

Phase 2: The second phase comprises the DFS and permitting updates. The DFS engineering works; process, engineering design and cost estimation, will use the results from the Phase 1 studies along with the outputs of the wellfield design, derived from the updated mineral resource, to deliver an independent feasibility study report.

Phase 3: The third phase covers the detailed execution planning, operational readiness inclusive of the SX plant recommissioning plan, in conjunction with the ion exchange plant detailed design.

On completion of the three-phase strategy, Boss will be in a position to proceed to mine, assuming a specified global uranium price has been achieved to satisfy the targeted IRR and NPV return to shareholders. Being an ISR mine in combination with IX production, the Honeymoon Uranium Project will operate in the lowest cost quartile of world-wide producers.

Stage 1: Restart of the existing operation; which will involve the use of existing wellfields, and restarting the existing SX plant with minor modifications to rectify identified operational issues. Construction of the ion exchange (IX) plant will commence;

Stage 2: Ramp up of plant capacity to 2Mlb/annum U₃O₈ equivalent using the combined SX / IX system;

Stage 3: Ramp up of plant capacity from 2Mlb/annum to ~3.2Mlb/annum U₃O₈ equivalent (after validating the IX technology) through the addition of further IX columns.

There were no other significant changes in the Group's principal activities during the half-year.

Events Subsequent to the Reporting Period

There are no matters or circumstances which have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial periods.

Directors' Report CONTINUED

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is included within this financial report.

Signed in accordance with a resolution of the Board of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

A handwritten signature in blue ink, appearing to read 'Mark Hohnen', followed by a horizontal line extending to the right.

MARK HOHNEN

Chairman

DATED at PERTH this 13th day of March 2019

RSM Australia Partners

Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100
F +61 (0) 8 9261 9111

www.rsm.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Boss Resources Limited for the half-year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.



RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 13 March 2019

Statement of Comprehensive Income

For the Half-Year Ended 31 December 2018

	Note	Consolidated	
		Half-Year ended 31 December 2018 \$	Half-Year ended 31 December 2017 \$
Interest revenue		201,119	123,598
Other income	2	2,367	871,468
Gain on disposal of mineral exploration interests	5	5,000,000	-
Employees and consultants		(599,594)	(540,802)
Professional and service fees		(383,373)	(413,161)
Exploration and evaluation expenditure	5	(3,758,284)	(2,943,434)
Finance expenses		(122,662)	(137,220)
(Loss) / gain on financial instruments	2	(12,291)	27,760
Other expenses	2	(121,793)	(179,800)
Profit / (loss) before income tax		<u>205,489</u>	<u>(3,191,591)</u>
Income tax expense		-	-
Profit / (loss) for the half-year		<u>205,489</u>	<u>(3,191,591)</u>
Other comprehensive income:			
<i>Items that may be reclassified subsequently to operating result:</i>			
Other comprehensive income for the half year, net of tax		<u>-</u>	<u>-</u>
Total comprehensive income / (loss) for the half-year		<u>205,489</u>	<u>(3,191,591)</u>
Profit / (loss) for the half-year is attributable to:			
Non-controlling interests		-	(618,452)
Members of Boss Resources Limited		205,489	(2,573,139)
		<u>205,489</u>	<u>(3,191,591)</u>
Total comprehensive income / (loss) for the half-year is attributable to:			
Non-controlling interests		-	(618,452)
Members of Boss Resources Limited		205,489	(2,573,139)
		<u>205,489</u>	<u>(3,191,591)</u>
Basic and diluted profit / (loss) per share (cents)		0.013	(0.30)

The accompanying notes form part of these financial statements.

Statement of Financial Position

As at 31 December 2018

	Note	Consolidated	
		31 December 2018 \$	30 June 2018 \$
CURRENT ASSETS			
Cash and cash equivalents		12,685,875	6,961,345
Trade and other receivables	3	219,409	184,207
Other assets		42,741	8,431
Total Current Assets		<u>12,948,025</u>	<u>7,153,983</u>
NON-CURRENT ASSETS			
Plant and equipment		216,371	278,524
Other financial assets	4	8,986,796	8,999,087
Exploration and evaluation expenditure	5	8,496,388	13,496,388
Total Non-Current Assets		<u>17,699,555</u>	<u>22,773,999</u>
TOTAL ASSETS		<u>30,647,580</u>	<u>29,927,982</u>
CURRENT LIABILITIES			
Trade and other payables	6	806,333	488,583
Provisions		30,042	32,261
Borrowings	7	4,000,000	-
Total Current Liabilities		<u>4,836,375</u>	<u>520,844</u>
NON-CURRENT LIABILITIES			
Borrowings	7	-	4,000,000
Restoration provision		8,504,374	8,504,374
Total Non-Current Liabilities		<u>8,504,374</u>	<u>12,504,374</u>
TOTAL LIABILITIES		<u>13,340,749</u>	<u>13,025,218</u>
NET ASSETS		<u>17,306,831</u>	<u>16,902,764</u>
EQUITY			
Issued capital	8	79,132,493	79,081,215
Reserves		9,459,612	9,312,312
Accumulated losses		(71,285,274)	(71,490,763)
TOTAL EQUITY		<u>17,306,831</u>	<u>16,902,764</u>

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Half-Year Ended 31 December 2018

Consolidated	Issued Capital	Accumulated Losses	Share Based Payment Reserve	Non-controlling Interest	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2018	79,081,215	(71,490,763)	9,312,312	-	16,902,764
Profit for the half-year	-	205,489	-	-	205,489
Total comprehensive income for the half-year	-	205,489	-	-	205,489
Shares issued during the half-year	200,000	-	-	-	200,000
Options issued during the half-year	1,000	-	-	-	1,000
Capital raising costs	(149,722)	-	-	-	(149,722)
Share based payments	-	-	147,300	-	147,300
Balance at 31 December 2018	79,132,493	(71,285,274)	9,459,612	-	17,306,831
Balance at 1 July 2017	56,209,988	(52,484,360)	8,899,544	(1,046,448)	11,578,724
Loss for the half-year	-	(2,573,139)	-	(618,452)	(3,191,591)
Total comprehensive loss for the half-year	-	(2,573,139)	-	(618,452)	(3,191,591)
Shares issued during the half-year	3,000,005	-	-	-	3,000,005
Capital raising costs	(175,763)	-	-	-	(175,763)
Share based payments	-	-	176,395	-	176,395
Balance at 31 December 2017	59,034,230	(55,057,499)	9,075,939	(1,664,900)	11,387,770

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Half-Year Ended 31 December 2018

	Consolidated	
	Half-Year ended 31 December 2018 \$	Half-Year ended 31 December 2017 \$
Cash Flows from Operating Activities		
Cash payments in the course of operations	(1,259,310)	(1,283,394)
Cash payments for mineral exploration and evaluation	(3,472,279)	(2,793,564)
R&D tax refund received	-	235,674
Interest received	267,398	79,783
Net cash (used in) operating activities	<u>(4,464,191)</u>	<u>(3,761,501)</u>
Cash Flows from Investing Activities		
Purchase of plant and equipment	-	(30,344)
Proceeds on disposal of plant and equipment	2,367	17,225
Proceeds on disposal of Burkina Faso interests	10,000,000	-
Refund of security deposit	-	100,000
Net cash provided by/(used in) investing activities	<u>10,002,367</u>	<u>86,881</u>
Cash Flows from Financing Activities		
Repayment of promissory note	-	(3,000,000)
Net proceeds from issue of share capital	198,578	2,824,242
Net cash provided by / (used in) financing activities	<u>198,578</u>	<u>(175,758)</u>
Net increase / (decrease) in cash	<u>5,736,754</u>	<u>(3,850,378)</u>
Cash at beginning of the financial period	6,961,345	4,876,784
Exchange differences on cash and cash equivalents	(12,224)	(1,718)
Cash at the end of the financial half-year	<u>12,685,875</u>	<u>1,024,688</u>

The accompanying notes form part of these financial statements

Notes to the Financial Statements

For the Half-Year Ended 31 December 2018

NOTE 1: BASIS OF PREPARATION

These general purpose interim financial statements of Boss Resources Limited (“Company”) and controlled entities (“Group”) for the half-year reporting period ended 31 December 2018 have been prepared in accordance with Australian Accounting Standard AASB 134: *Interim Financial Reporting and the Corporations Act 2001*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

This interim financial report does not include full disclosures of the type normally included in an annual report. It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2018 and any public announcements made by Boss Resources Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies have been consistently applied with those of the previous financial year and corresponding interim reporting period, except in relation to the matters disclosed below.

New and Revised Accounting Standards

The Group has adopted all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the consolidated entity's accounting policies.

The adoption of AASB 9 Financial Instruments from 1 July 2018 has not affected balances of the Group because no financial instrument held by the Group is recognised or measured differently by this standard. Although the shares in listed investments disclosed in note 5 are now classified as being measured at fair value through profit or loss, this change in language has had no effect on reported balances. Future effects of the implementation of this standard will mostly depend on any form of hedging by the Group.

The adoption of AASB 15 Revenue from Contracts with Customers from 1 July 2018 has not affected balances of the Group because no revenue or potential revenue of the Group is recognised or measured differently by this standard. Future effects of the implementation of this standard will mostly depend on the wording and effect of relevant contracts.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Group.

Notes to the Financial Statements For the Half-Year Ended 31 December 2018

	Consolidated	
	Half-Year ended 31 December 2018 \$	Half-Year ended 31 December 2017 \$
NOTE 2: SIGNIFICANT INCOMES AND EXPENDITURES		
Other income		
R&D tax rebate that does not meet the definition of an income tax benefit	-	871,468
Receipt from previously written off debtor	2,367	-
	<u>2,367</u>	<u>871,468</u>
(Loss) / gain on financial instruments		
Reversal of previous impairment of trade receivable	-	17,225
(Increase) / decrease in value of shares in listed investment	(12,291)	10,535
	<u>(12,291)</u>	<u>27,760</u>
Other expenses		
Depreciation	(62,153)	(59,357)
Other expenses	(59,640)	(120,443)
	<u>(121,793)</u>	<u>(179,800)</u>
NOTE 3: TRADE AND OTHER RECEIVABLES		
Trade receivables	219,409	184,207
	<u>219,409</u>	<u>184,207</u>

Receivables are non-interest bearing and generally repayable within 30 days.

Due to the short-term nature of these receivable, their carrying value is assumed to approximate their fair value.

Notes to the Financial Statements For the Half-Year Ended 31 December 2018

	Consolidated	
	Half-Year ended 31 December 2018 \$	Half-Year ended 31 December 2017 \$
NOTE 4: OTHER FINANCIAL ASSETS		
Security bonds	8,951,680	8,951,680
Financial assets – at fair value through profit or loss	35,116	47,407
	8,986,796	8,999,087
Listed investments, at fair value		
Shares in listed corporations	35,116	47,407

Movement in security bonds:

Opening value	8,951,680	9,053,319
Security bond refunded	-	(100,000)
Security bond impaired	-	(1,639)
Closing value	8,951,680	8,951,680

Security bonds are term deposits held as security and deposits held by service providers. The term deposits are held by Australian banks with at least 'A' credit rankings.

NOTE 5: EXPLORATION AND EVALUATION EXPENDITURE

Balance at the beginning of the period	13,496,388	13,337,810
Disposal of exploration interest	(5,000,000)	-
Exploration expenditure incurred	3,758,284	3,803,888
Increase in associated restoration provision	-	158,578
Exploration expenditure expensed	(3,758,284)	(3,803,888)
Balance at the end of the period	8,496,388	13,496,388

The ultimate recoupment of costs carried forward for exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective mining areas.

During the period, the Burkina Faso exploration interests were sold for \$10,000,000 with the disposal of the remaining shares held in the holding companies detailed in note 14. The \$5,000,000 value of these exploration interests is deducted from the balance of capitalised exploration and evaluation expenditure, while the \$5,000,000 gain on this disposal is recognised in profit or loss.

The remaining balance of capitalised exploration and evaluation expenditure at 31 December 2018 of \$8,496,388 solely reflects the Honeymoon Uranium Project.

NOTE 6: TRADE AND OTHER PAYABLES

Trade payables	311,732	151,815
Interest payable on promissory notes (note 7)	279,811	232,677
Accrued expenses	214,790	104,091
	806,333	488,583

All payables are on industry standard payment terms.

Notes to the Financial Statements For the Half-Year Ended 31 December 2018

Consolidated	
Half-Year ended 31 December 2018 \$	Half-Year ended 31 December 2017 \$

NOTE 7: BORROWINGS

Promissory note - current	4,000,000	-
Current borrowings	4,000,000	-
Promissory note – non-current	-	4,000,000
Current borrowings	-	4,000,000

During the financial year ended 30 June 2016, two promissory notes were issued by the Company for \$3,000,000 and \$4,000,000, to the vendor of the Honeymoon Uranium Project on behalf of Boss Energy Pty Ltd (Boss Energy) to enable that entity to partially repay loans owing to the vendor. The \$3,000,000 promissory note was repaid during the year ended 30 June 2018. Repayment of the remaining \$4,000,000 promissory note is due on the earliest of: any change in control of the Company; any sale of the Honeymoon Uranium Project; or at the longstop date of 30 November 2019.

At 31 December 2018, the face value of the \$4,000,000 promissory note is recognised as a current borrowing and the accrued interest payable of \$279,811 (30 June 2018: \$232,677) is included in the balance of current trade and other payables. Interest on the promissory note accrues daily on the principal, at interest rates equal to the bank interest rates paid on performance bonds over the Honeymoon Project.

The promissory note is secured by a charge in favour of the noteholder over all current and future assets of the Company.

The vendor can transfer this note, on the consent of the Company, which consent must not be unreasonably withheld.

NOTE 8: ISSUED CAPITAL

Issued capital – share options issued for cash	1,000	-
Issued capital – fully paid ordinary shares	79,131,493	79,081,215
	79,132,493	79,081,215
Ordinary Shares	Number	\$
Balance at 30 June 2018	1,574,403,008	79,081,215
Share issue – 27 August 2018 at \$0.02 per share on exercise of options	10,000,000	200,000
Share issue costs	-	(149,722)
Balance at 31 December 2018	1,584,403,008	79,131,493

Notes to the Financial Statements For the Half-Year Ended 31 December 2018

NOTE 9: CONTINGENT LIABILITIES, CONTINGENT ASSETS AND COMMITMENTS

There has been no change in contingent liabilities and assets since 30 June 2018 other than the disposal of the contingent assets associated with the disposed Burkina Faso exploration assets disclosed in note 5 and the 30 June 2018 Financial Report.

The Group has certain obligations to perform minimum exploration work and to expend minimum amounts of money on such work on mining tenements. These obligations may be varied from time to time subject to approval and are expected to be fulfilled in the normal course of the operations of the Group. These commitments have not been provided for in the financial statements. Due to the nature of the Group's operations in exploring and evaluating areas of interest, expenditure may be reduced by seeking exemption from individual commitments, by relinquishment of tenure or any new joint venture arrangements. Expenditure may be increased when new tenements are granted or joint venture agreements amended. The minimum expenditure commitments on the tenements are:

	Consolidated	
	Half-Year ended 31 December 2018 \$	Half-Year ended 31 December 2017 \$
Less than 12 months	-	904,000
12 months to 5 years	-	217,068
	<u>-</u>	<u>1,121,068</u>

There is no effective minimum expenditure commitment at 31 December 2018 because expenditure requirements had already been exceeded.

NOTE 10: DIVIDENDS

There were no dividends paid, recommended or declared during the current half or previous financial year.

NOTE 11: SEGMENT REPORTING

The segment information provided to the Board of Directors for the reportable segments for the half-year ended 31 December 2018 is as follows:

	Gold \$	Uranium \$	Corporate \$	Total \$
31 December 2018				
Revenue				
Other revenues from external customers	-	-	-	-
Total segment revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Segment result	<u>5,000,000</u>	<u>(3,789,566)</u>	<u>(1,004,945)</u>	<u>205,489</u>
Interest revenue	-	104,597	96,522	201,119
Other income	-	2,367	-	2,367
Depreciation	-	(59,996)	(2,157)	(62,153)

Notes to the Financial Statements For the Half-Year Ended 31 December 2018

NOTE 12: EVENTS SUBSEQUENT TO BALANCE DATE

There are no matters or circumstances which have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial periods.

NOTE 13: FAIR VALUE MEASUREMENT

Fair value hierarchy

The following tables detail the Group's assets and liabilities that are measured or disclosed at fair value, using a three-level hierarchy that is based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

Consolidated – 31 December 2018	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets:				
Ordinary shares at fair value through profit or loss	35,116	-	-	35,116
	<u>35,116</u>	<u>-</u>	<u>-</u>	<u>35,116</u>

Consolidated – 30 June 2018

Assets:

Ordinary shares available-for-sale	47,407	-	-	47,407
Total assets	<u>47,407</u>	<u>-</u>	<u>-</u>	<u>47,407</u>

Assets and liabilities held for sale are measured at fair value on a non-recurring basis.

There were no transfers between levels during the financial half-year.

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature. The carrying amount of non-current borrowings is assumed to approximate its fair value due to the interest being payable on the promissory note.

Notes to the Financial Statements For the Half-Year Ended 31 December 2018

NOTE 14: INTERESTS IN SUBSIDIARIES

	Country of Incorporation	Percentage Owned %	
		31 December 2018	30 June 2018
Parent Entity:			
Boss Resources Limited	Australia		
Subsidiaries of Boss Resources Limited:			
Wattle Mining Pty Ltd	Australia	100	100
Boss Energy Pty Ltd	Australia	100	100
Boss Uranium Pty Ltd	Australia	100	100
Askia Gold Pty Ltd*	Australia	-	49
Boss Minerals Pty Ltd*	Australia	-	49
Boss Resources Sweden Pty Ltd	Australia	100	100
Subsidiary of Askia Gold Pty Ltd:			
Boss Gold SARL (formerly Askia Gold SARL)*	Burkina Faso	-	49
Subsidiary of Boss Minerals Pty Ltd:			
Boss Minerals SARL*	Burkina Faso	-	49

* The Group disposed of interests in these entities with the sale of the Burkina Faso Gold Mineral Exploration interests described in note 5. This is because the sale agreement was for sale of the remaining shares held in Askia Gold Pty Ltd and Boss Minerals Pty Ltd. The mineral exploration interests referred to in note 5 were directly held by Boss Gold SARL and Boss Minerals SARL.

There have been no other movements in percentage ownership or costs of controlled entities since 30 June 2018.

Directors' Declaration

In the opinion of the Directors of Boss Resources Limited:

1. The financial statements and notes, as set out within this financial report, are in accordance with the *Corporations Act 2001* including:
 - a. complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
 - b. giving a true and fair view of the Group's financial position as at 31 December 2018 and of its performance for the half-year then ended.
2. 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 signed in accordance with a resolution of the Board of Directors.



MARK HOHNEN
Chairman

DATED at PERTH this 13th day of March 2019

RSM Australia Partners

Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 92619100
F +61 (0) 8 92619111

www.rsm.com.au

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
BOSS RESOURCES LIMITED**

We have reviewed the accompanying half-year financial report of Boss Resources Limited which comprises the statement of financial position as at 31 December 2018, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2018 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Boss Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

RSM Australia Partners is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

RSM Australia Partners ABN 36 965 185 036

Liability limited by a scheme approved under Professional Standards Legislation

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Boss Resources Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

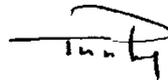
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Boss Resources Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2018 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

RSM

RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 13 March 2019