



**CASSINI**  
RESOURCES LIMITED

**CASSINI RESOURCES LIMITED  
AND ITS CONTROLLED ENTITIES**  
ABN 50 149 789 337

**Interim Financial Report  
For the period ended 31 December 2015**

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## DIRECTORS' REPORT

Your Directors present their half-yearly report on the consolidated entity consisting of Cassini Resources Limited ("Cassini" or "the Company") and the entities it controlled at the end of, or during, the period 1 July 2015 to 31 December 2015 ("the Group").

### Directors

The persons who were Directors of Cassini Resources Limited during the interim reporting period and up to the date of this report are:

Mr Michael (Mike) Young	Non-Executive Chairman (appointed on 10 March 2011)
Mr Richard Bevan	Managing Director (appointed on 10 March 2011)
Mr Greg Miles	Non-Executive Director (appointed on 18 August 2011)
Mr Philip Warren	Non- Executive Director (appointed on 10 March 2011)
Dr Jon Hronsky	Non-Executive Director (appointed 3 April 2014)

### Review of Operations

Cassini's principal activities during the period were focused on exploration and development at the Company's 100% owned West Musgrave Project (WMP), and exploration of the West Arunta (X17) Project, both which are located in Western Australia.

Work at the WMP has focused on the Nebo-Babel Pre-Feasibility Study and results have shown a number of significant improvements on assumptions made during the WMP Scoping Study, with reductions in pre-production capital and operating expenditure demonstrated. Confirmation of a preferred "Staged" development scenario, where operations would commence with an initial start-up processing rate of 1Mtpa and then expand to 4Mtpa further reduces the pre-production capital required, with any expansion to be supported by production cash flow.

The Maiden Inferred Resource at Succoth announced in December 2015 is a significant milestone for the Company, achieved through the considerable effort of Cassini's technical team to understand the geology and mineralisation controls of the deposit at Succoth. Further growth of the Resource is expected with additional drilling. Succoth represents only one of a number of exciting exploration opportunities at the West Musgrave Project that are yet to be fully investigated by the Company.

The X17 Project has delivered exciting early stage results that provide compelling evidence of a potential new zinc province in Western Australia. X17 is a high-priority exploration target and the Company is working towards a maiden drill program early in the 2016 field season.

The Group's operating loss for the period ended 31 December 2015 was \$1,734,625 (31 December 2014: \$2,918,889).

### Significant Change in State of Affairs

There were no significant changes in the state of affairs of the Company during the period.

### Matters Subsequent to Reporting Date

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Group or the results of those operations of the Group in future financial years.

### **Auditor's Independence Declaration**

The Auditor's Independence Declaration under section 307C of the Corporation Act 2001 is included within this financial report.

This report is signed in accordance with a resolution of the Board of Directors.

A handwritten signature in black ink, appearing to read 'Bevan', with a long horizontal flourish extending to the right.

**Richard Bevan**  
Managing Director

Perth, Western Australia, 14 March 2016

DECLARATION OF INDEPENDENCE BY PHILLIP MURDOCH TO THE DIRECTORS OF CASSINI RESOURCES LIMITED

As lead auditor for the review of Cassini Resources Limited for the half-year ended 31 December 2015, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Cassini Resources Limited and the entities it controlled during the period.



Phillip Murdoch

Director

BDO Audit (WA) Pty Ltd

Perth, 14 March 2016

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half-year ended 31 December 2015

	Note	HALF-YEAR 2015 \$	2014 \$
<b>Revenue from continuing operations</b>			-
Other income		24,481	86,519
Advisory and company secretarial expenses		(135,018)	(75,000)
Exploration expenditure written-off	5	(122,898)	(1,475,868)
Legal fees		(27,840)	(143,901)
Insurance		(41,725)	(28,933)
Audit fees		(31,407)	(16,856)
ASX and share registry fees		(38,306)	(43,398)
Directors fees		(256,330)	(314,623)
Wages and salaries		(425,835)	(417,971)
Other employee expenses		(62,383)	(62,383)
Other expenses		(377,711)	(411,698)
Share-based payment	8	(239,653)	(14,777)
<b>Loss before income tax expense</b>		<b>(1,734,625)</b>	<b>(2,918,889)</b>
Income tax expense		-	-
<b>Loss after income tax for the period</b>		<b>(1,734,625)</b>	<b>(2,918,889)</b>
<b>Other Comprehensive Income</b>			
<i>Items that may be reclassified to profit or loss</i>			
Exchange difference on translation of foreign operations		148,611	(25,695)
<b>Other comprehensive loss for the period, net of tax</b>		<b>148,611</b>	<b>(25,695)</b>
<b>Total comprehensive loss for the period</b>		<b>(1,586,014)</b>	<b>(2,944,584)</b>
<b>Loss from continuing operations attributable to:</b>			
Members of the parent entity		(1,586,014)	(2,918,846)
Non-controlling interests recognised		-	(43)
		<b>(1,586,014)</b>	<b>(2,918,889)</b>
<b>Total comprehensive loss is attributable to:</b>			
Owners of Cassini Resources Limited		(1,586,014)	(2,944,584)
		<b>(1,586,014)</b>	<b>(2,944,584)</b>
<b>Loss per share from continuing operations attributable to the ordinary equity holders of Cassini Resources Limited:</b>			
Basic and diluted loss per share (cents)		(0.79)	(2.55)

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

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2015

	Note	31 December 2015 \$	30 June 2015 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		2,428,482	5,699,597
Trade and other receivables	7	58,585	128,613
<b>Total current assets</b>		<b>2,487,067</b>	<b>5,828,210</b>
<b>Non-current assets</b>			
Property, plant and equipment		232,198	287,883
Investments accounted for using the equity method		-	25,000
Exploration and evaluation expenditure	5	9,005,775	6,945,080
<b>Total non-current assets</b>		<b>9,237,973</b>	<b>7,257,963</b>
<b>TOTAL ASSETS</b>		<b>11,725,040</b>	<b>13,086,173</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade payables		231,209	282,115
Other payables	6	72,647	36,474
<b>Total current liabilities</b>		<b>303,857</b>	<b>318,589</b>
<b>TOTAL LIABILITIES</b>		<b>303,857</b>	<b>318,589</b>
<b>NET ASSETS</b>		<b>11,421,184</b>	<b>12,767,584</b>
<b>EQUITY</b>			
Issued capital	3(a)	23,685,120	23,685,120
Options reserve	4	1,237,600	997,986
Foreign currency translation reserve		629,805	481,194
Accumulated Losses		(14,131,341)	(12,396,716)
Capital and reserves attributable to owners of the company		11,421,184	12,767,584
Non-controlling interests		-	-
<b>TOTAL EQUITY</b>		<b>11,421,184</b>	<b>12,767,584</b>

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

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 31 December 2015

	Contributed Equity	Option Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Non- controlling interests	Total
	\$		\$	\$	\$	\$
Balance at 1 July 2015	23,685,120	997,986	481,194	(12,396,716)	-	12,767,584
<b>Total comprehensive income for the period</b>						
Loss for the period ended 31 December 2015	-	-	-	(1,734,625)	-	(1,734,625)
Other comprehensive income	-	-	148,611	-	-	148,611
<b>Total comprehensive loss for the period</b>	-	-	<b>148,611</b>	<b>(1,734,625)</b>	-	<b>(1,586,014)</b>
<b>Transactions with owners, recorded directly in equity</b>	-	-	-	-	-	-
Share based payment	-	239,614	-	-	-	239,614
<b>Balance at 31 December 2015</b>	<b>23,685,120</b>	<b>1,237,600</b>	<b>629,805</b>	<b>(14,131,341)</b>	-	<b>11,421,184</b>

	Contributed Equity	Option Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Non- controlling interests	Total
	\$		\$	\$	\$	\$
Balance at 1 July 2014	16,967,355	968,673	370,569	(7,181,281)	351,033	11,476,349
<b>Total comprehensive income for the period</b>						
Loss for the period ended 31 December 2014	-	-	-	(2,918,846)	(43)	(2,918,889)
Other comprehensive income	-	-	(25,695)	-	-	(25,695)
<b>Total comprehensive loss for the period</b>	-	-	<b>(25,695)</b>	<b>(2,918,846)</b>	<b>(43)</b>	<b>(2,944,584)</b>
<b>Transactions with owners, recorded directly in equity</b>	-	-	-	-	-	-
Option expenses	-	14,777	-	-	-	14,777
<b>Balance at 31 December 2014</b>	<b>16,967,355</b>	<b>983,450</b>	<b>344,874</b>	<b>(10,100,127)</b>	<b>350,990</b>	<b>8,546,542</b>

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



## CONSOLIDATED STATEMENT OF CASH FLOWS

For the half year ended 31 December 2015

	31 December 2015	31 December 2014
	\$	\$
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	(1,248,073)	(871,557)
Interest received	24,481	86,519
<b>Net cash outflow from operating activities</b>	<u>(1,223,592)</u>	<u>(785,038)</u>
<b>Cash flows from investing activities</b>		
Payments for Property, Plant & Equipment	-	(36,203)
Proceeds from disposal of Property, Plant & Equipment	18,137	-
Consideration for purchase of subsidiary	(75,000)	-
Exploration and Evaluation Expenditure	(1,990,660)	(4,619,464)
<b>Net cash outflow from investing activities</b>	<u>(2,047,523)</u>	<u>(4,655,667)</u>
<b>Cash flows from financing activities</b>		
Proceeds from share issue	-	-
Capital raising cost	-	-
<b>Net cash inflow from financing activities</b>	<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents	(3,271,115)	(5,440,705)
Cash and cash equivalents at beginning of the financial period	5,699,597	7,943,427
<b>Cash and cash equivalents at end of the period</b>	<u><b>2,428,482</b></u>	<u><b>2,502,722</b></u>

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

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2015

## 1. Summary of significant accounting policies

### Basis of preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2015 has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. The consolidated entity is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

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 to be read in conjunction with the annual financial report for the year ended 30 June 2015 and any public announcements made by Cassini Resources Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

### New and amended standards adopted by the entity

A number of new or amended standards became applicable for the current reporting period, however, the Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards. There may be some changes to the disclosures in the 30 June 2016 annual report as a consequence of these amendments.

### Impact of standards issued but not yet applied by the entity

There were no new standards issued since 30 June 2015 that have been applied by the Company. The 30 June 2015 annual report disclosed that the Company anticipated no material impacts (amounts recognised and/or disclosed) arising from initial application of those standards issued but not yet applied at that date, and this remains the assessment as at 31 December 2015.

### Going Concern

The interim financial statements have been prepared on the basis of a going concern. The interim financial statements have been on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business.

The Group incurred a net loss of \$1,586,014 for the half year ended 31 December 2015 (\$2,944,584 31 December 2014) and had net operating cash outflow from operations of \$1,223,592 for the period (\$785,038 31 December 2014). Notwithstanding this, the financial report has been prepared on a going concern basis.

The ability of the consolidated entity to continue as a going concern is dependent on the consolidated entity being able to raise additional funds as required to fund ongoing exploration commitments and for working capital. The Directors believe that they will be able to raise additional capital as required and are in the process of evaluating the consolidated entity's cash requirements. Further, if required the consolidated entity can reduce non-essential overhead expenditure or explore the extinguishment of financial liabilities with equity instruments. However if the consolidated entity is unable to achieve either of the above, there is a material uncertainty that may cast significant doubt on the consolidated entity's ability to continue as a going concern.

The Directors believe that the consolidated entity will continue as a going concern. As a result the financial report has been prepared on a going concern basis. However, should the consolidated entity be unsuccessful in undertaking additional raisings, the consolidated entity may not be able to continue as a going concern. No adjustments have been made relating to the recoverability and classification of liabilities that might be necessary should the consolidated entity not continue as a going concern.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2015

## 2. Segment Information

### Operating Segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of its exploration and corporate activities. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics.

The Group operates as a two segments which is mineral exploration within Australia and the United States. The Group is domiciled in Australia.

Information regarding the results of each reportable segment is included below.

31 December 2015	Exploration Australia \$	Exploration United States \$	Corporate \$	Total \$
<b>Segment performance</b>				
Profit/ (Loss) before income tax	(173,269)	(243,809)	(1,317,457)	(1,734,625)
<b>Segment assets</b>				
Cash	3	3,664	2,424,815	2,428,482
Exploration and evaluation	9,005,775	-	-	9,005,775
Other	232,199	12,184	46,400	290,783
<b>Total segment assets</b>	<b>9,237,977</b>	<b>15,848</b>	<b>2,471,215</b>	<b>11,725,040</b>
<b>Segment liabilities</b>				
Creditors	-	-	(141,546)	(141,546)
Other	(15,975)	(3,687)	(142,649)	(162,311)
<b>Total segment liabilities</b>	<b>(15,975)</b>	<b>(3,687)</b>	<b>(284,195)</b>	<b>(303,857)</b>
31 December 2014	Exploration Australia \$	Exploration United States \$	Corporate \$	Total \$
<b>Segment performance</b>				
Profit/ (Loss) before income tax	(1,241,332)	(429,116)	(1,248,441)	(2,918,889)
<b>Segment assets</b>				
Cash	8,418	10,104	2,484,200	2,502,722
Exploration and evaluation	6,873,847	-	-	6,873,847
Other	195,873	66,296	448,934	711,103
<b>Total segment assets</b>	<b>7,078,138</b>	<b>76,400</b>	<b>2,933,134</b>	<b>10,087,672</b>
<b>Segment liabilities</b>				
Creditors	(3,805)	-	(1,026,112)	(1,029,917)
Other	(10)	(7,204)	(503,999)	(511,213)
<b>Total segment liabilities</b>	<b>(3,815)</b>	<b>(7,204)</b>	<b>(1,530,111)</b>	<b>(1,541,130)</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2015

## 3. Contributed Equity

### (a) Issued and fully paid

	31 December 2015		30 June 2015	
	\$	No.	\$	No.
Ordinary shares	23,685,120	220,899,079	23,685,120	220,899,079
	<b>23,685,120</b>	<b>220,899,079</b>	<b>23,685,120</b>	<b>220,899,079</b>

### (b) Movement reconciliation

ORDINARY SHARES	No. of Shares	\$
Opening Balance at 1 July 2015	220,899,079	23,685,120
<b>Closing Balance at 31 December 2015</b>	<b>220,899,079</b>	<b>23,685,120</b>

## 4. Reserves

	31 December 2015		30 June 2015	
	\$	No.	\$	No.
Option reserve	1,237,600	21,950,000	997,986	6,600,000
	<b>1,237,600</b>	<b>21,950,000</b>	<b>997,986</b>	<b>6,600,000</b>

MOVEMENT RECONCILIATION	31 December 2015 \$	30 June 2015 \$
Balance at the beginning of the period	997,986	968,673
Equity settled share-based payment transactions (refer Note 8)	239,614	29,313
Balance at the end of the period	<b>1,237,600</b>	<b>997,986</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2015

## 5. Exploration & Evaluation Expenditure

	31 December 2015 \$	30 June 2015 \$
Opening Balance	6,945,080	3,841,828
EE&E attributable to acquisitions		
Expenditure capitalised during the period	2,183,593	6,232,414
Stamp duty capitalised during the period	-	106,312
Less: Exploration written off during the period	(122,898)	(1,586,268)
Less: Exploration attributable to disposals	-	(1,649,206)
<b>Total Exploration &amp; Evaluation Expenditure</b>	<b>9,005,775</b>	<b>6,945,080</b>

## 6. Trade and Other Payables

	31 December 2015 \$	30 June 2015 \$
Accrued expenses and other payables	56,175	5,093
Payroll and PAYG payable	15,975	29,203
Trade payables	231,209	282,115
GST collected	498	2,178
<b>Total trade and other payables</b>	<b>303,857</b>	<b>318,589</b>

## 7. Trade and Other Receivables

	31 December 2015 \$	30 June 2015 \$
GST receivable	46,401	117,015
Other receivables/prepayments	12,184	11,598
<b>Total trade and other receivables</b>	<b>58,585</b>	<b>128,613</b>

## 8. Share Based Payment

### (a) Fair value of consideration options granted during the period

The establishment of the Employee Share Option Scheme was approved by the board of directors on 10 October 2011. The Employee Share Option Scheme is designed to provide long term incentives for senior managers and above (including executive and non-executive directors) and to attract and retain experience employees, board members and executive officers and provide them with the motivation to make the Group more successful. Under the plan, participants are granted options which only vest if certain performance standards are met. Participation in the plan is at the Board's discretion and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits.

An option may only be exercised after that option has vested and any other conditions imposed by the Board on exercise are satisfied. The options remain exercisable for a period between two or five years from listing date or on cessation of employment. Options are granted under the plan for no consideration.

Options granted under the plan carry no dividend or voting rights. When exercisable, shares allotted pursuant to the exercise of options will be allotted following receipt of all the relevant documents and payments and will rank equally with all other shares.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2015

## 8. Share Based Payment (continued)

11 million options were issued on 15 December 2015 to related parties and 4.5 million options were issued to employees or consultants to the company. The sum total fair value of these two options was calculated to be \$239,653 using a Black-Scholes option valuation model with the following inputs:

Share Price at Grant Date	\$0.028
Exercise Price	\$0.067
Grant Date	26/11/2015
Expiration date	14/12/2019
Life of the Options	4
Volatility	100%
Risk Free Rate	3.41%

### (b) Recognised equity-based payment expense

As a result of the options issued, a share-based payment expense for the period of \$239,614 was recognised.

## 9. Dividends

No dividends have been paid or declared since the start of the financial period, and none are recommended.

## 10. Acquisition of Crossbow

### Summary of acquisition

On 22<sup>nd</sup> July 2015 Cassini Resources Limited, acquired 100% of the issued capital of Crossbow Pty Ltd (Crossbow).

Details of the fair value of the assets and liabilities acquired as at 22 July 2015 are as follows:

### Purchase consideration comprises:

	\$
Cash issued to vendor	75,000
	<u>75,000</u>

### Net assets acquired:

	\$
Cash and cash equivalents	2
Trade and other receivables	8,358
Exploration and evaluation assets	99,998
Trade and other payables	<u>(1,772)</u>
Net identifiable assets acquired	<u>106,586</u>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2015

## 11. Fair value measurement of financial instruments

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2), and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

### *Recurring fair value measurements*

The Group does not have any financial instruments that are subject to recurring or non-recurring fair value measurements.

### *Fair values of financial instruments not measured at fair value*

Due to their short-term nature, the carrying amount of current receivables, current trade and other payables and current interest bearing liabilities is assumed to approximate their fair value.

## 12. Commitments

There are no new commitments, other than the commitments that existed as at 30 June 2015 that the Group has entered into during the period under review.

## 13. Contingent Assets and Liabilities

There have been no material changes in contingent liabilities or contingent assets since the last annual reporting date.

## 14. Related Party Disclosures

Vertex Exploration, a company associated with Dr Jon Hronsky, received \$40,850 in fees during the period for geological consulting services provided to the Company. These consulting fees are in addition to the annual non-executive director fee Dr Hronsky receives. Furthermore, 1,000,000 unlisted options were issued to Dr Hronsky at prices as disclosed in note (8a).

2,000,000 unlisted options were issued to Mr Young, at prices as disclosed in note (8a).

Mr Richard Bevan was the recipient of 3,500,000 unlisted options at prices as disclosed in note (8a).

Mr Phil Warren was the recipient of 1,000,000 unlisted options at prices as disclosed in note (8a).

Mr Greg Miles was the recipient of 3,500,000 unlisted options at prices as disclosed in note (8a).

Other than outlined above, transactions with the related parties are consistent with those disclosed in the 30 June 2015 financial report.

## 15. Events Subsequent to Reporting Date

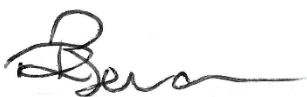
No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

## DIRECTOR'S DECLARATION

The directors of the company declare that:

- (a) The financial statements and notes are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with the Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory professional reporting requirements.
  - (ii) giving a true and fair view of the financial position as at 31 December 2015 and the performance for the half year ended 31 December 2015.
- (b) At the date of this statement there are reasonable grounds to believe that Cassini Resources Limited will be able to pay its debts when they become due and payable.

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



**Mr Richard Bevan**  
Managing Director

Perth, 14 March 2016



## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Cassini Resources Limited

### Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Cassini Resources Limited, which comprises the consolidated statement of financial position as at 31 December 2015, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a statement of accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year's end or from time to time during the half-year.

#### Directors' Responsibility for the Half-Year Financial Report

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

#### Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 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 Cassini 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.

#### 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 Cassini 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 Cassini 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 2015 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*

## Emphasis of matter

Without modifying our conclusion, we draw attention to Note 1 in the half-year financial report, which indicates that the ability of the consolidated entity to continue as a going concern is dependent upon the ability to raise additional capital and/or reduce non-essential overhead expenditure. These conditions, along with other matters as set out in Note 1, indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

BDO Audit (WA) Pty Ltd

BDO

A handwritten signature in black ink, appearing to read 'P. Murdoch', written over a horizontal line.

Phillip Murdoch  
Director

Perth, 14 March 2016