

ANOMALY RESOURCES LTD

and CONTROLLED ENTITY

FINANCIAL REPORT

For the Year Ended 30th June 2007

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CORPORATE DIRECTORY

Directors

Robert Peter Macnab
Robert McLean
James Sinton Spence
Thomas Mark Fermanis

Secretary

Michael Derin

ACN 125 210 433

Auditors

Duncan Dovico Chartered Accountants
Level 4
5-9 Harbourview Crescent
Milsons Point NSW 2061
AUSTRALIA

Registered Office

Level 12
280-288 George Street
Sydney NSW 2000
AUSTRALIA

DIRECTORS REPORT

The directors present their report on the company and its controlling entities for the financial year ended 30th June 2007.

Directors

The names of Directors in Office at any time during or since the end of the year are:

Robert Peter Macnab - appointed 3rd May 2007
Robert McLean - appointed 6th September 2007
Sinton Spence - appointed 3rd May 2007
Thomas Mark Fermanis - appointed 3rd May 2007

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

Company Secretary

The following person held the position of Company Secretary at the end of the financial year:

Thomas Mark Fermanis was appointed Company Secretary on 3rd May 2007 until his resignation on 19th December 2007.
Michael Derin, Chartered Accountant, was appointed Company Secretary on 19th December 2007.

Principal Activities

The principal activities of the consolidated group are developing precious and base metal deposits in Papua New Guinea. A number of tenements have been obtained or are under application, all of which are located in strategic geological locations and demonstrate evidence of widespread base and precious mineralisation. The main project of the consolidated group, Crater Mountain, involves the extraction of epithermal gold and gold-copper porphyry type deposits.

Operating Results

The consolidated loss of the consolidated group after providing for income tax and eliminating minority equity interests amounted to \$15,495.

Dividends Paid or Recommended

There were no dividends paid or recommended to be paid.

Review of Operations

Crater Mountain is an advanced exploration project in the Papua New Guinea Highlands. Post year end, Anomaly Resources Ltd has entered into a joint venture with AIM-Listed Triple Plate Junction Plc and its minority partners to earn a majority holding in the three contiguous granted exploration licenses that encompass this project. Anomaly has several other exploration projects including a second joint venture entered into post yearend with Triple Plate Junction Plc to earn a majority interest in their Oram Exploration license EL 1367 and its Bogia exploration license EL 1446 inland from Bogia in the Madang Province.

Financial Position

The net liability of the consolidated group is \$15,243 as at 30th June 2007.

DIRECTORS REPORT continued

After Balance Date Events

The following significant changes in the state of affairs of the Group occurred since 30th June 2007:

Subsequent to the Extraordinary General Meeting of Members held on 19th December 2007 the following share issues were approved and made:

- 2,500,000 fully paid ordinary shares and 5,000,000 fully paid Directors shares issued at \$0.002 per share to each of the following Directors or their related parties; Thomas Mark Fermanis, Sinton Spence, Robert McLean and Maureen Kiali, wife of Robert Peter Macnab.
- 5 A, B and C Class preference shares at \$500 per share to each of the following Directors or their related parties; Thomas Mark Fermanis, Sinton Spence, Robert McLean and Maureen Kiali, wife of Robert Peter Macnab. Each A, B and C Class would:
 - (a) Have the right to convert on the happening of specified milestones to 500,000 fully paid ordinary shares;
 - (b) Have no rights to dividends;
 - (c) Have no voting rights;
 - (d) Have the right to participate on a winding up of the Company on the same terms as the ordinary shares.
- 4,000,000 fully paid ordinary shares issued at \$0.05 per share to Martin Place Securities Limited.
- 333,333 fully paid ordinary shares issued at \$0.15 to Michael Eyal (refer below).
- 6,666,667 fully paid ordinary shares issued at \$0.15 per share to the company that Anomaly Resources Ltd has entered into Joint Venture with, Triple Plate Junction Plc (refer below).

The company has entered into the following Joint Venture Agreements with Triple Plate Junction:

- Anomaly Resources Ltd has entered into a Joint Venture Agreement with Triple Plate Junction dated 23rd August 2007 and a further deed of amendment dated 2nd November 2007 to manage and fund exploration activities on three contiguous Exploration Licenses (ELs) 1115, 1353 and 1384 (the Crater Mountain Licenses). The commitments and obligations of Anomaly Resources Ltd are conditional on Anomaly Resources Ltd successfully listing on a regional Securities Exchange on or before 31st March 2008.
 - (a) Anomaly Resources is entitled to 25% interest in the Crater Mountain Licenses upon listing on a registered exchange and issuing \$1,000,000 of its stock to Triple Plate Junction Plc.
 - (b) Anomaly Resources Ltd is entitled to 26% interest in the license by undertaking phase 1 exploration expenditure of AUD583,000 involving compilation and detailed reconnaissance targeted at developing a detailed knowledge of the geology and structures controlling mineralisation with the Crater Mountain licenses, at locating and defining the boundaries of all mineralisation; and presenting drill targets for a new generation of drilling.
 - (c) Anomaly Resources Ltd is entitled to 19% interest in the license by undertaking phase 2 exploration expenditure of AUD900,000 involving drilling and prospect follow up.
- Anomaly Resources Ltd has entered into a Joint Venture Agreement with Triple Plate Junction Plc and its subsidiary Terenure dated 23rd August 2007 and further deed of amendment dated 2nd November 2007 to manage and fund exploration activities on its Exploration License (EL) 1367 (Oram). The commitments and obligations of Anomaly Resources Ltd are conditional on Anomaly Resources successfully listing on a regional Securities Exchange on or before 31st March 2008. The joint venture agreement provides for Anomaly Resources as follows:
 - (a) Anomaly Resources Ltd is entitled to 51% interest in the license by undertaking stage 1 exploration expenditure of AUD75,000 involving remote sensory imagery of the region and sampling soils, streams and rock chips.
 - (b) Anomaly Resources Ltd is entitled to 24% interest in the license by undertaking stage 2 exploration expenditure of AUD125,000 involving limited ground geophysics. Grid oil sampling and rock channel sampling of benches and trenches will be undertaken, along with detailed geological mapping.

The company has entered into the following agreement:

Anomaly Resources Ltd has entered into an deed of amendment dated 12th November 2007 to an agreement with Taaka Investment Limited and Michael Eyal dated 25th May 2007 to own its Exploration License (EL) 1446 (Bogia). The agreement provides Taaka Limited with AUD50,000 and the right to AUD50,000 of its stock on listing on the Australian Stock Exchange.

DIRECTORS REPORT continued

Future Developments, Prospects and Business Strategies

The parent company intends to pursue other mineral exploration opportunities in the Asia-Pacific region and fully intends to make use of Management's wide-ranging knowledge in this field to seek further exploration opportunities.

Details of Remuneration to Executives

No remuneration was paid by the company to the Directors during the period.

Environmental Issues

The consolidated group's operations are subject to significant environmental regulation under the law of the Commonwealth and State. Details of the consolidated group's performance in relation to environmental regulations follow:

The gold mining operations of the Crater Mountain joint venture are subject to a number of environmental conditions specified by regulatory and government authorities in Papua New Guinea. Exploration activities are governed by the issue of exploration licenses (EL) which confers on the holder an exclusive right to explore for minerals over the defined area and the exclusive right to apply for a mining tenement.

A mining lease confers on the holder an exclusive right to mine, and to own the product minerals lawfully mined, for up to 20 years, with an entitlement to apply for a further renewal of up to 10 years. A small mining lease lasts for up to 40 years, with an entitlement to apply for further extension of up to 20 years. However, SML requires an appropriate Mining Development Contract to enter with the state of Papua New Guinea.

Information on Directors

Robert Peter Macnab

Qualifications BSc (Geology), MSc (Geology), FAustlMM, MAIG

Experience Robert Peter Macnab's geological skills are well documented in the Pacific Rim. He was exploration Director of the ASX listed Pacific Arc Explorations NL and Muswellbrook Energy and Minerals Pty Ltd during the 1980's and 1990's. In the mid 1990's he listed Indo Pacific Resources Ltd on the Alberta Stock exchange in Calgary, Canada and served on the board as Director, President and CEO. Recently he has been involved with the Sierra Leone Diamond Company Ltd in West Africa. He lives on Buka Island, autonomous Region of Bougainville, Papua New Guinea.

Interest in Shares I fully paid share issued to Robert Peter Macnab on incorporation for \$1.00

2,500,000 fully paid ordinary shares issued to Maureen Kiali, wife of Robert Peter Macnab, post year end at \$0.002 per share in Anomaly Resources Ltd.

5,000,000 fully paid Directors shares issued to Maureen Kiali, wife of Robert Peter Macnab, post year end at \$0.002 per share in Anomaly Resources Ltd that rank equally with ordinary shares except that they would rank behind the ordinary shares to the extent of 1 cent per share on a winding up.

5 A, B and C Class preference shares issued to Maureen Kiali, wife of Robert Peter Macnab post year end at \$500 per share in Anomaly Resources Ltd.

DIRECTORS REPORT continued

Robert McLean

Qualifications BSc Hons (Geology)

Experience Robert McLean has over 15 years experience as a consultant geologist based in South East Asia. He managed a joint venture developing the Sin Quyen gold-copper project in Vietnam from 1993-1996 and was previously Managing Director of North Star Resources NL and Exploration Director of Newmex Exploration Ltd, both ASX listed companies.

Interest in Shares I fully paid share issued to Robert McLean on incorporation for \$1.00

2,500,000 fully paid ordinary shares issued post year end at \$0.002 per share in Anomaly Resources Ltd.

5,000,000 fully paid Directors shares issued post year end at \$0.002 per share in Anomaly Resources Ltd that rank equally with ordinary shares except that they would rank behind the ordinary shares to the extent of 1 cent per share on a winding up.

5 A, B and C Class preference shares issued post year end at \$500 per share in Anomaly Resources Ltd.

Sinton Spence MBE

Qualifications BSc Hons (Administrative Science), CA, CPA PNG

Experience Sinton Spence is a Chartered Accountant based in Papua New Guinea. He is a director of a number of Papua New Guinea and Australian companies and previously has been a director of companies listed on the ASX. He was appointed a director of Sierra Mining on 21st August 2006 and is also a director of Shell Oil Exploration and Production PNG Ltd.

Interest in Shares I fully paid share issued to Sinton Spence on incorporation for \$1.00

2,500,000 fully paid ordinary shares issued post year end at \$0.002 per share in Anomaly Resources Ltd.

5,000,000 fully paid Directors shares issued post year end at \$0.002 per share in Anomaly Resources Ltd that rank equally with ordinary shares except that they would rank behind the ordinary shares to the extent of 1 cent per share on a winding up.

5 A, B and C Class preference shares issued post year end at \$500 per share in Anomaly Resources Ltd.

Thomas Mark Fermanis

Qualifications F Fin

Experience Thomas Mark Fermanis has over 18 years experience in stock broking and has been an investment advisor for over 15 years with wide experience within the resources sector. He has been involved in mineral exploration in Papua New Guinea, including a previous directorship of a private company involved in gold exploration.

Interest in Shares I fully paid share issued to Thomas Mark Fermanis on incorporation for \$1.00

2,500,000 fully paid ordinary shares issued post year end at \$0.002 per share in Anomaly Resources Ltd.

5,000,000 fully paid Directors shares issued post year end at \$0.002 per share in Anomaly Resources Ltd that rank equally with ordinary shares except that they would rank behind the ordinary shares to the extent of 1 cent per share on a winding up.

5 A, B and C Class preference shares issued post year end at \$500 per share in Anomaly Resources Ltd.

DIRECTORS REPORT continued_____

Meetings of Directors

During the period to 30th June 2007, there were no meetings of Directors.

Auditor Independence Declaration

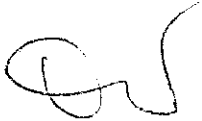
The Auditor's Independence Declaration for the year ended 30th June 2007 has been received and form part of this report.

Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the Company 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 Company was not a party to any such proceedings during the reporting period.

Signed in accordance with a resolution of the Board of Directors.



Thomas Mark Fermanis
Director

Dated this day of January 2008.

AUDITORS' INDEPENDENCE DECLARATION

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2007 there have been:

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



DUNCAN DOVICO
Chartered Accountants


ROSEMARY MEGALE
Partner

Sydney, 17 January 2008

ANOMALY RESOURCES LTD
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

	Notes	Consolidated Group 2007 \$	Parent Entity 2007 \$
INCOME			
Interest Income	2	2,337	-
EXPENSES			
Operating Expenses		<u>(17,832)</u>	<u>(12,500)</u>
LOSS BEFORE INCOME TAX		(15,495)	(12,500)
Income tax expense	1b	<u>-</u>	<u>-</u>
LOSS AFTER INCOME TAX		(15,495)	(12,500)
LOSS ATTRIBUTABLE TO MEMBERS OF THE PARENT ENTITY		<u>(15,495)</u>	<u>(12,500)</u>

The accompanying notes form part of these financial statements.

ANOMALY RESOURCES LTD
BALANCE SHEET AS AT 30 JUNE 2007

		Consolidated Group	Parent Entity
	Notes	2007 \$	2007 \$
CURRENT ASSETS			
Cash and Cash Equivalents	4	430,553	3
Other current asset	5	316	-
Financial Assets	7	-	1
TOTAL CURRENT ASSETS		430,869	4
NON CURRENT ASSETS			
Exploration and evaluation asset	6	12,279	-
Other non current asset	15	2,431	-
TOTAL NON CURRENT ASSETS		14,710	-
TOTAL ASSETS		445,579	4
CURRENT LIABILITIES			
Other payables	9	17,195	12,500
Unsecured Directors Loan	15	443,627	-
TOTAL CURRENT LIABILITIES		460,822	12,500
TOTAL LIABILITIES		460,822	12,500
NET ASSETS		(15,243)	(12,496)
EQUITY			
Issued Capital	10	4	4
Accumulated Losses		(15,495)	(12,500)
Foreign Currency Translation Reserve	11	248	-
Parent interest		(15,243)	(12,496)
Minority interest		-	-
TOTAL EQUITY		(15,243)	(12,496)

The accompanying notes form part of these financial statements.

ANOMALY RESOURCES LTD

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2007

CONSOLIDATED GROUP	Notes	Accumulated Losses \$	Capital \$	TOTAL \$
Balance at 3rd May 2007		-	1	1
Shares issued during the year		-	3	3
Net loss attributable to members of parent entity for the year		(15,247)	-	(15,247)
Net loss attributable to minority shareholders		-	-	-
Balance at 30th June 2007	10	(15,247)	4	(15,243)

PARENT ENTITY	Notes	Accumulated Losses \$	Capital \$	TOTAL \$
Balance at 3rd May 2007			-	-
Shares issued during the year		-	4	4
Net loss for the year		(12,500)	-	(12,500)
Balance as at 30th June 2007	10	(12,500)	(4)	(12,496)

The accompanying notes form part of these financial statements.

ANOMALY RESOURCES LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

	Note	Consolidated Group 2007 \$	Parent Entity 2007 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest received	2	2,337	-
Payments to suppliers and employees		(930)	-
Net cash provided by operating activities	12	1,407	-
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for exploration and associated activities		(12,279)	-
Payment for subsidiary, net of cash acquired		-	(1)
Net cash used in investing activities		(12,279)	(1)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		16,206	-
Payment for security deposits held		(2,431)	-
Proceeds from the issuance of shares		4	4
Foreign Currency Translation		248	-
Net cash provided by financing activities		14,027	4
Net increase in cash and cash equivalents		3,155	3
Cash and cash equivalents at 3rd May 2007		427,398	-
Cash and cash equivalents at 30th June 2007	4	430,553	3

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Urgent Issues, Group Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers the consolidated group of Anomaly Resources Ltd and controlled entities, and Anomaly Resources Ltd as an individual parent entity. Anomaly Resources Ltd is a public company, incorporated and domiciled in Australia.

The financial report of Anomaly Resources Ltd and controlled entities, and Anomaly Resources Ltd as an individual parent entity comply with all International Financial Reporting Standards (IFRS) in their entirety.

The following is a summary of the material accounting policies adopted by the consolidated group in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

Basis of Preparation

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

a. Principles of Consolidation

A Controlled entity is any entity Anomaly Resources Ltd has the power to control the financial and operating policies of Anomaly Ltd so as to obtain benefits from its activities.

A list of controlled entities is contained in Note 8 to the financial statements. All controlled entities have a June financial year end.

All inter-company balances and transactions between entities in the consolidated group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Where controlled entities have entered or left the consolidated group during the year, their operating results have been included/excluded from the date control was obtained or until the date control ceased.

Minority equity interests in the equity and results of the entities that are controlled are shown as separate item in the consolidated financial report.

b. Income Tax

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 balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

These notes shall read in conjunction with the attached financial statements

NOTES TO THE FINANCIAL STATEMENTS continued

Deferred tax assets in relation to tax losses have not been brought to account due to the uncertainty of the probability that future tax profits will be available against which deductible temporary differences can be utilised.

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 tax legislation and the anticipation that the consolidated group will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

Anomaly Resources Ltd and its wholly-owned Papua New Guinea subsidiary, Anomaly Ltd, have formed an income tax consolidated group under the tax consolidation regime. Each entity in the group recognises its own current and deferred tax liabilities, except for any deferred tax liabilities resulting from unused tax losses and tax credits, which are immediately assumed by the parent entity. The current tax liability of each group entity is then subsequently assumed by the parent entity. The tax consolidated group has entered a tax sharing agreement whereby each company in the group contributes to the income tax payable in proportion to their contribution to the net profit before tax of the tax consolidated group.

c. Exploration and Development Expenditure

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made. 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.

d. Cash and cash equivalents

Cash and cash equivalents include cash on hand and at call deposits with banks or financial institutions, net of bank overdrafts.

e. Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. Revenue from the rendering of a service is recognised upon the delivery of the service to the customers. All revenue is stated net of the amount of goods and services tax (GST).

f. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the assets or as part of an item of the expense. Receivables and payables in the Balance Sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of financing activities, which are disclosed as operating cash flows.

g. Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Available-for-sale financial assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity.

NOTES TO THE FINANCIAL STATEMENTS continued_____

Fair Value

Fair Value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the group assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the income statement.

h. Intangibles

Goodwill and goodwill on consolidation are initially recorded at the amount by which the purchase price for a business or for an ownership interest in a controlled entity exceeds the fair value attributed to its net assets at date of acquisition. Goodwill on acquisition of subsidiaries is included in intangible assets. Goodwill is tested annually for impairment and carried at cost less accumulated impairment losses.

i. FOREIGN CURRENCY TRANSLATIONS AND BALANCES

Functional and presentation currency

The functional currency of each of the group's entities is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of non-monetary items are recognised directly in equity to the extent that the gain or loss is directly recognised in equity; otherwise the exchange difference is recognised in the income statement.

Group companies

The financial results and position of foreign operations whose functional currency is different from the group's presentation currency are translated as follows:

- Assets and liabilities are translated at year-end exchange rates prevailing at that reporting date;
- Income and expenses are translated at average exchange rates for the period; and
- Retained earnings are translated at the exchange rates prevailing at the date of the transaction.

Exchange differences arising on translation of foreign operations are transferred directly to the group's foreign currency translation reserve in the balance sheet. These differences are recognised in the income statement in the period in which the operation is disposed.

j. Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the group.

Key Estimates - Impairment

The group assesses impairment at each reporting date by evaluating conditions specific to the group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates.

NOTES TO THE FINANCIAL STATEMENTS continued_____

k. Financial Reporting Period

The parent company was incorporated on the 3rd May 2007. This financial report presents the results from that date to 30th June 2007.

l. Going Concern

The group is in operating loss and net liability position. The issuance of additional shares of stock post year end has brought in fresh capital to sustain the cash flow requirements of the operations. Because of this, the group's financial statements have been prepared on a going concern basis.

	Consolidated Group	Parent Entity
	2007 \$	2007 \$
NOTE 2: INCOME		
Interest Received	2,337	-
Total Income	2,337	-
NOTE 3: AUDITORS' REMUNERATION		
Remuneration of the auditor for:		
An audit or review of the financial report of the entity	4,500	3,000
Total Auditors' Remuneration	4,500	3,000
NOTE 4: CASH AND CASH EQUIVALENTS		
Cash at Bank and on hand	1,381	3
Interest bearing deposits	429,172	-
	430,553	3
Reconciliation of Cash		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the balance sheet as follows:		
Cash and cash equivalents	430,553	3
	430,553	3
NOTE 5: TRADE AND OTHER CURRENT ASSETS		
CURRENT		
Tax Refundable	316	-
Total Current Assets	316	-

These notes shall read in conjunction with the attached financial statements

NOTES TO THE FINANCIAL STATEMENTS continued

NOTE 6: EXPLORATION AND EVALUATION ASSETS

Capitalised exploration costs

12,279	-
12,279	-

Total exploration and evaluation assets

These Costs amounting to \$12,279 were incurred by Anomaly Ltd, a wholly owned subsidiary of Anomaly Resources Limited in the exploration of three contiguous exploration Licenses (Els) 1115, 1353 and 1384 (the Crater Mountain Licenses) in the border region of the Chimbu and Eastern Highlands provinces of Papua New Guinea.

NOTE 7: FINANCIAL ASSETS

Available-for-sale Financial Assets comprise:

Unlisted investments, at cost

- shares in controlled entities (Anomaly Ltd)

Total Available-for-sale Financial assets

Consolidated Group 2007 \$	Parent Entity 2007 \$
	-
1	-
1	-

NOTE 8: CONTROLLED ENTITIES

Parent Entity:

Anomaly Resources Ltd
Ultimate Parent Entity

Subsidiaries of Anomaly Resources Ltd:

Anomaly Ltd

* Percentage of voting power is in proportion to ownership

Country of Incorporation	Percentage Owned (%)[*] 2007
Australia	-
Papua New Guinea	100%

Acquisition of Controlled Entities

On 3rd May 2007, Anomaly Resources Ltd acquired 100% of Anomaly Ltd by purchasing 1 share for \$1. Anomaly Ltd was incorporated on 26th June 2006 and has commenced exploration activities for minerals in Papua New Guinea.

NOTE 9: PAYABLES OTHER ACCRUALS

CURRENT

Accrued Expenses

Total Payables

\$	\$
17,195	12,500
17,195	12,500

These notes shall read in conjunction with the attached financial statements

NOTES TO THE FINANCIAL STATEMENTS continued_____

NOTE 10: ISSUED CAPITAL

Issued and paid up capital:

4 fully paid ordinary shares	4	4
Total Issued Capital	4	4

Ordinary Shares

Number of shares at the beginning of the reporting period

	-	-
Shares issued during the year for \$1 per share	4	4
Total number of shares on issue at reporting date	4	4

NOTE 11: FOREIGN CURRENCY TRANSLATION RESERVE

Foreign Currency Translation Reserve	248	-
	248	-

The foreign currency translation reserve recognises the exchange differences arising on the translation of the foreign controlled subsidiary from the Papua New Guinea's Kina to Australian Dollars as at 30th June 2007.

NOTE 12: Reconciliation of Cash Flow from Operations with Profit/(Loss) after Income Tax

CASH FLOWS FROM OPERATING ACTIVITIES

Loss after income tax	(15,495)	(12,500)
Changes in assets / liabilities		
(Increase) in current assets	(316)	-
Increase in current liabilities	17,218	12,500
Net cash provided by operating activities	1,407	-

These notes shall read in conjunction with the attached financial statements

NOTES TO THE FINANCIAL STATEMENTS continued

NOTE 13: Directors and Key Management Personnel Disclosures

Names and positions held in Anomaly Resources Ltd by key management personnel in office at any time during the financial year are:

Key Management Person	Position
Robert Peter Macnab	Chairman - Non-executive
Robert McLean	Managing Director - Executive
Sinton Spence	Director - Non-executive
Thomas Mark Fermanis	Director - Non-executive

Compensation Practices

No remuneration was paid by way of cash, shares or derivatives to the directors in office at any time during the financial period.

Shareholdings

There were no shares held by Anomaly Resources Ltd Directors as at the end of the financial period.

NOTE 14: Related Party Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Transactions with related parties:

- Sinton Spence has made a loan to Anomaly Ltd of \$443,627 during the year to 30th June 2007. The loan is unsecured and there is no provision for interest or repayment.
- During the year, Anomaly Ltd paid \$3,205 for accounting services rendered by Sinton Spence Chartered Accountants. Sinton Spence is both a Director of Anomaly Resources Ltd and Sinton Spence Chartered Accountants.

NOTE 15: FINANCIAL INSTRUMENTS

Consolidated Group

	Interest Bearing	Non - Interest Bearing
	Within Year 2007 \$	2007 \$
Financial Assets:		
Cash on hand	-	1,381
Tax Refunds	316	-
Interest Bearing Deposits	429,172	-
Total Financial Assets:	429,488	1,381

These notes shall read in conjunction with the attached financial statements

NOTES TO THE FINANCIAL STATEMENTS continued

	1-5 Years 2007	Total 2007
Financial Assets:	\$	\$
Cash on hand	-	1,381
Tax Refunds	-	316
Interest Bearing Deposits	-	429,172
Total Financial Assets:	-	430,869

	Within Year 2007 \$	Total 2007 \$
Financial Liabilities:		
Accrued expense	12,279	12,279
Security deposit	2,431	2,431
Total Financial Liabilities:	14,710	14,710

Net Fair Values

The net fair value of loans and amounts due are determined by discounting the cash flows, at market interest rates of similar borrowings, to their present value.

	Consolidated Group		Parent Entity	
	2007		2007	
	Carrying Amount	Net Fair Value	Carrying Amount	Net Fair Value
Financial Assets:	\$	\$	\$	\$
Available-for-sale Financial Assets	-	-	1	1
	-	-	1	1

	Consolidated Group		Parent Entity	
Financial Liabilities:	2007		2007	
	Carrying Amount	Net Fair Value	Carrying Amount	Net Fair Value
	\$	\$	\$	\$
Unsecured Directors loan	443,627	443,627	-	-
	<u>443,627</u>	<u>443,627</u>	<u>-</u>	<u>-</u>

These notes shall read in conjunction with the attached financial statements

NOTES TO THE FINANCIAL STATEMENTS continued_____

NOTE 16: SEGMENT REPORTING

The company operates predominately in one business and geographical segment, being the exploration of minerals in Papua New Guinea.

NOTE 17: EVENTS AFTER BALANCE SHEET DATE

The following significant changes in the state of affairs of the Group occurred since 30th June 2007:

Subsequent to the Extraordinary General Meeting of Members held on 19th December 2007 the following share issues were approved and made:

- 2,500,000 fully paid ordinary shares issued at \$0.002 per share to each of the following Directors or their related parties; Thomas Mark Fermanis, Sinton Spence, Robert McLean and Maureen Kiali, wife of Robert Peter Macnab.
- 5,000,000 fully paid Directors shares issued at \$0.002 per share to each of the following Directors or their related parties; Thomas Mark Fermanis, Sinton Spence, Robert McLean and Maureen Kiali, wife of Robert Peter Macnab. These shares rank equally with the ordinary shares except that they rank behind the ordinary shares to the extent of 1 cent per share on winding up. These shares are convertible to ordinary shares would convert to ordinary shares upon listing on the Australian Stock Exchange.
- 5 A, B and C Class preference shares at \$500 per share to each of the following Directors or their related parties; Thomas Mark Fermanis, Sinton Spence, Robert McLean and Maureen Kiali, wife of Robert Peter Macnab. 'Each A, B and C Class would:
 - (a) Have the right to convert on the happening of specified milestones to 500,000 fully paid ordinary shares;
 - (b) Have no rights to dividends;
 - (c) Have no voting rights;
 - (d) Have the right to participate on a winding up of the Company on the same terms as the ordinary shares.
- 4,000,000 fully paid ordinary shares issued at issued at \$0.05 per share to Martin Place Securities Limited
- 333,333 fully paid ordinary shares issued at \$0.15 to Michael Eyal (refer below)
- 6,666,667 fully paid ordinary shares issued at \$0.15 per share to the company that Anomaly Resources Ltd has entered into joint Venture with, Triple Plate Junction Plc (refer below)

The company has entered into the following Joint Venture Agreements with Triple Plate Junction:

- Anomaly Resources Ltd has entered into a Joint Venture Agreement with Triple Plate Junction dated 23rd August 2007 and further deed of amendment dated 2nd November 2007 to manage and fund exploration activities on three contiguous Exploration Licenses (ELs) 1115, 1353 and 1384 (the Crater Mountain Licenses). The commitments and obligations of Anomaly Resources are conditional on Anomaly Resources successfully listing on a regional Securities Exchange on or before 31st March 2008.
 - (a) Anomaly Resources is entitled to 25% interest in the Crater Mountain Licenses upon listing on a registered exchange and issuing \$1,000,000 of its stock to Triple Plate Junction.
 - (b) Anomaly Resources is entitled to 26% interest in the license by undertaking phase 1 exploration expenditure of AUD583,000 involving compilation and detailed reconnaissance targeted at developing a detailed knowledge of the geology and structures controlling mineralisation with the Crater Mountain licenses, at locating and defining the boundaries of all mineralisation; and presenting drill targets for a new generation of drilling.
 - (c) Anomaly Resources is entitled to 19% interest in the license by undertaking phase 2 exploration expenditure of AUD900,000 involving drilling and prospect follow up.

NOTES TO THE FINANCIAL STATEMENTS continued

- Anomaly Resources Ltd has entered into a Joint Venture Agreement with Triple Plate Junction and its subsidiary Terenure dated 23rd August 2007 and further deed of amendment dated 2nd November 2007 to manage and fund exploration activities on its Exploration License (El) 1367 (Oram). The commitments and obligations of Anomaly Resources are conditional on Anomaly Resources successfully listing on a regional Securities Exchange on or before 31st March 2008. The joint venture agreement provides for Anomaly Resources as follows:

- (a) Anomaly Resources Ltd is entitled to 51% interest in the license by undertaking stage 1 exploration expenditure of AUD75,000 involving remote sensory imagery of the region and sampling soils, streams and rock chips.
- (b) Anomaly Resources Ltd is entitled to 24% interest in the license by undertaking stage 2 exploration expenditure of AUD125,000 involving limited ground geophysics. Grid oil sampling and rock channel sampling of benches and trenches will be undertaken, along with detailed geological mapping.

The company has entered into the following agreement:

Anomaly Resources Ltd has entered into an deed of amendment dated 12th November 2007 to an agreement with Taaka Investment Limited and Michael Eyal dated 25th May 2007 to own its Exploration License (El) 1446 (Bogia). The agreement provides Taaka Limited with AUD50,000 and the right to AUD50,000 of its stock on listing on the Australian Stock Exchange.

The company is currently finalising the preparation of a prospectus for the issue of 7,000,000 shares at 15 cents per share and the subsequent listing on the Newcastle Stock Exchange before 31st March 2008 as required by the Joint Venture agreement with TPJ.

NOTE 18: COMPANY DETAILS

The registered office of the company is:

Level 12, 280 George Street
SYDNEY NSW 2000

The principal place of business is:

Level 12, 280 George Street
SYDNEY NSW 2000

DIRECTORS DECLARATION

In accordance with the resolution of the Directors of Anomaly Resources Ltd, I state that:

In the opinion of the Directors:

- a. The financial statements and notes of the Company, as set out in the attached financial report, are in accordance with the Corporations Act 2001 and:
 - (i) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (ii) give a true and fair view of the financial position as at 30th June 2007 and of the performance for the year ended on that date; and
- b. 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.

On behalf of the Directors



Thomas Mark Fermanis

Director

Dated this 7th day of January 2008

**ANOMALY RESOURCES LTD AND CONTROLLED ENTITY
ACN: 125 210 433**

Independent Audit Report to the members of Anomaly Resources Ltd and Controlled Entity

Scope

The financial report and directors' responsibility

The financial report comprises the income statement, balance sheet, and statement of changes in equity, statement of cash flows, accompanying notes to the financial statements and the directors' declaration for Anomaly Resources Limited and Controlled Entity for the year ended 30 June 2007.

The Company has disclosed the information required by paragraphs Aus 25.4 to Aus 25.7.2 of Accounting Standard AASB 124 Related Party disclosures (remuneration disclosures), under the heading "Details of Remuneration of Directors" on page 3 of the Directors' Report, as permitted by Corporations Regulation 2M.6.04.

The directors of the Company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and estimates inherent in the financial report. The directors are also responsible for the remuneration disclosures contained in the financial report.

Audit Approach

We have conducted an independent audit in order to express an opinion to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial statements are free of material misstatement and the remuneration disclosures comply with Accounting Standard AASB 124 Related Party disclosures. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, in accordance with the Corporations Act 2001, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the company's financial position, and of its performance as represented by the results of its operations, changes in equity and cash flows, and whether the remuneration disclosures comply with Accounting Standard AASB 124 Related Party Disclosures.

We formed our opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report; and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the directors.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide an assurance on internal controls.

We performed procedures to assess whether the substance of business transactions was accurately reflected in the financial report and the remuneration disclosures. These and our other procedures did not include consideration or judgment of the appropriateness or reasonableness of the business plans or strategies adopted by the directors and management of the Company.

Independent Audit Report to the members of Anomaly Resources Ltd and Controlled Entity (Cont'd)

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001. In addition to our audit of the financial report and the remuneration disclosures, we were engaged to undertake the services disclosed in the notes to the financial statements. The provision of these services has not impaired our independence.

Audit Opinion

In our opinion:

1. the financial report of Anomaly Resource Limited and Controlled Entity is in accordance with:
 - (a) the Corporations Act, including:
 - (i) giving a true and fair value of the Company's financial position as at 30 June 2007 and of its performance for the year ended on that date; and
 - (ii) complying with Accounting Standards and the Corporation Regulations 2001; and
 - (b) other mandatory professional reporting requirement
2. the remuneration disclosures that are constrained on page 3 of Directors' Report comply with Accounting Standard AASB 124 Related Party Disclosures.



DUNCAN DOVICO
Chartered Accountants



ROSEMARY MEGALE
Partner

Sydney, 17 January 2008