

# FORM: preliminary final report

Name of issuer

Anomaly Resources Limited and Controlled Entities

ACN or ARBN

125 210 433

Half yearly  
(tick)

☐

Preliminary  
final (tick)

☒

Financial year ended ('Current period')

30 June 2008

## For announcement to the market

Extracts from this statement for announcement to the market (see note 1).

				\$
Revenue (item 1.1)	up	66%	to	6,958
Loss for the period (item 1.9)	up	87%	to	120,603
Loss for the period attributable to members of the parent (item 1.11)	Up	87%	to	120,603
<b>Dividends</b>		Current period		Previous corresponding period
Franking rate applicable:		N/A		N/A
<b>Final dividend</b> (preliminary final report only) (item 10.13-10.14)				
Amount per security		N/A		N/A
Franked amount per security				
<b>Interim dividend</b> (Half yearly report only) (item 10.11 – 10.12)				
Amount per security		N/A		N/A
Franked amount per security				
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				
N/A				

**Ratios**

		Current period	Previous corresponding period
<b>Profit before tax / revenue</b>			
8.1	Consolidated (loss) before tax ( <i>item 1.5</i> ) as a percentage of revenue ( <i>item 1.1</i> )	-1,733%	-663%
<b>Profit after tax / equity interests</b>			
8.2	Consolidated (loss) after tax attributable to members ( <i>item 1.11</i> ) as a percentage of equity (similarly attributable) at the end of the period ( <i>item 3.37</i> )	-7%	102%

**Dividends**

10.1 Date the dividend is payable

n/a

10.2 Record date to determine entitlements to the dividend (i.e. on the basis of registrable transfers received up to 5.00 pm if paper based, or by 'End of Day' if a proper ASTC/CHESS transfer)

n/a

10.3 If it is a final dividend, has it been declared?

n/a

10.4 The *dividend or distribution plans* shown below are in operation.

n/a

The last date(s) for receipt of election notices to the *dividend or distribution plans*

n/a

10.5 Any other disclosures in relation to *dividends or distributions*

n/a

**Annual meeting***(Preliminary final statement only)*

The annual meeting will be held as follows:

Place

TBA

Date

TBA

Time

TBA

Approximate date the annual report will be available

13 September 2008

**Compliance statement**

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the *Corporations Act* or other standards acceptable to the Exchange (see note 13).

Identify other standards used

2. This statement, and the financial statements under the *Corporations Act* (if separate), use the same accounting policies.
3. This statement does/does not\* (*delete one*) give a true and fair view of the matters disclosed (see note 2).
4. This statement is based on financial statements to which one of the following applies:

- ☒ The financial statements have been audited. ☐ The financial statements have been subject to review by a registered auditor (or overseas equivalent).
- ☐ The financial statements are in the process of being audited or subject to review. ☐ The financial statements have *not* yet been audited or reviewed.

5. The *issuer* has a formally constituted audit committee.

Sign here:

(Director)

Date:

12 September 2008

Print name: .....Thomas Fermanis.....

# **ANOMALY RESOURCES LIMITED AND CONTROLLED ENTITIES**

**ABN: 32 125 210 433**

**Annual Financial Report For The Year Ended  
30 June 2008**

# **ANOMALY RESOURCES LIMITED AND CONTROLLED ENTITIES**

**30 June 2008**

**ABN: 32 125 210 433**

<b>CONTENTS</b>	<b>Page</b>
Corporate Governance Report	1
Directors' Report	3
Auditor's Independence Declaration	9
Income Statement	10
Balance Sheet	11
Statement of Changes in Equity	12
Cash Flow Statement	13
Notes to the Financial Statements	14
Directors' Declaration	32
Independent Audit Report	33
Additional Information for Listed Public Companies	34

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES  
CORPORATE GOVERNANCE STATEMENT**

The Board of Directors of Anomaly Resources Limited and Controlled Entities is responsible for the corporate governance of the company. The Board guides and monitors the business and affairs of Anomaly Resources Limited and Controlled Entities on behalf of the members to whom they are accountable.

To ensure the Board is well equipped to discharge its responsibilities, it has established corporate governance guidelines for the operation of the Board.

**Composition of the Board**

The composition of the Board is determined in accordance with the following principles and guidelines:

- (a) The number of Directors, excluding the Managing Director, shall be not less than three nor more than ten (or such other minimum or maximum number of Directors as the company may from time to time resolve;
- (b) One third of directors shall be elected by the members at an annual general meeting and will themselves be members throughout their term; such term expiring at the conclusion of the second annual general meeting of the company after the annual general meeting at which the directors were elected. Retiring directors are eligible for re-election;
- (c) The Board may after each annual general meeting appoint as directors up to four (4) other persons, the first two (2) of whom shall not be members of the company. Such appointed directors shall hold office until the conclusion of the next annual general meeting of the company and shall be eligible for reappointment;
- (d) The Board has the power to appoint any other qualified person as a director to fill a casual vacancy or as an addition to the Board but so that the total number of directors shall not at any time exceed the maximum number. Any director so appointed shall hold office only until the conclusion of the next annual general meeting of the company and shall be eligible for re-election;
- (e) The chairman is an appointed non executive director where feasible.

The Directors in office at the date of this report are:

Peter Macnab  
Robert Mclean  
Sinton Spence  
Thomas Fermanis

**Board Responsibilities**

As the board acts on behalf of and is accountable to the shareholders, the board seeks to identify the expectations of the shareholders, as well as other interested parties. In addition, the board is responsible for identifying areas of significant business risk and ensuring arrangements are in place to adequately manage those risks. The board seeks to discharge these responsibilities in a number of ways.

The responsibility for the operation and administration of the company is delegated by the board to the Managing Director and the executive team. The board ensures that this team is appropriately qualified and experienced to discharge their responsibilities and has in place procedures to assess the performance of the Managing Director and the executive team.

The board is responsible for ensuring the management's objectives and activities are aligned with the expectations and risks identified by the Board. This is achieved by:

- Development and adoption of strategic aims;
- Constantly reviewing the future direction of the company;
- Implementation of operating plans and budgets by management and monitoring by the Board of progress against budget;
- Supervision and direction of management;
- Monitoring of performance indicators against plans and prior year performance;
- Procedures to allow the directors, whilst performing their duties, to seek independent professional advice;
- The review and approval of business acquisitions and disposals, mergers, joint ventures and the acquisition and disposal of strategic assets.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES  
CORPORATE GOVERNANCE STATEMENT**

**Audit Committee**

The board is responsible for the company's accounting policies and practices, internal controls and financial reporting requirements. On 27 May 2007, the board established an audit and compliance committee to assist in fulfilling these obligations. The responsibilities of the committee are set out below:

- Evaluating the adequacy and effectiveness of the company's administrative and accounting policies through active communication with management and the external auditors;
- Reviewing of the financial statements to ensure accuracy and adequacy of disclosure and compliance with statutory requirements prior to their release to the members and the public;
- Reviewing and monitoring effectiveness, efficiency and compliance with internal controls;
- Evaluating the adequacy of the company's accounting control system by reviewing written reports from external auditors and monitor managements' responses and actions to correct any deficiencies;
- Reviewing and approving all significant accounting policy changes;
- The safeguarding of company assets;
- The reliability of non financial information;
- Nomination of the external auditor and reviewing the scope and adequacy of the annual statutory external audit;
- Evaluating the overall effectiveness of the external statutory audit through regular meetings with the external auditors;
- Evaluation of insurance cover by discussion with or review of broker's reports.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

Your directors present their report on the company and its controlled entities for the financial year ended 30 June 2008.

**Directors**

The names of directors in office at any time during or since the end of the year are:

Peter Macnab (appointed 3/05/07)

Robert Mclean (appointed 6/09/07)

Sinton Spence (appointed 3/05/07)

Thomas Fermanis (appointed 3/05/07)

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

**Company Secretary**

Michael Derin, Chartered Accountant, held the position of company secretary at the end of the financial year and was appointed on 19 December 2007.

**Principal Activities**

The principal activities of the Consolidated Entity during the financial year were precious minerals exploration, primarily for gold. There were no changes in the nature of the Consolidated Entity's principal activities during the financial year.

**Operating Results**

The consolidated losses of the group after providing for income tax amounted to (\$120,603).

**Dividends Paid or Recommended**

No dividends have been paid or declared during the year. The Directors do not recommend the payment of a dividend in respect of the year ended 30 June 2008.

**Review of Operations**

**Project Review**

Since listing on the NSX in March of this year Anomaly has conducted extensive exploration programs as proposed in the company's prospectus. Exploration has focused on the Crater Mountain Project which is the most advanced of the company's projects. Exploration has also been conducted at the Bogia and Oram Projects but has not commenced at Salamaua as the Exploration Licence is still awaiting grant.

**Crater Mountain Project**

Crater Mountain is an advanced exploration project located in the Papua New Guinea Highlands approximately 50 kms southwest of Goroka. The project comprises three contiguous Exploration Licences [ EL 1115, EL 1353 and EL 1384] which cover an eroded Pliocene age volcano located in the New Guinea Orogen, a geological province which hosts a number of very large Cu-Au mineralised systems including Grasburg/Ertsburg, Ok Tedi, Porgera, Mt Kare, Freida River, Nena, Yandera, Kainantu, Wafi Creek, Hidden Valley, Kerimenge, Hamata and the Morobe Goldfields.

Anomaly Resources Limited has entered into a joint venture with AIM-listed Triple Plate Junction plc (TPJ) and its minority partners whereby Anomaly assumed the role of Project Manager and will earn a minimum seventy percent holding in the project by completing two exploration programs. Anomaly will have completed the phase 1 earning program by the end of September this year at which time it will hold 51 % equity in the Crater Mountain Project. Exploration will recommence in March 2009 when the phase 2 drilling program is initiated.



**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

Exploration has outlined a significant zone of gold mineralisation at the Nevera Prospect and located a number of areas of similar alteration and gold mineralization elsewhere in the project area. Exploration by Anomaly commenced prior to listing in January 2008 in accordance with the Joint Venture Agreement for the Crater Mountain Project and has been continuous since that date. Exploration has focused on;

- (a) more precisely defining the extent and the geological - structural controls of the mineralisation at Nevera;
- (b) assessing the potential of the mineralisation at the other prospects, and
- (c) conducting a reappraisal of all regional exploration data to define additional areas of mineralisation and alteration.

***Nevera Exploration Results***

Gold mineralisation at Nevera occurs in a dacitic diatreme intrusive complex outcropping over approximately one square kilometre. Two phases of mineralisation have been identified – an early Au-quartz-pyrite event and a later Au - carbonate base metals [Ag-Pb-Zn] event.

Sixteen holes have been drilled at Nevera to date and all have intersected mineralisation. The average weighted grade for all drilling at Nevera is 0.36 g/t Au which demonstrates the large amount of gold present in the intrusive system.

An east west trending zone of gold mineralisation has been identified over 500 metres strike length and up to 100 metres wide. Seven holes have been drilled on the eastern end of this zone and all have returned very significant Au intersections. The average weighted grade for all intervals for all seven holes in this area is 0.53 g/t Au. The best intersections are listed below;

NEV 02 ; 121 metres at 1.77 g/t Au.  
NEV 05 ; 151 metres at 1.38 g/t Au, Including 24 metres at 6.55 g/t Au  
NEV 06 ; 20 metres at 1.36 g/t Au  
NEV 08 ; 178 metres at 1.30 g/t Au, Including 32 metres at 2.76 g/t Au  
NEV 10 ; 129 metres at 0.61 g/t Au, Including 25 metres at 1.60 g/t Au  
NEV 11 ; 205 metres at 0.86 g/t Au, Including 25.5 metres at 2.36 g/t Au,

A number of high grade trench samples were returned from the western end of the gold zone including :

48 metres at 10.20 g/t Au, 26.5 metres at 6.27 g/t Au,  
35 metres at 3.10 g/t Au, 54 metres at 1.21 g/t Au.

The only two holes drilled in this area intersected gold mineralisation as listed below;

NEV 04 ; 106 metres at 0.50 g/t Au including 2 metres at 7.65 g/t Au  
NEV 09 ; 17.8 metres at 1.94 g/t Au.

The work conducted to date has outlined large areas of low grade gold mineralisation and discrete areas of high grade mineralisation. The gold zone is significantly mineralised, geologically complex and poorly explored. It appears to have been the focus of multiple intrusions and hydrothermal alteration and will be the primary target of Anomaly's 2009 drilling program.

**Bogia project**

The Bogia Project comprises one exploration licence [ EL 1446 ] covering approximately 308 square kilometres situated 200 kilometres west of Madang on the north coast of Papua New Guinea. A Geological Survey of Papua New Guinea field mapping program outlined seven anomalous areas the most advanced of which were the Niapak and Mt Riboni prospects.

The Company completed an initial sampling and mapping program at the Niapak prospect in June this year. The results of the program are still being appraised and further work programs contemplated. Anomaly has met all expenditure commitments for the licence through to June 2009.

**Oram project**

The Oram Project comprises EL 1367 which covers an area of 320 km<sup>2</sup> on the southern flank of the main dividing range of the Papuan Peninsula. It is located some 150 kilometres east-southeast of Port Moresby in Central and Oro Provinces and is accessible in the west by road from Port Moresby. Anomaly has entered into a joint venture with AIM-listed Triple Plate Junction plc (TPJ) whereby it has assumed the role of Project Manager and will have earned a 51 percent holding in the project at the completion of a phase 1 exploration program.

Anomaly Resources Limited completed a geochemical sampling program at the Imila River prospect in August 2008 which in conjunction with earlier remote sensing studies will fulfill the company's phase one earning obligations.

## **ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES DIRECTORS' REPORT**

### **Salamaua project**

Anomaly Resources Limited applied for Exploration Licence Application (ELA 1580) on 31 May 2007 and the Wardens hearing was held on 09 October 2007. No significant objections were expressed at the Hearing. A number of Licences have been issued recently and Anomaly Resources Limited expects the Salamaua licence to be issued before 30 June 2009.

The ELA covers 1,095 km<sup>2</sup> and is 55 kilometres south of Lae. Although the topography of the region is rugged, the ELA in on the coast is reasonably accessible via walking tracks from the coast line and by boat along the Francisco River. Initial exploration will consist of data reviews and reconnaissance sampling.

### **Financial Position**

The net assets of the consolidated group have increased by \$1,757,853 from (\$15,243) on 30 June 2007 to \$1,742,610 on 30 June 2008. This increase has largely resulted from the following factors:

- proceeds from share issues of \$1,030,625; and
- cost reduction measures.

The consolidated group's strong financial position has enabled the group to reduce its borrowings by \$370,406 while maintaining a healthy working capital ratio. The group's working capital, being current assets less current liabilities, has improved from (\$29,953) at 30 June 2007 to \$245,704 at 30 June 2008. During the past 12 months the group has invested in various joint ventures and other mining tenements to secure its long-term success. In particular, strategic investments have been made in various projects to diversify the asset base. The company's holdings in joint venture operations and other tenements have increased by \$1,458,666 to \$1,470,945 by 30 June 2008.

The directors believe the group is in a strong and stable financial position to expand and grow its current operations.

### **Renewal of the Licences**

Under the Papua New Guinea Mining Act 1992, exploration license expire every 2 years. The holder has the exclusive right to renew them by applying to do so three months in advance provided that the conditions are met and no objections are raised at the Warden's Hearing. There is a requirement to relinquish some of the area until a minimum area has been reached. All exploration licences that are about to expire have been applied for in due time and the corresponding conditions and obligations have been met by the entity as at 30 June 2008. However, due to bureaucratic delays official notification of renewal does not occur for some months after the date of expiry but renewal is backdated to the date of expiry.

EL 1353 (Crater Mountain) expired on 20 June 2008 and EL 1115 (Crater Mountain) and EL 1367 (Oram) are due to expire on 26 September 2008 and 9 September 2008. Whilst the entity has fulfilled all its obligations under the mining act and applied for tenements to be renewed, if for some reason they are not, then the capitalised costs of \$492,722 in relation to EL 1353, \$360,795 in relation to EL 1115 and \$117,633 in relation to EL 1367 will need to be expensed to the Income Statement. The Directors are confident that the licences will be renewed.

### **Significant Changes in State of Affairs**

The following significant changes in the state of affairs of the parent entity occurred during the financial year:

- (a) In March 2008, the consolidated entity was listed on the National Stock Exchange with \$4.20M capitalisation in the market.
- (b) During the year, the entity paid \$443,627 to Sinton Spence, a Director of the company, in repayment for amounts lent by him to the Entity for initial working capital requirements (refer to note 24 on Related Party Transactions).
- (c) During the year, the entity issued 48,000,000 ordinary shares. As part of the total issuance during the year, 28,000,000 were issued at \$0.15 each share and 20,000,000 were issued to Directors as at 30 June 2008. During the year, 7,000,000 has been issued in exchange for the acquisition of mining projects in Crater Mountain and Bogia Projects (see Note 22 for Share - based payments).
- (d) In March 2008, the entity issued Class A, B & C shares into ordinary shares to the Directors upon reaching milestones as set out in Note 19 Issued Capital.

### **After Balance Date Events**

On 31 May 2007, Licence application in relation to Salamau project (ELA 1580) has been made by the entity and the hearing was made on 9 October 2007. No significant objections were expressed at the hearings and the Licence is expected to be granted within the near future. Costs incurred during the year of \$18,909 was written off in the profit and loss and no capital expenditure commitment has been entered into by the entity in relation to EL 1580 as at 30 June 2008.

### **Likely Developments**

The consolidated entity will continue to focus on the further advancement of its existing exploration projects and act to secure the grant of ELA 1580, the Salamaua Project within the near future.

### **Environmental Issues**

The consolidated group's operations are subject to significant environmental regulation under the law of the Commonwealth of Australia and the law of Papua New Guinea. Details of the consolidated group's performance in relation to environmental regulation.

The exploration programs are subject to a number of environmental conditions specified by regulatory and government authorities in Papua New Guinea. Exploration activities are governed by the PNG Mining Act 1992 and Regulations. The issue of exploration Licences (EL) confer on the holder an exclusive right to explore for minerals over the defined area and the exclusive right to apply for a mining tenement.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

**Information on Directors**

**Peter Macnab**

**Qualifications**

**Experience**

— Chairman Non-executive

— BSc (Geology)

— After graduating in 1965 with a Bachelor of Science degree in Mathematics and Geology from the University of New England at Armidale, NSW, Peter was posted to PNG as a geologist with the Australian Bureau of Mineral Resources, beginning a lifetime association with the country as government geologist, geological contractor and consultant.

As testimony to Peter's ability and geological knowledge of Papua New Guinea, he has participated in or is solely responsible for a long list of discoveries including the Frieda River copper/gold deposits; Misima Mines Limited's open pit gold mine; the Wafi copper/gold deposits; the Simberi gold deposits; and most significantly the world-class Ladolam gold mine on Lihir Island.

As Exploration Director of ASX listed Pacific Arc Explorations NL and Muswellbrook Energy and Minerals Pty Ltd, Peter explored in Indonesia, Malaysia, Burma and the Philippines during the mid to late 1980's and early 1990's. During this time Muswellbrook developed the Co'O goldmine in Eastern Mindanao.

Peter independently funded gold exploration in central America in the late 1980's and in the mid 1990's listed Indo Pacific Resources Ltd on the Alberta Stock Exchange in Calgary based on exploration licences he has taken up in Papua New Guinea, serving as President and CEO of the company. More recently he was involved with the establishment of Sierra Leone Diamond Company Limited in West Africa and its listing on the London AIM, raising GBP 20 million.

Peter has maintained his close links to PNG and continues to live on Buka Island, Autonomous Region of Bougainville, Papua New Guinea.

**Interest in Shares**

— 1 fully paid share issued to Robert Peter Macnab on incorporation for \$1.

— 2,500,000 fully paid ordinary shares issued in the name of Maureen Kiali, wife of Peter Macnab, at \$0.002 per share in Anomaly Resources Limited.

— 5,000,000 fully paid Directors shares issued in the name of Maureen Kiali, wife of Peter Macnab, at \$0.002 per share in Anomaly Resources Limited 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 shares issued in the name of Maureen Kiali, wife of Peter Macnab, at \$500 per share in Anomaly Resources Limited.

**Robert McLean**

**Qualifications**

**Experience**

— Managing Director

— BSc Hons (Geology), MAusIMM

— Robert graduated with first class honours in geology from UWA in 1984 and has worked as a consultant geologist based in South East Asia for the past 16 years. He specialises in exploration and project management for gold and base metals and has worked in China, Vietnam, Laos, Cambodia, Myanmar, Indonesia, the Philippines and Papua New Guinea as well as in Australia and Latin America. He operated his own geological consultancy based in Hanoi, Vietnam from 1996 to 2002 and then was Senior Geological Consultant and South East Asia Manager for CSA Australia until joining Anomaly Resources Limited in August 2007.

**Interest in Shares**

— 1 fully paid share issued to Robert McLean on incorporation for \$1.

— 2,500,000 fully paid ordinary shares issued at \$0.002 per share in Anomaly Resources Limited.

— 5,000,000 fully paid Directors shares issued at \$0.002 per share in Anomaly Resources Limited 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 shares issued at \$500 per share in Anomaly Resources Limited.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

<b>Sinton Spence</b>	--- Director Non-executive
Qualifications	— BSc Hons (Administrative Science), CA, CPA PNG
Experience	<p>--- Sinton is a Chartered Accountant based in Papua New Guinea and the principal of Sinton Spence Chartered Accountants which he established in 1987 and is now Papua New Guinea's largest independent accounting firm. He provides advice and assistance to foreign companies seeking to establish a corporate presence in Papua New Guinea and is a director of a number of Papua New Guinea and Australian companies including Shell Oil Exploration and Production PNG Ltd and ASX listed Sierra Mining Limited.</p> <p>He is registered by the national Court of PNG as a Liquidator and Receiver for Court appointments, is a Commissioner of Oaths and an Honorary Auditor of a number of PNG Charities, Societies and non-profit organisations. In 2006, he was awarded an MBE for services to Papua New Guinea commerce and the community.</p>
Interest in Shares	<p>— 1 fully paid share issued to Sinton Spence on incorporation for \$1.00</p> <p>— 2,500,000 fully paid ordinary shares issued at \$0.002 per share in Anomaly Resources Limited.</p> <p>— 5,000,000 fully paid Directors shares issued at \$0.002 per share in Anomaly Resources Limited 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.</p> <p>— 5 A, B and C Class shares issued at \$500 per share in Anomaly Resources Limited.</p>
<b>Thomas Fermanis</b>	— Director Non-executive
Qualifications	— F Fin, MSDIA
Experience	<p>--- 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.</p>
Interest in Shares	<p>— 1 fully paid share issued to Thomas Mark Fermanis on incorporation for \$1.</p> <p>--- 2,500,000 fully paid ordinary shares issued at \$0.002 per share in Anomaly Resources Limited.</p> <p>--- 5,000,000 fully paid Directors shares issued at \$0.002 per share in Anomaly Resources Limited 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.</p> <p>— 5 A, B and C Class shares issued at \$500 per share in Anomaly Resources Limited.</p>

**Remuneration policy**

The remuneration policy of Anomaly Resources Limited has been designed to align key management personnel objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives based on key performance areas affecting the consolidated group's financial results. The Board of Anomaly Resources Limited believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best key management personnel to run and manage the consolidated group, as well as create goal congruence between directors, executives and shareholders.

The board's policy for determining the nature and amount of remuneration for key management personnel of the consolidated group is as follows:

- The remuneration contract, setting the terms and conditions for key management personnel, was developed and approved by the board;
- All key management personnel receive a fixed remuneration (which is based on factors such as experience).
- The board reviews key management personnel packages annually by reference to the consolidated group's performance, executive performance and comparable information from industry sectors.

The board policy is to remunerate non-executive directors at market rates for time, commitment and responsibilities. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to non-executive directors is subject to approval by shareholders at the Annual General Meeting. Fees for non-executive directors are not linked to the performance of the consolidated group. However, to align directors interests with shareholder interests, the directors are encouraged to hold shares in the company and are able to participate in the employee option plan.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

**Key Management Personnel Remuneration Policy**

The board's policy for determining the nature and amount of remuneration of key management for the group is as follows:

The remuneration structure for key management personnel is based on a number of factors such as particular experience of the individual concerned and overall performance of the company. The contract for service between the company and the Managing Director are on a continuing basis, the terms of which are not expected to change in the immediate future.

**Key Management Personnel Remuneration**

	Short-term benefits		
	Cash salary \$	Non-cash benefit \$	Total \$
Directors			
Robert Mclean	110,000	-	110,000
<b>Total</b>	<b>110,000</b>	<b>-</b>	<b>110,000</b>

**Meetings of Directors**

During the financial year, 3 meetings of directors (including committees of directors) were held.

Attendances by each director during the year were as follows:

Directors' names	Directors Meeting	
	Number eligible to attend	Number attended
Peter Macnab	3	3
Robert Mclean	3	3
Sinton Spence	3	3
Thomas Fermanis	3	3

**Indemnifying Officers or Auditor**

The company has entered into an agreement to indemnify the current Directors and the Company Secretary of the entity against any liability, including costs and expenses incurred in defending such actions, incurred by that person that may arise from their position as Directors or officers of the entity, except where the liability arises out of conduct involving a lack of good faith.

**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 year.

**Auditor's Independence Declaration**

The lead auditor's independence declaration for the year ended 30 June 2008 has been received and can be found on page 9 of the directors' report.

Director

  
Thomas Fermanis

Dated this

12<sup>th</sup>

day of

September 2008



#### AUDITORS' INDEPENDENCE DECLARATION

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2008 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

Sydney, 12 September 2008

  
ROSEMARY MEGALE  
Partner

CHARTERED ACCOUNTANTS

LEVEL 4, 5-9 HARBOURVIEW CRESCENT, MILSONS POINT NSW 2061 • PO BOX 446, MILSONS POINT NSW 1565

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Liability limited by a scheme approved under Professional Standards Legislation

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2008**

	<b>Note</b>	<b>Consolidated Group</b>		<b>Parent Entity</b>	
		<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Revenue	2	6,958	2,337	6,014	-
Depreciation expense		(1,490)	-	-	-
Mining costs written off		(2,906)	-	-	-
Other expenses	3	(123,165)	(17,832)	(92,078)	(12,500)
Loss before income tax		(120,603)	(15,495)	(86,064)	(12,500)
Income tax expense	4	-	-	-	-
Loss from continuing operations		(120,603)	(15,495)	(86,064)	(12,500)
Loss attributable to members of the parent entity		(120,603)	(15,495)	(86,064)	(12,500)
<b>Overall Operations</b>					
Basic loss per share (cents per share)	7	(0.0054)		(0.0039)	
<b>Continuing Operations</b>					
Basic loss per share (cents per share)	7	(0.0054)		(0.0039)	

The accompanying notes form part of these financial statements.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**BALANCE SHEET AS AT 30 JUNE 2008**

	<b>Note</b>	<b>Consolidated Group</b>		<b>Parent Entity</b>	
		2008	2007	2008	2007
		\$	\$	\$	\$
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	8	297,436	430,553	282,365	3
Trade and other receivables	9	31,532	316	18,465	-
Other current assets	15	7,152	-	7,152	-
<b>TOTAL CURRENT ASSETS</b>		<u>336,120</u>	<u>430,869</u>	<u>307,982</u>	<u>3</u>
<b>NON-CURRENT ASSETS</b>					
Available for sale investments	11	-	-	1	1
Property, plant and equipment	13	22,749	-	-	-
Exploration and evaluation assets	14	1,470,945	12,279	-	-
Other long-term receivable	9	-	-	1,637,322	-
Other non-current assets	15	3,212	2,431	-	-
<b>TOTAL NON-CURRENT ASSETS</b>		<u>1,496,906</u>	<u>14,710</u>	<u>1,637,323</u>	<u>1</u>
<b>TOTAL ASSETS</b>		<u>1,833,026</u>	<u>445,579</u>	<u>1,945,305</u>	<u>4</u>
<b>CURRENT LIABILITIES</b>					
Trade and other payables	16	90,416	17,195	13,000	12,500
Unsecured loan	17	-	443,627	-	-
<b>TOTAL CURRENT LIABILITIES</b>		<u>90,416</u>	<u>460,822</u>	<u>13,000</u>	<u>12,500</u>
<b>TOTAL LIABILITIES</b>		<u>90,416</u>	<u>460,822</u>	<u>13,000</u>	<u>12,500</u>
<b>NET ASSETS</b>		<u>1,742,610</u>	<u>(15,243)</u>	<u>1,932,305</u>	<u>(12,496)</u>
<b>EQUITY</b>					
Issued capital	19	2,340,504	4	2,340,504	4
Retained earnings		(136,098)	(15,495)	(98,564)	(12,500)
Parent interest		2,204,406	(15,491)	2,241,940	(12,496)
Foreign currency translation reserve		(152,161)	248	-	-
Capital raising costs		(309,635)	-	(309,635)	-
<b>TOTAL EQUITY</b>		<u>1,742,610</u>	<u>(15,243)</u>	<u>1,932,305</u>	<u>(12,496)</u>

The accompanying notes form part of these financial statements.



**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2008**

**Consolidated Group**  
**Balance as at 3 May 2007**  
 Losses attributable to the members of the consolidated entity

**Balance at 30 June 2007**  
 Shares issued during the year  
 Unpaid ordinary shares issued  
 Losses attributable to the members of the consolidated entity  
 Revaluation increment (decrement)  
 Capital raising costs

**Balance at 30 June 2008**

Note	Ordinary Shares Issued	Class A, B & C Shares Issued	Retained Earnings	Foreign Currency Translation Reserve	Total
	\$	\$	\$	\$	\$
	1	-	-	1	
	3	-	(15,495)	248	(15,244)
	4	-	(15,495)	248	(15,243)
18	2,360,000 (49,500)	30,000	-	-	2,390,000 (49,500)
	-	-	(120,603)	-	(120,603)
	-	-	-	(152,409)	(152,409)
	(309,635)				(309,635)
	2,000,869	30,000	(136,098)	(152,161)	1,742,610

**Parent Entity**  
**Balance at 1 July 2006**  
 Shares issued during the year  
 Losses attributable to members of parent entity

**Balance at 30 June 2007**  
 Shares issued during the year  
 Unpaid ordinary shares issued  
 Losses attributable to members of parent entity  
 Capital raising costs

**Balance at 30 June 2008**

Note	Ordinary Shares Issued	Class A, B & C Shares Issued	Retained Earnings	Foreign Currency Translation Reserve	Total
	\$	\$	\$	\$	\$
	4	-	-	-	4
	-	-	(12,500)	-	(12,500)
	4	-	(12,500)	-	(12,496)
18	2,360,000 (49,500)	30,000			2,390,000 (49,500)
	-	-	(86,064)		(86,064)
	(309,635)				(309,635)
	2,000,869	30,000	(98,564)	-	1,932,305

The accompanying notes form part of these financial statements.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2008**

	<b>Note</b>	<b>Consolidated Group</b>		<b>Parent Entity</b>	
		2008	2007	2008	2007
		\$	\$	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Interest received		6,957	2,337	6,013	-
Payments to suppliers and employees		(120,244)	(930)	(117,194)	-
Net cash provided by (used in) operating activities	22a	<u>(113,287)</u>	<u>1,407</u>	<u>(111,181)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Purchase of property, plant and equipment		(26,326)	-	-	-
Payment for exploration and associated activities		(317,508)	(12,279)	-	-
Investment in subsidiary		-	-	(1)	(1)
Cash transfer to subsidiary		-	-	<u>(527,448)</u>	<u>-</u>
Net cash provided by (used in) investing activities		<u>(343,834)</u>	<u>(12,279)</u>	<u>(527,449)</u>	<u>(1)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>					
Proceeds from issue of shares		1,030,625	4	1,030,625	4
Proceeds from borrowings		-	16,206	-	-
Repayment of borrowings		(443,627)	-	-	-
Capital raising costs		<u>(109,634)</u>	<u>-</u>	<u>(109,634)</u>	<u>-</u>
Net cash provided by (used in) financing activities		<u>477,364</u>	<u>13,779</u>	<u>920,991</u>	<u>4</u>
Net increase in cash held		20,243	2,907	282,361	3
Cash at beginning of financial year		430,553	427,398	4	-
Foreign currency translation		<u>(153,360)</u>	<u>248</u>	<u>-</u>	<u>-</u>
<b>Cash at end of financial year</b>	<b>8</b>	<u><u>297,436</u></u>	<u><u>430,553</u></u>	<u><u>282,365</u></u>	<u><u>3</u></u>

The accompanying notes form part of these financial statements.

**Note 1 Statement of Significant Accounting Policies**

This financial report includes the consolidated financial statements and notes of Anomaly Resources Limited and controlled entity referred to as the Consolidated Entity, and the separate financial statements and notes of Anomaly Resources Limited as an individual parent entity.

**Basis of Preparation**

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

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions to which they apply. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below. They have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

**(a) Principles of Consolidation**

A controlled entity is any entity over which Anomaly Resources Limited has the power to govern the financial and operating policies so as to obtain benefits from its activities. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are considered.

The list of controlled entity is contained in Note 12 to the financial statements.

As at reporting date, the assets and liabilities of the controlled entity have been incorporated into the consolidated financial statements as well as their results for the year then ended. Where the controlled entity has entered the consolidated group during the year, the operating results have been included from the date control was obtained.

All intra-group balances and transactions between entities in the consolidated group, including any foreign currency gains and losses in the intercompany loan account, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

**Business Combinations**

Business combinations occur where control over another business is obtained and results in the consolidation of its assets and liabilities. All business combinations, including those involving entities under common control, are accounted for by applying the purchase method. The purchase method requires an acquirer of the business to be identified and for the cost of the acquisition and fair values of identifiable assets, liabilities and contingent liabilities to be determined as at acquisition date, being the date that control is obtained. Cost is determined as the aggregate of fair values of assets given, equity issued and liabilities assumed in exchange for control together with costs directly attributable to the business combination.

**(b) Income Tax**

The income tax expense (revenue) for the year comprises current income tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. 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 assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

**(d) Property, Plant and Equipment**

Each class of property, plant and equipment is carried at historical cost as indicated less accumulated depreciation.

**Plant and Equipment**

Plant and equipment are measured on the cost basis. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

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

**Depreciation**

The depreciable amount of all fixed assets are depreciated on diminishing value method over the asset's useful life to the consolidated group commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Plant and equipment	15%
Office tools and softwares	15-30%
Furniture and fittings	11%
Low cost value pool	15%

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

**(e) Exploration and Development Expenditure**

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only 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 yet 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.

When production commences, the accumulated costs for the relevant area of interest will be amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

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.

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with clauses of the mining permits. Such costs have been determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Any changes in the estimates for the costs are accounted on a prospective basis.

**Exploration cost write off**

Costs associated with exploration and evaluation are written off when the rights to tenure of the area of interest are not current and that the exploration and evaluation activities in the area of interest have not at the reporting date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

**(f) Financial Instruments**

**Recognition and Initial Measurement**

Financial instruments, incorporating financial assets and financial liabilities, are recognised when the entity becomes a party to the contractual provisions of the instrument. Trade date accounting is adopted for financial assets that are delivered within timeframes established by marketplace convention.

Financial instruments are initially measured at fair value plus transactions costs where the instrument is not classified as at fair value through profit or loss. Financial instruments are classified and measured as set out below.

**Classification and Subsequent Measurement**

**(i) Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost using the effective interest rate method.

**(ii) Financial liabilities**

Non-derivative financial liabilities are subsequently measured at amortised cost using the effective interest rate method.

**(g) Impairment of Assets**

At each reporting date, the group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the assets carrying value. Any excess of the assets carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**(h) Interests in Joint Ventures**

*Jointly controlled operations and assets*

The consolidated entity's interest in the unincorporated joint ventures and jointly controlled assets are brought to the account by recognising in its financial statements the assets it controls and the liabilities that it incurs.

The consolidated group's share of the assets, liabilities, revenue and expenses of joint venture operations are included in the appropriate items of the consolidated financial statements. Details of the consolidated group's interests are shown in Note 10.

**(i) Foreign Currency Transactions 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.

**Transaction 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 monetary items are recognised in the income statement, except where deferred in equity as a qualifying cash flow.

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.

**Hedging**

The Consolidated entity has not entered into any specific, general or speculative hedging arrangements.

**Group Companies**

The financial results and position of the Papua New Guinea subsidiary, Anomaly Limited, whose functional currency is PNG Kina is different from the group's presentation currency are translated as follows:

- Monetary items are translated at year-end exchange rates prevailing at that reporting date;
- Non-monetary items 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 groups 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) Investments in Controlled Entities**

Investments in Controlled entities are carried in the company's financial statements at the lower of cost and recoverable amount.

**(k) Trade and other Payables**

Trade and other payables are stated at cost including the applicable GST.

**(l) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand and deposits held at call with banks.

**(m) Revenue and Other Income**

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

**(n) 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 Tax Office or Papua New Guinea Internal Revenue Commission. In these circumstances the GST is recognised as part of the cost of acquisition of the asset 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 investing activities, which are disclosed as operating cash flows.

**(o) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**(p) 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.

**(q) Trade and other Receivables**

Trade and other receivables are stated at their costs including the applicable GST (refer Note 9).

**(r) Share Capital**

Ordinary and Class A, B and C shares are classified as equity. Incremental costs directly attributable to issue these shares are recognised as a deduction from equity, net of any tax effects.

**(s) Employee Benefits**

Liabilities for employee benefits for wages, salaries, annual leave and sick leave expected to be settled within 12 months of the year, represent present obligations resulting from employees' services provided up to the reporting date, calculated at undiscounted amounts based on current remuneration and salary rates that the Consolidated Entity expects to pay as at the reporting date including related on-costs.

**(t) Shared-based Payments**

The group operates equity-settled share-based payment with suppliers and other venturer. The fair value of the equity to which employees become entitled is measured at grant date and recognised as an expense over the vesting period, with a corresponding increase to an equity account. The number of shares expected to vest is reviewed and adjusted at each reporting date such that the amount recognised for services received as consideration for the equity instruments granted shall be based on the number of equity instruments that eventually vest.

**(u) Earnings Per Share**

*Basic Earnings per share*

Basic earnings per share is calculated by dividing net loss after income tax attributable to the members of the entity, excluding any costs of servicing equity (other than ordinary shares) by the weighted average number of ordinary shares outstanding during the financial year.

*Diluted Earnings per share*

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

The financial report was authorised for issue on 15 September 2008 by the board of directors.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 2 Revenue**

	Note	Consolidated Group		Parent Entity	
		2008	2007	2008	2007
		\$	\$	\$	\$
Other Revenue					
— Interest received	2(a)	6,958	2,337	6,014	-
Total Other Revenue		<u>6,958</u>	<u>2,337</u>	<u>6,014</u>	<u>-</u>
(a) Interest revenue from:					
— deposit in banks		6,958	2,337	6,014	-
Total Interest Revenue		<u>6,958</u>	<u>2,337</u>	<u>6,014</u>	<u>-</u>

**Note 3 General and Administrative Expenses**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
(a) Expenses:				
Accounting	35,394	8,000	30,500	9,500
Tax and Audit	20,500	4,500	38,500	3,000
Insurance	2,888	-	2,888	-
Share registry costs	1,358	-	1,358	-
Travel and accommodation	12,324	-	9,517	-
Other expenses	50,701	5,332	9,315	-
Total expenses	<u>123,165</u>	<u>17,832</u>	<u>92,078</u>	<u>12,500</u>
(b) Significant Expenses				
The following significant expense items are relevant in explaining the financial performance:				
Costs written off associated with Western Highlands project - EL 1584	2,905	-	-	-
Costs written off associated with Salamaua project - EL 1580	18,909	-	-	-
Total exploration costs written off	<u>21,814</u>	<u>-</u>	<u>-</u>	<u>-</u>

**Note 4 Income Tax Expense/(Benefit)**

	Parent Entity		Subsidiary	
	2008	2007	2008	2007
	\$	\$	\$	\$
(a) The components of tax expense comprise:				
Current tax expense	-	-	-	-
(a) The prima facie tax on losses before income tax is reconciled to the income tax as follows:				
Prima facie tax payable on losses from before income tax at 30%				
— Parent entity	(25,819)	(3,750)		
— Subsidiary			(50,392)	(1,048)
Add:				
Tax effect of:				
— Other non-allowable items	3,900	3,300	-	-
— Amortisation of formation cost	-	450	-	-
— foreign currency exchange loss not subject to income tax	-	-	44,921	-
	<u>(21,919)</u>	<u>-</u>	<u>(5,471)</u>	<u>(1,048)</u>
Less:				
Tax effect of:				
— Other deductible expenses	3,300	-	-	-
— Foreign currency exchange profit not subject to income tax	90	-	-	-
— Amortisation of formation costs under s.40-880	6,193	-	-	-
	<u>(31,502)</u>	<u>-</u>	<u>(5,471)</u>	<u>(1,048)</u>
Tax Losses to be carried forward and not taken to account:	31,502	-	5,471	1,048
Income tax expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 5 Key Management Personnel**

- (a) Names and positions held of consolidated and parent entity key management personnel in office at any time during the financial year are:

Key Management Personnel	Position
Peter Macnab	Chairman of the Board - Non Executive
Robert Mclean	Managing Director
Sinton Spence	Director - Non Executive
Thomas Fermanis	Director - Non Executive

Key management personnel remuneration has been included in the Remuneration Report section of the Directors' Report.

- (b) **Shareholdings - Ordinary Shares**

Number of Ordinary Shares Held by Key Management Personnel

Key Management Personnel	Balance 01/07/07	Director's shares issued	Ordinary shares issued	Net Change Other*	Balance 30/06/2008	Holding Value \$
Peter Macnab	1	5,000,000	2,500,000	-	7,500,001	15,000
Robert Mclean	1	5,000,000	2,500,000	-	7,500,001	15,000
Sinton Spence	1	5,000,000	2,500,000	-	7,500,001	15,000
Thomas Fermanis	1	5,000,000	2,500,000	-	7,500,001	15,000
<b>Total</b>	<b>4</b>	<b>20,000,000</b>	<b>10,000,000</b>	<b>-</b>	<b>30,000,004</b>	<b>60,000</b>

\* There were no disposal of shares made by any Directors during the financial year.

On 18 January 2008, each Directors of the entity were issued 5,000,000 Directors shares. The Director's shares have the following rights as at the reporting date:

- (a) each Director's share shall rank equally as to dividend with ordinary shares;
- (b) each Director's share shall rank equally as to voting with ordinary shares;
- (c) each Director's share shall rank behind ordinary shares to the extent of \$0.01 per share on a winding up;
- (d) each Director's share shall convert to a fully paid ordinary share and shall rank pari passu with the ordinary shares immediately upon listing of the shares of the entity on the Australian Stock Exchange (the "ASX") or another recognised stock exchange.

- (c) **Shareholdings - Class A, B and C shares**

Number of other classes of shares held by Key Management Personnel:

Key Management Personnel	Balance 01/07/07	Class A Shares	Class B Shares	Class C Shares	Balance 30/06/08	Holding Value \$
Peter Macnab	-	5	5	5	15	7,500
Robert Mclean	-	5	5	5	15	7,500
Sinton Spence	-	5	5	5	15	7,500
Thomas Fermanis	-	5	5	5	15	7,500
<b>Total</b>	<b>-</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>60</b>	<b>30,000</b>

- (i) These shares were issued during the year at \$500 per share to the Directors and their related parties and are subject to the following general conditions:

- ✓ Have the right to convert on the successful completion of specified milestones to 500,000 fully paid ordinary shares (see note (5(ii)));
- ✓ Have no rights to dividends;
- ✓ Have no voting rights;
- ✓ Have the right to participate on a winding up of the Company on the same terms as the ordinary shares.

- (ii) **A Class Shares - milestones**

- a. Anomaly Resources Limited achieving JORC Inferred Resource of at least 500,000 oz at a grade of at least 1.5g/t au; or
- b. The market price of fully paid shares once Anomaly Resources Limited is listed being above \$1.00 at least 40 consecutive days prior to conversion; or
- c. Anomaly Resources Limited disposing of tenements (including by way of Joint Venture) for a value of at least AUD \$25 million.

**B Class Shares - milestones**

- a. Anomaly Resources Limited achieving JORC Inferred Resource of at least 1,000,000 oz at a grade of at least 1.5g/t au; or
- b. The market price of fully paid shares once Anomaly Resources Limited is listed being above \$1.50 at least 40 consecutive days prior to conversion; or
- c. Anomaly Resources Limited disposing of tenements (including by way of Joint Venture) for a value of at least AUD \$37.5 million.

**C Class Shares - milestones**

- a. Anomaly Resources Limited achieving JORC Inferred Resource of at least 1,500,000 oz at a grade of at least 1.5g/t au; or
- b. The market price of fully paid shares once Anomaly Resources Limited is listed being above \$2.00 at least 40 consecutive days prior to conversion; or
- c. Anomaly Resources Limited disposing of tenements (including by way of Joint Venture) for a value of at least AUD \$50 million.



**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 6 Auditors' Remuneration**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Remuneration of the auditor of the parent and consolidated entity for:				
— auditing or reviewing the financial report - Duncan Dovico, Australia	15,182	4,500	13,000	3,000
Remuneration of other auditors of subsidiaries for:				
— auditing or reviewing the financial report of subsidiaries - Smiths Chartered Accounts, PNG	2,182	1,500	-	-

**Note 7 Earnings per Share**

	Consolidated Group	
	2008	2007
	\$	\$
(a) Reconciliation of earnings to loss		
Loss attributable to members of the parent entity	(120,603)	(15,495)
Loss attributable to minority equity interest	-	-
Earnings used to calculate basic EPS	(120,603)	(15,495)
(b) Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	No. 22,199,072	No. -
Basic Loss per Share	(0.0054)	N/A
(c) Weighted average number of ordinary shares outstanding during the year used in calculating diluted EPS	No. 22,199,072	No. -
Diluted Loss per Share	(0.0054)	N/A

**Note 8 Cash and Cash Equivalents**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Cash at bank and on hand	297,436	430,553	282,365	3
<b>Total</b>	297,436	430,553	282,365	3

The effective interest rate on savings bank deposits was 7.10% as at 30 June 2008.

**Reconciliation of cash**

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

Cash and cash equivalents	297,436	430,553	282,365	3
<b>Total</b>	297,436	430,553	282,365	3

**Note 9 Trade and Other Receivables**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>CURRENT</b>				
Other receivables	31,532	316	18,465	-
<b>NON-CURRENT</b>				
Amounts receivable from:				
— wholly-owned subsidiary*	-	-	1,637,322	-
	31,532	316	1,655,787	-

\*Wholly owned subsidiary loan was the result of various intercompany fund transfers and payments of expenditures by Anomaly Resources Limited ("the parent") to its subsidiary Anomaly Limited for the purpose of carrying out its mining operations in Papua New Guinea.

**Note 10 Unincorporated Joint Ventures**

**(a) Interest in Joint Ventures**

During the year, the entity has entered into two (2) unincorporated Joint Venture agreement with Triple Plate Junction. These joint ventures were held as Jointly Controlled Operations and the terms of the agreements remains unchanged as at the balance sheet date apart from an agreement between the two parties to extend the Phase 1 earning period of the Crater Mountain Joint Venture to the 23 November 2008. The listing and description of interests in significant joint ventures and the proportion of ownership interest held in jointly controlled operations are as follows:

The consolidated entity's ownership interests in the joint ventures are:

Mining Exploration Areas	Project Name	Co-Venturer	Initial Interest	Interest After Phase 1	Interest After Phase 2
EL - 1115	Crater Mountain	Triple Plate Junction	25% on listing on the NSX	51% on completion of Phase 1	70% on completion of Phase 2
EL - 1353	Crater Mountain	Triple Plate Junction	25% on listing on the NSX	51% on completion of Phase 1	70% on completion of Phase 2
EL - 1384	Crater Mountain	Triple Plate Junction	25% on listing on the NSX	51% on completion of Phase 1	70% on completion of Phase 2
EL - 1367	Oram	Triple Plate Junction	Nil	51% on completion of Phase 1	75% on completion of Phase 2

**Dilution of Interest on Phase 2**

Crater Mountain Projects (EL - 1115, EL 1353 & EL 1384)

If Anomaly Resources Limited elects not to go on as the sole funder for the Phase 2 work program, it has the right to contribute to the Phase 2 program by contributing funds prorata to maintain its 51% equity or to dilute by 1% for every \$50,000 spent by Triple Plate Junction or another funding party.

**Dilution of Interest on Phase 3**

Crater Mountain Projects (EL - 1115, EL 1353 & EL 1384)

If either the Anomaly Resources Limited or Triple Plate Junction defaults on Phase 3 funding, the defaulting party will dilute by 1% for every \$50,000 (or part thereof) spent by the funding party on bona fide exploration down to a non-diluting 10% interest.

Oram Project (EL 1367)

If Triple Plate Junction elects not to contribute to the cost of exploration and Anomaly Resources Limited elects to continue exploration, Triple Plate Junction will dilute 1% for every \$50,000 spent on the property to a minimum retained 10% interest.

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 11 Financial Assets**

	Note	Consolidated Group		Parent Entity	
		2008	2007	2008	2007
		\$	\$	\$	\$
<b>NON CURRENT</b>					
Available-for-sale financial assets - unlisted	11a	-	-	1	1
<b>TOTAL</b>		-	-	1	1

Unlisted available-for-sale financial assets comprise investments in the ordinary issued capital of the subsidiary Anomaly Limited. There are no fixed returns or fixed maturity date attached to these investments. Unlisted investments are reflected at cost.

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>(a) Shares in Other Related Parties</b>				
(i) Unlisted				
Anomaly Limited PNG				
Investment at cost	-	-	1	1

**Note 12 Controlled Entities**

**(a) Controlled Entities Consolidated**

	Country of Incorporation		Percentage Owned (%)*	
			2008	2007
Subsidiaries of Anomaly Resources Limited :				
Anomaly Limited	Papua New Guinea		100	100

\* Percentage of voting power is in proportion to ownership

**(b) Acquisition of Controlled Entities**

On 3 May 2007 the parent entity was incorporated and acquired 100% of Anomaly Limited and is entitled to all profits earned from the date of acquisition.

**(c) Controlled Entities with Ownership Interest of 50% or More**

The parent entity holds 100% of the ordinary shares of Anomaly Limited. Anomaly Resources Limited is required to make all the financial and operating policy decisions of Anomaly Limited and to ensure that those policies are consistent with the policies of the consolidated entity.

Financial information in relation to the controlled entity as at balance date:

	2008	2007
	<b>Anomaly Limited PNG</b>	
(i) Income Statement	\$	\$
Loss before income tax	(15,631)	(2,504)
Foreign exchange variance on intercompany loan	(127,129)	-
Loss after income tax	(142,760)	(2,504)
Loss attributable to members of the parent entity	(142,760)	(2,504)
(ii) Balance Sheet		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	15,070	430,549
Trade and other receivables	13,808	316
<b>TOTAL CURRENT ASSETS</b>	<b>28,878</b>	<b>430,865</b>
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	22,749	-
Exploration and evaluation assets	1,489,855	12,279
Other non-current assets	3,211	2,896
<b>TOTAL NON-CURRENT ASSETS</b>	<b>1,515,815</b>	<b>15,175</b>
<b>TOTAL ASSETS</b>	<b>1,544,693</b>	<b>446,040</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	78,156	448,321
<b>TOTAL CURRENT LIABILITIES</b>	<b>78,156</b>	<b>448,321</b>
<b>NON-CURRENT LIABILITIES</b>		
Loan to the parent entity	1,596,792	-
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>1,596,792</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>1,674,948</b>	<b>448,321</b>
<b>NET LIABILITIES</b>	<b>(130,255)</b>	<b>(2,281)</b>
<b>EQUITY</b>		
Issued capital	1	1
Reserves	14,791	248
Retained losses	(145,047)	(2,530)
	<b>(130,255)</b>	<b>(2,281)</b>

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 13 Property, Plant and Equipment**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Plant and equipment:				
Plant and equipment at cost	3,690	-	-	-
Accumulated depreciation	(327)	-	-	-
	<u>3,363</u>	<u>-</u>	<u>-</u>	<u>-</u>
Office tools and softwares				
Office tools and softwares at cost	18,207	-	-	-
Accumulated depreciation	(2,902)	-	-	-
	<u>15,305</u>	<u>-</u>	<u>-</u>	<u>-</u>
Furniture and fittings				
Furniture and fittings at cost	3,949	-	-	-
Accumulated depreciation	(299)	-	-	-
	<u>3,650</u>	<u>-</u>	<u>-</u>	<u>-</u>
Low cost value pool				
Low cost value pool at cost	479	-	-	-
Accumulated depreciation	(48)	-	-	-
	<u>431</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total plant and equipment	<u>22,749</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Property, plant and equipment	<u>22,749</u>	<u>-</u>	<u>-</u>	<u>-</u>

**(a) Movements in Carrying Amounts**

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Plant and Equipment	Office tools and Softwares	Furniture and Fittings	Low Cost Value Pool	Total
	\$	\$	\$	\$	\$
<b>Consolidated Group:</b>					
Balance at 30 June 2007	-	-	-	-	-
Additions during the year	3,690	18,207	3,949	479	26,325
Depreciation expense	(327)	(2,902)	(299)	(48)	(3,576)
Balance at 30 June 2008	<u>3,363</u>	<u>15,305</u>	<u>3,650</u>	<u>431</u>	<u>22,749</u>
<b>Parent Entity:</b>					
Balance at 30 June 2007	-	-	-	-	-
Additions during the year	-	-	-	-	-
Depreciation expense	-	-	-	-	-
Balance at 30 June 2008	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 14 Exploration and Evaluation Assets**

		Ownership Interest as at 30 June 2008	Consolidated Group 2008	2007
Costs carried forward in respect of the following areas of interest:		%	\$	\$
- Crater Mountain Project EL 1115	14(a)	70	360,795	12,279
- Crater Mountain Project EL 1353	14(a)	70	492,722	-
- Crater Mountain Project EL 1384	14(a)	70	332,284	-
- Bogia Project EL 1446	14(b)	100	167,511	-
- Oram Project EL 1367	14(c)	75	117,633	-
			<u>1,470,945</u>	<u>12,279</u>

**Project Summary:**

- (a) Anomaly Resources Limited Limited has entered into a Joint Venture Agreement with Triple Plate Junction dated 23 August 2007 and a further deed of amendment dated 2 November 2007 to manage and fund exploration activities on three contiguous Exploration Licences (ELs) 1115, 1353 and 1384 (the Crater Mountain Licences). During the year, costs incurred during the exploration and evaluation of Crater Mountain projects were allocated to the projects in the following proportions:

EL - 1115	10%	a(1)	Exploration licence 1115 will expire on 26 September 2008 and re-application was submitted by the entity three (3) months in advance and the Warden's Hearing was held at which no objections were raised as at 30 June 2008.
EL - 1353	85%	a(2)	Exploration licence 1353 expired on 20 June 2008 and re-application was submitted by the entity and recommended for renewal by the Mining Warden following Warden's Hearing at which no objections were raised as at 30th June 2008. The application was made by the Entity three (3) months in advance and all statutory commitments have been met, therefore there will be no consequences regarding the right to explore the area and the Licence can be expected to be renewed in due course.
EL - 1384	5%	a(3)	Exploration licence 1384 will expire on 9 June 2009 and application to renew will be made three months in advance in accordance with the PNG Mining Act.

Anomaly Resources Limited assumed the role of Project Manager and will earn a minimum seventy percent holding in the project by completing two exploration programs. Anomaly will have completed the phase 1 earning program by the 23 November 2008 at which time it will hold 51 % equity in the Crater Mountain Project. However, the entity is expecting to finish the field work by 30 September 2008. Exploration will recommence in March 2009 when the phase 2 drilling program is initiated.

- (b) Anomaly Resources Limited has entered into an deed of amendment dated 12 November 2007 to an agreement with Taaka Investment Limited and Michael Eyal dated 25 May 2007 to own its Exploration Licence (EL) 1446 (Bogia). The agreement provides Taaka Limited with AUD50,000 and the right to AUD50,000 of its stock on listing on the National Stock Exchange. EL 1446 will expire on 1 June 2009 but can be expected to be renewed as re-application will be made three months in advance and all commitments for the licence have already been fulfilled.
- (c) On 23 August 2007, the company had entered a joint venture agreement with Terenure Limited a wholly owned subsidiary of Triple Plate Junction to provide funding for a two-stage work program and will have the right to farm in the tenement and a gain 75% interest by expenditure on exploration. The term of the licence EL 1367 will expire on 09 September 2008 and re-application was submitted by the entity three (3) in advance and recommended for renewal by the Mining Warden following a warden's hearing held in August 2008 at which no objections were raised.

**Exploration Costs Written Off**

- (i) The entity had withdraw from the application of Western Highands ELA 1584 and all associated costs of \$2,905 were written off in the profit and loss.
- (ii) On 31 May 2007, The entity had applied for EL 1580 for the exploration and evaluation of Salamaua project. As at the balance sheet date, the company incurred costs in relation to exploration program and evaluation of the area amounting to \$18,909. All costs associated with Salamau project was written off in the profit and loss pending the grant of the licence.

**Renewal of the Licences**

Under the Papua New Guinea Mining Act 1992, exploration license expire every 2 years. The holder has the exclusive right to renew them by applying to do so three months in advance provided that the conditions are met and no objections are raised at the Warden's Hearing. There is a requirement to relinquish some of the area until a minimum area has been reached. All exploration licences that are about to expire have been applied for in due time and the corresponding conditions and obligations have been met by the entity as at 30 June 2008. However, due to bureaucratic delays official notification of renewal does not occur for some months after the date of expiry but renewal is backdated to the date of expiry.

EL 1353 (Crater Mountain) expired on 20 June 2008 and EL 1115 (Crater Mountain) and EL 1367 (Oram) are due to expire on 26 September 2008 and 9 September 2008. Whilst the entity has fulfilled all its obligations under the mining act and applied for tenements to be renewed, if for some reason they are not, then the capitalised costs of \$492,722 in relation to EL 1353, \$360,795 in relation to EL 1115 and \$117,633 in relation to EL 1367 will need to be expensed to the Income Statement. The Directors are confident that the licences will be renewed.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 15 Other Assets**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>CURRENT</b>				
Prepayments	7,152	-	7,152	-
	<u>7,152</u>	<u>-</u>	<u>7,152</u>	<u>-</u>
<b>NON-CURRENT</b>				
Security deposits	3,212	2,431	-	-
	<u>3,212</u>	<u>2,431</u>	<u>-</u>	<u>-</u>

**Note 16 Trade and Other Payables**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>CURRENT</b>				
Unsecured liabilities				
Trade payables	31,493	-	-	-
Sundry payables and accrued expenses	58,923	17,195	13,000	12,500
	<u>90,416</u>	<u>17,195</u>	<u>13,000</u>	<u>12,500</u>

**Note 17 Unsecured loan**

<b>CURRENT</b>				
Amounts payable to:				
— other related parties	-	443,627	-	-
	<u>-</u>	<u>443,627</u>	<u>-</u>	<u>-</u>

**(b) Key Management Personnel Loans**

	Balance 01/07/07	Loan Repayments	Interest Charged	Balance 30/06/08
	\$	\$	\$	\$
Director with loans outstanding as at the reporting date:				
Sinton Spence	(443,627)	443,627	-	-
	<u>(443,627)</u>	<u>443,627</u>	<u>-</u>	<u>-</u>

The above loan from Sinton Spence, a Director of the company, as at 30 June 2007, represented an unsecured loan to Anomaly Limited, a wholly owned subsidiary of Anomaly Resources Limited. The loan was repaid within the year and bears no provision for interest upon settlement.

**Note 18 Tax**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>(a) Asset</b>				
<b>NON-CURRENT</b>				
Deferred tax assets	140,236	6,744	124,605	3,750
<b>TOTAL</b>	<u>140,236</u>	<u>6,744</u>	<u>124,605</u>	<u>3,750</u>
<b>Deferred tax assets:</b>				
Temporary Differences				
- Accruals/prepayments	6,046	3,300	6,046	3,300
- Set up costs	360	450	360	450
- Capital raising costs	86,698	-	86,698	-
- Tax losses - parent entity	31,502	-	31,502	-
- Tax losses - subsidiary	15,630	2,994	-	-
Closing balances	<u>140,236</u>	<u>6,744</u>	<u>124,606</u>	<u>3,750</u>
<b>Reconciliation of deferred tax assets</b>				
(Charge)/credit to income statement	53,538	551	37,908	(2,443)
(Charge)/credit to equity	86,698	6,193	86,698	6,193
<b>Balance as at 30 June 2008</b>	<u>140,236</u>	<u>6,744</u>	<u>124,606</u>	<u>3,750</u>

Deferred tax assets not brought to account, the benefits of which will only be realised if the conditions for deductibility set out in Note 1(b) occur:

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 19 Issued Capital**

Fully paid ordinary shares issued at \$0.15 per share  
 Fully paid Class A shares issued at \$500 per share  
 Fully paid Class B shares issued at \$500 per share  
 Fully paid Class C shares issued at \$500 per share  
 Unpaid ordinary shares issued

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Fully paid ordinary shares issued at \$0.15 per share	2,360,004	4	2,360,004	4
Fully paid Class A shares issued at \$500 per share	10,000	-	10,000	-
Fully paid Class B shares issued at \$500 per share	10,000	-	10,000	-
Fully paid Class C shares issued at \$500 per share	10,000	-	10,000	-
Unpaid ordinary shares issued	(49,500)	-	(49,500)	-
	<u>2,340,504</u>	<u>4</u>	<u>2,340,504</u>	<u>4</u>

**(a) Ordinary Shares**

At the beginning of reporting period  
 Shares issued during year  
     — for \$0.15 per share  
     — for \$0.05 per share  
     — Conversion of four (4) originally issued ordinary shares into Directors shares  
 At reporting date

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	No.	No.	No.	No.
At the beginning of reporting period	4	3	4	-
Shares issued during year				
— for \$0.15 per share	24,000,000	1	24,000,000	4
— for \$0.05 per share	4,000,000	-	4,000,000	-
— Conversion of four (4) originally issued ordinary shares into Directors shares	20,000,000	-	20,000,000	-
At reporting date	<u>48,000,004</u>	<u>4</u>	<u>48,000,004</u>	<u>4</u>

\*On 31 March 2008 the company issued 4,000,000 ordinary shares at \$0.05 each to Martin Place Securities Pty Ltd shareholders for the payment of capital raising fees incurred during the year.

During the year, Four (4) of the ordinary shares on issue were converted into 5,000,000 Directors shares each to the following Key Management Personnel and their related parties:

**Director shares:**  
 Peter Macnab  
 Thomas Fermanis  
 Sinton Spence  
 Robert Mclean  
**Total**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	No.	No.	No.	No.
Peter Macnab	5,000,001	-	5,000,001	-
Thomas Fermanis	5,000,001	-	5,000,001	-
Sinton Spence	5,000,001	-	5,000,001	-
Robert Mclean	5,000,001	-	5,000,001	-
<b>Total</b>	<u>20,000,004</u>	<u>-</u>	<u>20,000,004</u>	<u>-</u>

Directors shares issued during the year were approved by the Directors and other significant shareholders with the variation of their rights attaching to ordinary shares in Anomaly Resources Limited. The rights of the Directors shares are as follows:

- (a) each Director's Share shall rank equally as to dividend with ordinary shares;
- (b) each Director's Share shall rank equally as to voting with ordinary shares;
- (c) each Director's Share shall rank behind ordinary shares to the extent of [\$0.01] per share on a winding up;
- (d) each Director's Share shall convert to a fully paid ordinary share and shall rank pari passu with the ordinary shares immediately upon listing of the Company on the Australian Stock Exchange (the "ASX") or another recognised stock exchange.

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At the shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

**(b) Class A, B and C shares**

At the beginning of the reporting period:  
 Class A shares  
 Class B shares  
 Class C shares  
 At reporting date\*

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	No.	No.	No.	No.
At the beginning of the reporting period:				
Class A shares	20	-	20	-
Class B shares	20	-	20	-
Class C shares	20	-	20	-
At reporting date*	<u>60</u>	<u>-</u>	<u>60</u>	<u>-</u>

\*Milestones have been set up by the entity during the year in relation to the conversion of the these shares issued. Refer to Note 5(c) on Key Management Personnel shareholding.

**(c) Capital Management**

Management control the capital of the group in order to maintain a good debt to equity ratio, provide the shareholders with adequate returns and ensure that the group can fund its operations and continue as a going concern.

The group's debt and capital includes ordinary share capital, Class A, B and C shares and financial liabilities, supported by financial assets.

	Note	Consolidated Group		Parent Entity	
		2008	2007	2008	2007
		\$	\$	\$	\$
Total payables	16	90,416	17,195	13,000	12,500
Less cash and cash equivalents	8	(297,436)	(430,553)	(282,365)	(3)
Net debt		(207,020)	(413,358)	(269,365)	12,497
Total equity		1,742,610	(15,243)	1,932,305	(12,496)
Total capital		<u>1,535,590</u>	<u>(428,601)</u>	<u>1,662,940</u>	<u>1</u>

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 20 Reserves**

**(a) Foreign Currency Translation Reserve**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Foreign currency translation reserve	(152,161)	248	-	-
	<u>(152,161)</u>	<u>248</u>	<u>-</u>	<u>-</u>

The foreign currency translation reserve records exchange differences arising on translation of a foreign controlled subsidiary are taken to the foreign currency translation reserve, as described in Note 1(k). The reserve is recognised in profit and loss when the net investment is disposed of.

**Note 21 Capital Commitments on Unincorporated Joint Venture**

**Exploration Projects**

**(a) Capital Expenditure Commitments on Joint Venture Agreement on the Crater Mountain Exploration Licences**

Actual capital expenditure incurred as at the balance sheet date:

	Consolidated Group	
	2008	2007
	\$	\$
Capital expenditure projects for Crater Mountain Project EL 1115	360,795	-
Capital expenditure projects for Crater Mountain Project EL 1353	492,722	12,279
Capital expenditure projects for Crater Mountain Project EL 1384	332,284	-
Total costs incurred for the Crater Mountain Projects	<u>1,185,801</u>	<u>12,279</u>

Anomaly Resources Limited has committed to complete the Phase 1 Work Program within 12 months upon signing of the Crater Mountain Joint Venture Agreement on 23 August 2007 and to carry it to the stage of identifying targets for 1,500 metres of drilling. Both parties subsequently agreed to extend the time for the Phase 1 exploration to 23 November 2008. The total cost estimate for the Phase 1 based on a 12 month time-frame is \$583,000. The parties to the Joint Venture have agreed that Triple Plate Junction will be reviewing the merit of the drilling in order to move to Phase 2 of the work program. The entity has committed to complete Phase 2 Work Program within 24 months from the date of the agreement and the total cost estimate for Phase 2 based on a 9 month contract time-frame is \$900,000.

The Phase 3 Work Program involves prospect evaluation and pre-feasibility studies. The duration and costs of Phase 3 activity will be dictated by on-going results of the Crater Mountain exploration.

**(b) Capital Expenditure Commitments on Joint Venture Agreement on the Bogia Exploration Licence**

Actual capital expenditure incurred as at the balance sheet date:

Capital expenditure projects for Bogia Project EL 1446	167,511	-
	<u>167,511</u>	<u>-</u>

Anomaly Resources Limited is responsible for all expenditure in relation to the Bogia project since the Licence has been granted. During the year, the entity made a payment of \$50,000 to Taaka Investment Limited, party to the Bogia Joint Venture, when the company was listed on the National Stock Exchange. As part of the exploration agreement, the entity issued 333,334 ordinary shares at \$0.15 per share to Taaka Investment Limited. All other significant terms of the agreement are as follows:

- ✓ Michael Eyal, a Director of Taaka Investment Limited, was appointed Director of Anomaly Limited.
- ✓ Taaka Investment Limited, solely or in association with other parties, is to provide geological services on Anomaly's Papua New Guinean exploration tenement Bogia project at commercial rates.

**(c) Capital Expenditure Commitments on Joint Venture Agreement on the Oram Exploration Licence**

Actual capital expenditure incurred as at the balance sheet date:

Capital expenditure projects for Oram Project EL 1367	117,633	-
	<u>117,633</u>	<u>-</u>

The agreement was entered into to allow Anomaly Resources Limited to contribute to a two Stage Work Program on the Oram Licence. An exploration expenditure of \$75,000 is required to be provided by the entity for phase 1, however if phase 1 is completed for less than \$75,000 the balance unspent is to be added to the exploration expenditure of \$125,000 required to complete phase 2 of the Work Program.

**Ownership Interest**

Details of tenement ownership interests have been provided in Note 10 Joint Venture.



**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 22 Cash Flow Information**

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
<b>(a) Reconciliation of Cash Flow from Operations with Profit after Income Tax</b>				
Loss after income tax	(120,603)	(15,495)	(86,064)	(12,500)
Cash flows excluded from loss attributable to operating activities				
Depreciation	3,576	-	-	-
Changes in assets and liabilities;				
(Increase) in other receivables	(17,724)	(316)	(18,485)	-
(Increase) in prepayments	(7,152)	-	(7,152)	-
Increase/ in trade payables and other liabilities	28,616	17,218	500	12,500
Cash flow from operations	<u>(113,287)</u>	<u>1,407</u>	<u>(111,181)</u>	<u>-</u>

**(b) Acquisition of Entities by Anomaly Resources Limited**

During the year 2007, 100% of the controlled entity Anomaly Limited was acquired. Details of this transaction are:  
Purchase consideration  
Cash consideration

	\$
	<u>1</u>
	<u>1</u>

The assets and liabilities arising from the acquisition are recognised at fair value which is equal to its carrying value.

**Note 23 Share-based Payments**

The following share-based payment arrangements existed at 30 June 2008.

In March 2008, 4,000,000 ordinary shares issued at \$0.05 per share were granted to Martin Place Securities Pty Ltd in line with the supplier's agreement for sponsorship and advisory services rendered during the Initial Public Offering on the National Stock Exchange. The total nominal value of services rendered amounted to \$200,000 excluding GST. These costs has been reported as capital raising costs in the equity section of the balance sheet.

In August 2007, Anomaly Resources Limited and its controlled entity entered into a joint venture agreement with Triple Plate Junction for the exploration of the three contiguous Licences in relation to the Crater Mountain projects. Under the agreement, the entity issued 6,666,667 ordinary shares at \$0.15 per share in exchange for the initial ownership of 25% in the joint venture.

In May 2007, Anomaly Resources Limited and its controlled entity entered into an agreement with Taaka Investments Limited and Michael Eyal for the transfer of an exploration licence in relation to Bogia projects. Under the agreement, the entity issued 333,333 ordinary shares at \$0.15 per share in March 2008 in exchange for the exploration Licence of Bogia project EL 1446. The PNG Mineral Resources Authority has given Anomaly Resources Limited the right to explore the tenement for 2 years from the date the licence was granted.

No share options have been issued by the entity as at the Balance Sheet date.

**Note 24 Events After the Balance Sheet Date**

On 31 May 2007, Licence application in relation to Salamau project (ELA 1580) has been made by the entity and the hearing was made on 9 October 2007. No significant objections were expressed at the hearings and the Licence is expected to be granted within the next financial year. Costs incurred during the year of \$18,909 was written off in the profit and loss and no capital expenditure commitment has been entered into by the entity in relation to EL 1580 as at 30 June 2008.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Note 25 Related Party Transactions**

The names of each person holding the position of Director of Anomaly Resources Limited and Controlled Entity during the financial year are:

Directors	Position
Peter Macnab	Chairman - Non executive
Robert Mclean	Managing Director
Sinton Spence	Director - Non executive
Thomas Fermanis	Director - Non executive

Consolidated Group		Parent Entity	
2008	2007	2008	2007
\$	\$	\$	\$

Transactions with related parties:

**(a) Intercompany loan - unsecured**

Total

-	-	1,637,323	-
-	-	<b>1,637,323</b>	-

The unsecured intercompany loan outstanding as at 30 June 2008 relates to loan provided to the subsidiary by the parent company. The amount is stated in Australian dollars and was eliminated in full during the consolidation process. The loan was provided to fund the subsidiary's on-going exploration programmes. There is no specific provisions for interest or repayment of the loan as at the balance date.

**(b) Directors of the Consolidated entity**

Directors loan - unsecured

-	443,627	-	-
-	<b>443,627</b>	-	-

During the year, the entity paid Sinton Spence, a Director of the company, \$443,627 in repayment of the loan outstanding to him as at 30 June 2007. The loan was previously provided by the Director to initially fund the subsidiary's exploration program. There was no specific provisions for the interest in relation to the loan that has been paid by the company during the year.

**(c) Other transactions**

- (i) Sinton Spence, a Director of Anomaly Resources Limited, is a founding Director of Sinton Spence Chartered Accountants PNG. During the financial year, Sinton Spence Chartered Accountants provided accounting and taxation services to Anomaly Limited (Subsidiary) on a normal commercial terms.
- (ii) Robert Mclean, Managing Director of the consolidated entity, has entered into a consulting agreement with Anomaly Resources Limited. Under the agreement he is entitled to received \$20,000 per month. During the year ended 30 June 2008 a total of \$110,000 was paid to Robert Mclean which has been capitalised as part of the exploration and evaluation asset account in the balance sheet.
- (iii) As part of the agreement for the acquisition of the Bogia project, the entity made a payment of \$50,000 to Michael Eyal a Director of Anomaly Limited and Taaka Investment Limited. As at the balance date he is a Director of Anomaly Limited a wholly owned subsidiary of Anomaly Resources Limited.

Other disclosures relating to Directors and other key management personnel are set out in note 5.

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

**Note 26 Financial Instruments Risk Exposures**

**(a) Financial Risk Management Policies**

The group's financial instruments consist mainly of deposits with banks, accounts receivable and payable, loans to and from subsidiaries.

The main purpose of non-derivative financial instruments is to raise finance for group operations. There is no derivative instruments held by the group as at balance date.

**(i) Financial Instruments**

The main risks the group is exposed to through its financial instruments are foreign currency risk and interest rate risk.

**Foreign currency risk**

The group is exposed to fluctuations in Australian dollars to PNG Kina currencies in relation to the purchase of goods and services for the mining operations which will be paid in PNG Kina.

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Current assets not effectively hedged:				
Cash - Subsidiary	15,070	385,597	-	-
Trade and other receivables - Subsidiary	13,808	283	-	-
	<b>28,878</b>	<b>385,880</b>	-	-
Current liabilities not effectively hedged:				
Trade and other payables - Subsidiary	78,157	4,205	-	-
	<b>78,157</b>	<b>4,205</b>	-	-

**Credit risk**

The consolidated group does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the consolidated group.

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

**Interest rate risk**

The consolidated entity is exposed to the following interest rate risk on its financial assets and liabilities as summarised below:

	Effective Average Interest		Notional Principal	
	2008	2007	2008	2007
	%	%	\$	\$
<b>Consolidated Group</b>				
Financial assets	8.05%	7.50%	328,968	430,869
Less than 1 year			<u>328,968</u>	<u>430,869</u>

	Effective Average Interest		Notional Principal	
	2008	2007	2008	2007
	%	%	\$	\$
<b>Consolidated entity</b>				
Financial liabilities	13.99%	13.20%	90,416	17,195
Less than 1 year			<u>90,416</u>	<u>17,195</u>

**(ii) Financial Instrument Composition and Maturity Analysis**

	Weighted Average Effective Interest Rate	
	2008	2007
	%	%
<b>Consolidated Group</b>		
Financial Assets:		
Cash and cash equivalents	8.10	7.50
Trade and other receivable	8.05	7.55
Total Financial Assets		

<b>Consolidated entity</b>			
<b>Fixed Interest Rate Maturing</b>			
Within 1 Year		1 to 5 years	
2008	2007	2008	2007
\$	\$	\$	\$
297,436	430,553	-	-
17,724	316	-	-
<u>315,160</u>	<u>430,869</u>	<u>-</u>	<u>-</u>

Financial Assets:
Cash and cash equivalents
Receivables
Total Financial Assets

Non-interest Bearing		Total	
2008	2007	2008	2007
\$	\$	\$	\$
-	-	297,436	430,553
13,808	-	31,532	316
<u>13,808</u>	<u>-</u>	<u>328,968</u>	<u>430,869</u>

	Weighted Average Effective Interest Rate	
	2008	2007
	%	%
<b>Consolidated Group</b>		
Financial Liabilities:		
Trade and other payables	13.99	13.20
Total Financial Liabilities		

<b>Fixed Interest Rate Maturing</b>			
Within 1 Year		1 to 5 years	
2008	2007	2008	2007
\$	\$	\$	\$
-	-	-	-
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Financial Liabilities:
Trade and other payables
Total Financial Liabilities

Non-interest Bearing		Total	
2008	2007	2008	2007
\$	\$	\$	\$
90,416	17,195	90,416	17,195
<u>90,416</u>	<u>17,195</u>	<u>90,416</u>	<u>17,195</u>

<b>Parent Entity</b>
Financial Assets:
Cash and cash equivalents
Trade and other receivables
Total Financial Assets

<b>Parent entity</b>			
<b>Fixed Interest Rate Maturing</b>			
Within 1 Year		1 to 5 years	
2008	2007	2008	2007
\$	\$	\$	\$
282,365	-	-	-
18,465	-	-	-
<u>300,830</u>	<u>-</u>	<u>-</u>	<u>-</u>

Financial Assets:
Cash and cash equivalents
Available-for-sale Investments
Total Financial Assets

Non-interest Bearing		Total	
2008	2007	2008	2007
\$	\$	\$	\$
-	3	282,365	3
1	1	1	1
<u>1</u>	<u>4</u>	<u>282,366</u>	<u>4</u>

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008**

	<b>Non-Interest Bearing</b>		<b>Total</b>	
	<b>\$</b>		<b>\$</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b>Financial Liabilities:</b>				
Trade and other payables	13,000	12,500	13,000	12,500
<b>Total Financial Liabilities</b>	<b>13,000</b>	<b>12,500</b>	<b>13,000</b>	<b>12,500</b>

Trade and sundry payables are expected to be paid as follows:

	<b>Consolidated Group</b>		<b>Parent Entity</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Less than 6 months	90,416	17,195	13,000	12,500
	<b>90,416</b>	<b>17,195</b>	<b>13,000</b>	<b>12,500</b>

**(iii) Net Fair Values**

The net fair values of:

- For unlisted available-for-sale investments where there is no organised financial market the net fair value has been based on historical cost;
- Other loans and amounts due are determined by discounting the cash flows, at market interest rates of similar borrowings to their present value;
- Other assets and other liabilities approximate their carrying value.

No financial assets and financial liabilities are readily traded on organised markets in standardised form, no forward exchange contracts and interest rate swaps have been established as at the balance sheet date.

The consolidated entity's aggregate net fair values and carrying amounts of financial assets and financial liabilities at balance date are:

	<b>2008</b>		<b>2007</b>	
	<b>Carrying Amount</b>	<b>Net Fair Value</b>	<b>Carrying Amount</b>	<b>Net Fair Value</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Financial Assets</b>				
Cash and cash equivalents	297,436	297,436	430,553	430,553
Trade and other receivables	31,532	31,532	316	316
	<b>328,968</b>	<b>328,968</b>	<b>430,869</b>	<b>430,869</b>
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	<b>Carrying Amount</b>	<b>Net Fair Value</b>	<b>Carrying Amount</b>	<b>Net Fair Value</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Financial Liabilities</b>				
Trade and other payables	90,416	90,416	17,195	17,195
	<b>90,416</b>	<b>90,416</b>	<b>17,195</b>	<b>17,195</b>

**Note 27 Company Details**

The registered office of the company is:

Anomaly Resources Limited  
Level 12  
280 George Street  
SYDNEY NSW 2000

The principal place of business is:

Anomaly Resources Limited  
Level 12  
280 George Street  
SYDNEY NSW 2000

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433  
AND CONTROLLED ENTITIES  
DIRECTORS' DECLARATION**

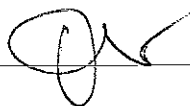
The directors of the company declare that:

1. the financial statements and notes, as set out on pages 10 to 31, are in accordance with the Corporations Act 2001 and:
  - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
  - (b) give a true and fair view of the financial position as at 30 June 2008 and of the performance for the year ended on that date of the company and consolidated group;
2. the Chief Executive Officer declared that:
  - (a) the financial records of the company for the financial year have been properly maintained in accordance with section 286 of the *Corporations Act 2001*;
  - (b) the financial statements and notes for the financial year comply with the Accounting Standards; and
  - (c) the financial statements and notes for the financial year give a true and fair view;
3. 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.

At the date of this declaration, there are reasonable grounds to believe that the companies which are party to this deed of cross guarantee will be able to meet any obligations or liabilities to which they are, or may become subject to, by virtue of the deed.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



**Thomas Fermanis**

Dated this

12<sup>th</sup>

day of

September

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 2008.

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" in 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 Resources 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 2008 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.

**Inherent Uncertainty Regarding Mining Licenses**

Without qualification to the opinion expressed above, attention is drawn to the following matter. As indicated in Note 14 to the financial statements, some mining licenses are due to or have recently expired at year end. Holders of mining licenses are required to go through a renewal process on the second anniversary of holding the license. Whilst the Directors have adhered to this process, and all of their obligations have been met at 30 June 2008, should the renewals not be granted, then the amount of costs capitalised with respect of these mines, as disclosed at Note 14, will not be recoverable at the amount stated in the financial report.



DUNCAN DOVICO  
Chartered Accountants



ROSEMARY MEGALE  
Partner

Sydney, 12 September 2008

**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES**

The following additional information is required by the National Stock Exchange Ltd in respect of listed public companies only.

**1. Shareholding**

**a. Distribution of Shareholders**

Category (size of holding)	Number	
	Ordinary	Class A, B and C
1 – 1,000	-	60
1,001 – 5,000	-	-
5,001 – 10,000	-	-
10,001 – 100,000	1,546,334	-
100,001 – and over	46,453,670	-
	<b>48,000,004</b>	<b>60</b>

**b. The number of shareholdings held in less than marketable parcels is 30,000,000 ordinary shares.**

**c. The names of the substantial shareholders listed in the holding company's register as at 30 June 2008 are:**

Shareholder	Number		% of interest
	Ordinary	Class A, B and C	
Peter Macnab	7,500,001	15	15.63%
Thomas Fermanis	7,500,001	15	15.63%
Sinton Spence	7,500,001	15	15.63%
Robert Mclean	7,500,001	15	15.63%
Triple Plate Junction	6,666,667	-	13.89%
Martin Place Securities Pty Ltd	4,330,000	-	9.02%

**d. Voting Rights**

The voting rights attached to each class of equity security are as follows:

Ordinary shares

- Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Class A, B and C shares

- These shares have no voting rights.

**e. 20 Largest Shareholders — Ordinary Shares**

Name	Number of Ordinary Fully Paid Shares Held	% Held of Issued Ordinary Capital
1. Peter Macnab	7,500,001	15.63%
2. Thomas Fermanis	7,500,001	15.63%
3. Sinton Spence	7,500,001	15.63%
4. Robert Mclean	7,500,001	15.63%
5. Triple Plate Junction	6,666,667	13.89%
6. Martin Place Securities Pty Ltd	4,330,000	9.02%
7. Pagoda Tree Investments Limited	1,334,000	2.78%
8. Mr Arthur Smedley	1,270,000	2.65%
9. Australian Heritage Group	660,000	1.37%
10. Taaka Investment Limited	333,333	0.69%
11. Rainbow Bay Investments	280,000	0.58%
12. Mr Evan Themelakis	266,500	0.56%
13. Alcardo Investments Limited	260,000	0.54%
14. Martin Place Securities Staff Super	241,166	0.50%
15. Mr Tom Bowen	200,000	0.42%
16. Diazili Pty Ltd	200,000	0.42%
17. Mrs Jennifer Dayrit Leviste	150,000	0.31%
18. Dr Peter John Woodford	132,000	0.27%
19. WHI Securities Pty Ltd	130,000	0.27%
20. Mr Adam John Mccarty	100,000	0.21%
	<b>46,553,670</b>	



**ANOMALY RESOURCES LIMITED ABN: 32 125 210 433 AND CONTROLLED ENTITIES**  
**ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES**

**f. 4 Largest Shareholders — Class A, B and C**

Name	Number of Class A, B and C Fully Paid	% Held
	Shares Held	of Issued Shares
1. Peter Macnab	15	25.00
2. Thomas Fermanis	15	25.00
3. Sinton Spence	15	25.00
4. Robert Mclean	15	25.00
	60	100.00

2. The name of the company secretary is Michael Derin, CA
3. The address of the principal registered office in Australia is Level 12, 280 George Street SYDNEY NSW 2000. Telephone number is 02 92381188.
4. Registers of securities are held at the following addresses  
 Registries Limited                      Level 7, 207 Kent St SYDNEY NSW 2000
5. **Stock Exchange Listing**  
 Quotation has been granted for all the ordinary shares of the company on all Member Exchanges of the National Stock Exchange Limited.
6. **Unquoted Securities**  
 Class A, B and C shares  
 20 Class A shares, 20 Class B shares and 20 Class C shares are on issue. All these shares are held by the current Directors.