

## **HALF-YEAR INFORMATION GIVEN TO THE NSX**

**Name of entity**

*Timah Resources Limited*

**ABN or equivalent reference #**

*ABN 69 123 981 537*

**Reporting period**

*31-Dec-12*

**Previous corresponding period**

*31-Dec-11*

*The information contained in this report should be read in conjunction with the most recent annual financial report.*

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1. RESULTS FOR ANNOUNCEMENT TO THE MARKET

	6 Months ended		Movement	
	31-Dec-12	31-Dec-11		
	\$	\$	\$	%
Revenue	\$3,854	\$91	\$3,763	4135%
Loss for the period	(\$274,623)	(\$121,468)	(\$153,155)	126%
Loss for the period attributable to members	(\$274,623)	(\$121,468)	(\$153,155)	126%

	6 Months ended	
	31-Dec-12	31-Dec-11
	cents	cents
From continuing & discontinued operations		
Basic earnings per security	(0.35)	(0.18)
Diluted earnings per security	(0.35)	(0.18)
Net tangible assets per security	(0.25)	(0.29)

No dividends have been paid or declared during the period or in the prior period

2. NET TANGIBLE ASSETS PER ORDINARY SHARE (NTA backing)

Current Period Cents	Previous corresponding period - Cents
(0.25)	(0.29)

3. DETAILS OF SUBSIDIARIES

3.1 Control Gained Over Entities During the Period

Name of entity	n/a	n/a	n/a
Date control acquired, i.e. date from which profit(loss) has been calculated	n/a		
Loss after income tax of the subsidiary (or group of entities) during the current period <i>since the date on which control was acquired</i>	\$ n/a	\$ n/a	\$ n/a
Loss after income tax of the subsidiary (or group of entities) for the whole of the <i>previous corresponding period</i>	\$ n/a	\$ n/a	\$ n/a

3.2 Loss of Control of Entities During the Period

Name of entity	n/a	n/a	n/a
Date of loss of control, i.e. date until which profit(loss) has been calculated	n/a	n/a	n/a
Profit (loss) after income tax of the subsidiary (or group of entities) during the current period <i>to the date on which control was lost</i>	\$ n/a	\$ n/a	\$ n/a
Profit (loss) after income tax of the subsidiary (or group of entities) for the whole of the <i>previous corresponding period</i>	\$ n/a	\$ n/a	\$ n/a
Contribution to consolidated profit (loss) from sale of interest leading to loss of control	\$ n/a	\$ n/a	\$ n/a

4. DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

4.1 Equity Accounted Associates and Joint Venture Entities

	% Ownership Interest		Contribution to Net Profit	
	Current Period %	Previous Corresponding Period %	Current Period A\$ '000	Previous Corresponding Period A\$ '000
Lac Trung Investment and Development Joint Stock Co Ltd	40%	40%	nil	nil
n/a	n/a	n/a	n/a	n/a

4.2 Aggregate Share of Profits(Losses) of Associates and Joint Venture Entities

Groups' Share of Associates' and Joint Venture Entities':

	Current Period A\$ '000	Previous Corresponding Period A\$ '000
Profit(Loss) before tax	nil	nil
Income tax	nil	nil
Net profit(loss)	nil	nil
Adjustments	nil	nil
Share of net profit(loss) of associates and joint venture entities	0	0

5. DIVIDENDS

5.1 Dividends per Share

- Final  
- current period  
- previous corresponding period
- Interim  
- current period  
- previous corresponding period

Amount per share	Franked amount per share at	Amount per share of
n/a cents n/a	n/a cents n/a	n/a cents n/a
n/a cents n/a	n/a cents n/a	n/a cents n/a

5.2 Total Dividends

- Interim - n/a  
Final - n/a

Current Period A\$ '000	Previous Corresponding Period A\$ '000
n/a	n/a
n/a	n/a
n/a	n/a

All dividends reflected as distributions above were paid during the period.

5.3 Dividend Reinvestment Plans

- The company does not currently have a dividend reinvestment plan
- The last date for receipt of election notices for participation in any dividend reinvestment plans

n/a
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6. ACCOUNTING STANDARDS

The Australian equivalents to International Financial Reporting Standards ("AIFRS") and Australian Accounting Standard 134 "Interim Financial Reporting" have been used in compiling the information contained in this Appendix 3.

7. AUDIT DISPUTES OR QUALIFICATIONS

None

## Directors' Report

Your directors submit the financial report of Timah Resources Limited ('Timah') for the half-year ended 31 December 2012.

### Directors

The names of persons who were directors of Timah Resources Limited who held office during or since the end of the half year:

Jack Tan M. App Fin. F. Fin  
Lawrence Nguyen B. Pharm. MAICD  
Michael Mo (resigned 30 July 2012)  
Henry Khoo (appointed 1 August 2012)

### Review of Operations

Comments on the operations and the results of those operations for the period ended 31 December 2012 are set out below.

During the period, the Directors undertook the following significant steps:

- (a) On 27th November 2012 Timah entered into a Term Sheet to acquire 100% of the equity of PT Makmur Sindo Perkasa, an Indonesian oil investment company, for share consideration of 75M New Shares to be issued to the vendor, Just Minerals Pte. Ltd. The Term Sheet provides for Timah Resources Ltd to have three months to complete a proper due diligence and to advise on its intention to proceed with the transaction. However, as at the time of this report, this due diligence has not been completed. The Company has requested an extension of time to 27th May 2013 to make its final decision on whether to proceed with the transaction.
- (b) In line with our intention to divest the Bathurst Island Ore Project and concentrate on oil and gas Exploration and Production development in Indonesia and Myanmar, we signed a Term Sheet for sale of the Exploration Tenement EO4/1589 with Regal Mining Pte Ltd of Singapore on 12th December, 2012. The sale of the Exploration Tenement for \$1,000,000 is currently progressing to the final stage where a Sale and Purchase Agreement will be signed if both parties are agreeable. The sale is subject to Shareholders' approval at a meeting to be called once the Sale and Purchase Agreement has been signed.
- (c) The Company has reviewed Oil and Gas Brown Fields in Indonesia and Myanmar with a view to enhance its operations in this area.
- (d) The Company is currently in the process of recruitment of a Chief Executive Officer with the relevant experience and capabilities to undertake the development of old wells in Indonesia and Myanmar and to further undertake the objective of seeking new opportunities in the Exploration and Development of Oil and Gas projects.
- (e) The Company is reviewing its capital requirements post the sale of the Iron Ore Tenement with a view to raise adequate capital for capital expenditures and working capital for it to undertake its future operations.

### Events subsequent to Balance Date

There have been no subsequent events that would have a material impact on the financial report for the period ended 31 December 2012.

**Auditor's Independence Declaration**

A copy of the independence declaration by the lead auditor under section 307C of the Corporations Act 2001 is included on page 7 to this half-year financial report.

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

A handwritten signature in black ink, appearing to be 'Jack Tan', followed by a long horizontal line extending to the right.

Jack Tan  
Chairman  
SYDNEY  
15 March 2013

**TIMAH RESOURCES LIMITED**

**ABN 69 123 981 537**

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF TIMAH RESOURCES LIMITED**

I declare that, to the best of my knowledge and belief, during the half year ended 31 December 2012 there have been:

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

*Hall Chadwick*

Hall Chadwick  
Level 29, 31 Market Street  
Sydney NSW 2000

*Graham Webb*

**GRAHAM WEBB**  
Partner

Date: 15 March 2013

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Timah Resources Limited

ABN 69 123 981 537

Statement of profit or loss and other comprehensive income  
for the half-year ended 31 December 2012

	Note	31 December 2012 \$	31 December 2011 \$ Restated
Income	2	3,854	91
Accounting & Audit		(41,881)	(9,272)
Compliance, listing & legal expenses		(23,127)	(18,415)
Consulting fees - other		(10,818)	(32,847)
Depreciation expense		-	(603)
Directors fees		(108,000)	(36,000)
Exploration expenses		(25,000)	-
Employee benefits expenses		(2,218)	(1,726)
Overseas travel & accommodation expense		(25,883)	3,975
Loss on sale of shares		(19)	-
Other expenses		(19,465)	(15,741)
<b>(Loss) before income tax expense</b>	3	(252,556)	(110,538)
Income tax expense		-	-
<b>Net (loss) for the period from continuing operation</b>		(252,556)	(110,538)
<b>Discontinued operations</b>			
Loss for the year from discontinued operations (net of income tax)	5	(22,066)	(10,929)
<b>Net (loss) for the period</b>		(274,623)	(121,467)
<b>Other comprehensive income for the period, net of tax</b>		-	-
<b>Total comprehensive income for the period</b>		(274,623)	(121,467)
<b>Earnings per share attributable to the ordinary equity holders of the company:</b>		<b>Cents</b>	<b>Cents</b>
From continuing and discontinued operations			
Basic earnings per share		(0.35)	(0.18)
Diluted earnings per share		(0.35)	(0.18)
From continuing operations			
Basic earnings per share		(0.32)	(0.16)
Diluted earnings per share		(0.32)	(0.16)

The accompanying notes form part of these financial statements.

Timah Resources Limited

ABN 69 123 981 537

Statement of financial position  
as at 31 December 2012

	Note	31 December 2012 \$	30 June 2012 \$ Restated
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		152,497	103,313
Other receivables		5,195	1,865
Other assets		3,636	3,636
Assets classified as held for sale		63,800	-
<b>Total Current Assets</b>		<b>225,128</b>	<b>108,814</b>
<b>NON-CURRENT ASSETS</b>			
Intangible assets - Exploration & evaluation expenditure		-	63,800
<b>Total Non-Current Assets</b>		<b>-</b>	<b>63,800</b>
<b>TOTAL ASSETS</b>		<b>225,128</b>	<b>172,614</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		276,319	179,182
Borrowings		150,000	280,000
<b>Total Current Liabilities</b>		<b>426,319</b>	<b>459,182</b>
<b>TOTAL LIABILITIES</b>		<b>426,319</b>	<b>459,182</b>
<b>NET LIABILITIES</b>		<b>(201,191)</b>	<b>(286,568)</b>
<b>EQUITY</b>			
Issued capital	5	2,419,950	2,059,950
Retained losses		(2,621,141)	(2,346,518)
<b>TOTAL EQUITY</b>		<b>(201,191)</b>	<b>(286,568)</b>

The accompanying notes form part of these financial statements.

**Timah Resources Limited**

ABN 69 123 981 537

**Statement of changes in equity  
for the half-year Ended 31 December 2012**

	<b>Issued capital</b>	<b>Accumulated losses</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2011</b>	<b>2,059,950</b>	<b>(2,073,789)</b>	<b>(13,839)</b>
(Loss) attributable to members	-	(121,468)	(121,468)
<b>Balance at 31 December 2011</b>	<b>2,059,950</b>	<b>(2,195,257)</b>	<b>(135,307)</b>
<b>Balance at 1 July 2012</b>	<b>2,059,950</b>	<b>(2,346,518)</b>	<b>(286,568)</b>
Issue of shares	360,000	-	360,000
(Loss) attributable to members	-	(274,623)	(274,623)
<b>Balance at 31 December 2012</b>	<b>2,419,950</b>	<b>(2,621,141)</b>	<b>(201,191)</b>

The accompanying notes form part of these financial statements.

**Timah Resources Limited**  
ABN 69 123 981 537  
**Statement of cash flows**  
for the half-year ended 31 December 2012

	31 December 2012 \$	31 December 2011 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Payments to suppliers and employees	(184,670)	(75,455)
Interest received	3,854	91
<b>Net cash used from operating activities</b>	<u>(180,816)</u>	<u>(75,364)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Net cash provided by investing activities</b>	<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds of issue of shares	360,000	-
Repayment of loan to Director	(130,000)	-
Proceeds of loan from Director	-	50,000
<b>Net cash provided by financing activities</b>	<u>230,000</u>	<u>50,000</u>
<b>Net increase (decrease) in cash held</b>	49,184	(25,364)
Cash and cash equivalents at the beginning of the financial period	103,313	36,043
<b>Cash and cash equivalents at the end of the financial period</b>	<u><u>152,497</u></u>	<u><u>10,679</u></u>

The accompanying notes form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Preparation**

These general purpose interim financial statements for half-year reporting period ended 31 December 2012 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Timah Resources Limited ("the Company"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2012, together with any public announcements made during the following half-year.

**Accounting Policies**

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, except in relation to the matters discussed below.

**Critical Accounting Estimates and Judgments**

The critical estimates and judgments are consistent with those applied and disclosed in the June 2012 annual report.

**New and Revised Accounting Requirements Applicable to the Current Half-year Reporting Period**

*Presentation of Items of Other Comprehensive Income*

The Group adopted AASB 2011-9: Amendments to Australian Accounting Standards – Presentation of Items of Other Comprehensive Income on 1 July 2012. AASB 2011-9 is mandatorily applicable from 1 July 2012 and amends AASB 101: Presentation of Financial Statements.

AASB 2011-9 amends the presentation requirements of other comprehensive income. It requires items of other comprehensive income to be grouped between:

- items that will not be reclassified subsequently to profit or loss; and
- those that will be reclassified subsequently to profit or loss when specific circumstances occur.

It also requires, when items of other comprehensive income are presented before the related tax effects with a single amount shown for the aggregate amount of income tax relating to those items, the amount of tax effect to be allocated between:

- items that will not be reclassified subsequently to profit or loss; and
- those that might be reclassified subsequently to profit or loss.

AASB 2011-9 also amends AASB 101 to change the title "income statement" to "statement of profit or loss" under the two-statement approach. Although other titles are also permitted, the Group has decided to use the title "statement of profit or loss".

The adoption of AASB 2011-9 only changed the presentation of the Group's financial statements and did not have any impact on the amounts reported for the current period or for any prior period in the Group's financial statements.

**Going concern**

The half-yearly report has been prepared on a going concern basis which contemplates the continuity of normal trading activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

The company has made an operating loss of \$274,623 (half year to 31 December 2011: \$121,468) and has negative net cash used in operating activities of \$180,816 for the period ended 31 December 2012. The company has also net liabilities and a deficiency of net working capital of \$201,191 as at 31 December 2012.

During the half-year period, the company has issued 12,000,000 shares at \$0.03 raising \$360,000 in additional equity and repaid \$130,000 of director's loans. Negotiations are proceeding to sell Timah's Bathurst Island tenement E04/1589 for \$1million (before costs and tax). This will raise additional working capital for the 2013 year's operations.

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

**Note 1: Summary of Significant accounting policies (Continued)**

**Going Concern (Continued)**

The Directors have provided ongoing financial support to the Company by agreeing to meet any necessary financial commitments should the need arise if the company is not able to discharge these commitments independently of the directors support.

The directors nevertheless believe that it is appropriate to prepare the half year financial report on a going concern basis as directors have guaranteed to provide continued financial support and in the event that further working capital is required, the directors believe they can secure further equity-raising when they have identified a viable project in the future. The going concern basis used in the preparation of the financial report may not be appropriate if the directors do not provide their continuous financial support, the equity raising is not successful, and the business does not generate sufficient positive cash flows in the future. In this event, the company may not be able to realise the full value of its assets and extinguish its liabilities, in the normal course of business and at the amount stated in the half year financial report.

**Note 2: Other income**

	<b>31 December 2012 \$</b>	<b>31 December 2011 \$</b>
Interest received	3,854	91
	<u>3,854</u>	<u>91</u>

**Note 3: Expenses**

All significant expense items for the period are disclosed on the face of the statement of comprehensive income.

**Note 4: Operating Segments**

The company has one reportable segment, being Minerals exploration in Australia.

**Note 5: Discontinued Operations**

Disposal of Bathurst Island – On 12 December 2012, the Company signed a Term Sheet for the sale of E04/1589 – its Bathurst Island tenement. A contract for the purchase & sale for \$1m (subject to shareholders approval) has been drawn up. A deposit of \$350,000 is payable on signing the contract with the balance of \$650,000 payable on completion.

**Loss for the year from discontinued operation**

	<b>31 December 2012 \$</b>	<b>31 December 2011 \$</b>
Revenue	-	-
Expenses	(22,066)	(10,929)
Loss before tax	<u>(22,066)</u>	<u>(10,929)</u>
Attributable income tax expense	-	-
Loss for the year from discontinued operations	<u>(22,066)</u>	<u>(10,929)</u>
<b>Cash flows from discontinued operations</b>		
Net cash outflows from operating activities	<u>(22,066)</u>	<u>(10,929)</u>
Net cash outflows	<u>(22,066)</u>	<u>(10,929)</u>

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

**Note 6: Issued Capital**

	31 December 2012 Shares	31 December 2012 \$	30 June 2012 Shares	30 June 2012 \$
Ordinary shares	<u>80,252,626</u>	<u>2,419,950</u>	<u>68,252,626</u>	<u>2,059,950</u>

**Options on issue (Unlisted)**

23,000,000 Options expiring on 31 December 2013 exercisable at \$0.30 were issued in January 2011.

**Note 7: Commitments**

The renewal of tenement E04/1589 – Bathurst Island was confirmed with the new expiry date being 8 August 2017. Commitment on exploration expenditure for Bathurst Island is now \$50,000 per annum. This commitment will be extinguished upon sale of the tenement.

**Note 8: Contingent Liabilities**

There have been no changes in contingent liabilities or contingent assets since the last annual reporting date 30 June 2012.

**Note 9: Events subsequent to balance date**

There have been no other subsequent events that would have a material impact on the financial report for the period ended 31 December 2012.

**Directors' Declaration**

The directors of the company declare that:

1. The financial statements and accompanying notes as set out on pages 8 to 14 are in accordance with the Corporations Act 2001, including
  - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
  - (b) giving a true and fair view of the entity's financial position as at 31 December 2012 and of its performance for the half-year ended on that date.
2. In the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

A handwritten signature in black ink, appearing to be 'Jack Tan', with a long horizontal line extending from the end of the signature.

Jack Tan  
Chairman

SYDNEY  
15 March 2013



**TIMAH RESOURCES LIMITED**  
**ABN 69 123 981 537**  
**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF**  
**TIMAH RESOURCES LIMITED**

**Review Report on the Half-year Financial Report**

We have reviewed the accompanying half-year financial report of Timah Resources Limited, which comprises the statement of financial position as at 31 December 2012, the statement of profit or loss and other comprehensive income, statement of changes in equity, the statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

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

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

***Auditor's Responsibility***

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410: Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of Timah Resources Limited's financial position as at 31 December 2012 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Timah Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

***Independence***

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

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**TIMAH RESOURCES LIMITED**  
**ABN 69 123 981 537**  
**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF**  
**TIMAH RESOURCES LIMITED**

***Conclusion***

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

- (i) giving a true and fair view of Timah Resources Limited's financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

***Emphasis of matter***

Without modifying our conclusion, we draw attention to Note 1 in the financial report which indicates that the company had incurred a net loss of \$274,623 during the half year ended 31 December 2012 and, as of that date, the company's current liabilities exceeded its total assets by \$201,191. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern and therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the financial report.

*Hall Chadwick*

Hall Chadwick  
Level 29, 31 Market Street  
Sydney, NSW 2000

*G Webb*

**GRAHAM WEBB**  
Partner  
Date: 15 March 2013