

FORM: Half yearly/preliminary final report

Name of issuer

Florin Mining Investment Company Limited

ACN or ARBN

111 170 882

Half yearly
(tick)

✓

Preliminary
final (tick)

Half year/financial year ended
(‘Current period’)

31st December 2017

For announcement to the market

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

				\$A
Operating Revenue (item 1.1)	Up	123%	To	151,876
Operating Profit (loss) before abnormal items and tax	Up	511%	To	99,762
Operating Profit (loss) for the period after tax but before minority equity interests (item 1.9)	Up	907%	To	164,470
Profit (loss) for the period attributable to security holders (item 1.11)	Up	907%	To	164,470
Income Distributions				
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				

Annual meeting*(Preliminary final statement only)*

The annual meeting will be held as follows:

Place

Date

Time

Approximate date the annual report will be available

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 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:
- | | |
|---|---|
| <input checked="" type="checkbox"/> The financial statements have been audited. | <input type="checkbox"/> The financial statements have been subject to review by a registered auditor (or overseas equivalent). |
| <input type="checkbox"/> The financial statements are in the process of being audited or subject to review. | <input type="checkbox"/> The financial statements have <i>not</i> yet been audited or reviewed. |
5. If the accounts have been or are being audited or subject to review and the audit report is not attached, details of any qualifications are attached/will follow immediately they are available* (*delete one*). (*Half yearly statement only - the audit report must be attached to this statement if the statement is to satisfy the requirements of the Corporations Act.*)
6. The *issuer* has/does not have* (*delete one*) a formally constituted audit committee.

Sign here:

(Director)

Date: 13/3/2018

Print name: STEVEN PRITCHARD



FLORIN MINING INVESTMENT COMPANY LIMITED

ABN 60 111 170 882

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31ST DECEMBER, 2017

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

DIRECTORS' REPORT

Your directors submit the financial report of the Company for the half-year ended 31 December 2017. In order to comply with the provisions of the *Corporations Act 2001*, the directors report as follows:

Directors

The names of directors who held office during or since the end of the half-year:

Steven Pritchard

Daniel Di Stefano

Peter Cameron

Enzo Pirillo

The above named directors held office during and since the end of the half-year.

Review of Operations

The investment objectives of Florin Mining Investment Company Limited, are to:

- Preserve the capital of the Company;
- Achieve a high real rate of return, comprising both income and capital growth; and
- Generally, to limit the investments of the Company to natural resource companies being those companies:
 - ✓ who derive a significant proportion of their revenues from the mining of base and precious metals, industrial minerals, and bulk commodities, the production of oil and gas or geothermal energy; or
 - ✓ have a significant proportion of their assets invested, or they propose to invest a significant proportion of their assets, in activities involved in the exploration for base and precious metals, industrial minerals, and bulk commodities, the production of oil and gas or geothermal energy.

The Company seeks to maximise the capital growth of the Company's portfolio by investing in natural resource companies. Investments are primarily in mining or exploration companies – that are either producing or exploring for base and precious metals, industrial minerals and bulk commodities. From time to time the portfolio may have exposure to oil, gas and geothermal energy companies.

Whilst in making its investment decisions the Company will generally take a medium to long term view, it may however, from time to time acquire investments with a view to profit through short term trading opportunities.

The Company:

- focuses on the investment merits of individual stocks rather than market and economic trends; and
- seeks to invest in shares which it assesses to be undervalued relative to their longer term growth prospects.

The Directors have established a number of key performance indicators that they will use in their assessment of the Company's performance, including, earnings per share, dividends paid to shareholders and asset backing per share.

The Company incurred a net profit after tax of \$164,470 for the half year ended 31 December 2017.

The asset backing per share increased by 18.2%, from 12.1 cents as at 30 June 2017 to 14.3 cents as at 31 December 2017. As at the 31 December 2017 the company had short term borrowings of \$4,038.

Auditor's Declaration

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 2 for the half-year ended 31 December 2017.

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



Director

Steven Pritchard

Dated this 12th day of March 2018

FLORIN MINING INVESTMENT COMPANY LIMITED

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

I am pleased to provide the following declaration of independence to the directors of Florin Mining Investment Company Limited.

As lead audit partner for the review of the financial statements of Florin Mining Investment Company Limited for the half-year ended 31 December 2017, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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



PKF



MARTIN MATTHEWS
PARTNER

12 MARCH 2018
NEWCASTLE, NSW

PKF(NS) Audit & Assurance Limited Partnership Sydney

ABN 91 850 861 839
Liability limited by a scheme
approved under Professional
Standards Legislation

Level 8, 1 O'Connell Street
Sydney NSW 2000 Australia
GPO Box 5446 Sydney NSW 2001
p +61 2 8346 6000
f +61 2 8346 6099

Newcastle

755 Hunter Street
Newcastle West NSW 2302 Australia
PO Box 2368 Dangar NSW 2309
p +61 2 4962 2688
f +61 2 4962 3245

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

**CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE
HALF-YEAR ENDED 31 DECEMBER 2017**

		Period to 31 December 2017			Period to 31 December 2016		
	Note	Revenue	Capital	Total	Revenue	Capital	Total
		\$	\$	\$	\$	\$	\$
Income from investment portfolio		17,514		17,514	8,795		8,795
Income from trading portfolio		134,355		134,355	59,184		59,184
Income from deposits		7		7	11		11
Total income from ordinary activities	2	151,876	-	151,876	67,990	-	67,990
Administration expenses		(40,457)	-	(40,457)	(39,653)	-	(38,086)
Finance costs		(145)	-	(145)	(946)	-	(946)
Management fees		(11,512)	-	(11,512)	(11,059)	-	(11,059)
Performance fees		-	-	-	-	-	-
		(52,114)	-	(52,114)	(51,658)	-	(51,658)
Operating profit before income tax and realised gains on the investment portfolio		99,762	-	99,762	16,332	-	16,332
Income tax benefit relating to ordinary activities		64,708	-	64,708	-	-	-
Profit attributable to members of the company		164,470	-	164,470	16,332	-	16,332
Other Comprehensive income							
Items that will not be reclassified subsequently to profit or loss							
Unrealised gains for the period on securities in the investment portfolio		-	260,100	260,100	-	58,679	58,679
Deferred tax benefit on above		-	(64,708)	(64,708)	-	-	-
Gains for the period on securities realised in investment portfolio		-	14,388	14,388	-	9,384	9,384
Tax expense on above		-	-	-	-	-	-
Total other comprehensive income		-	209,780	209,780	-	68,063	68,063
Total comprehensive income		164,470	209,780	374,250	16,332	68,063	84,395
Overall Operations							
Basic earnings per share (cents per share)		0.97			0.10		
Diluted earnings per share (cents per share)		0.97			0.10		

The accompanying notes form part of these financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

	Note	31.12.2017	30.06.2017
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		72,496	107,341
Trading portfolio		558,997	558,280
Other current assets		25,579	21,599
Current tax assets		2,194	827
TOTAL CURRENT ASSETS		659,266	688,047
NON-CURRENT ASSETS			
Investment portfolio		1,814,485	1,403,154
Deferred tax assets		149,519	83,753
TOTAL NON-CURRENT ASSETS		1,964,004	1,486,907
TOTAL ASSETS		2,623,270	2,174,954
CURRENT LIABILITIES			
Trade & other payables		44,759	36,460
Borrowings		4,038	4,037
TOTAL CURRENT LIABILITIES		48,797	40,497
NON-CURRENT LIABILITIES			
Deferred tax liabilities		149,520	83,754
TOTAL NON-CURRENT LIABILITIES		149,520	83,754
TOTAL LIABILITIES		198,317	124,251
NET ASSETS		2,424,953	2,050,703
EQUITY			
Issued capital	4	3,225,920	3,225,920
Reserves		721,034	515,571
Accumulated losses		(1,522,001)	(1,690,788)
TOTAL EQUITY		2,424,953	2,050,703

The accompanying notes form part of these condensed financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

**CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

	Issued Capital	Retained Earnings/ (Accumulated Losses)	Capital Profits Reserve	Investment Revaluation Reserve	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2016	3,225,920	(1,687,640)	549,108	(68,457)	2,018,931
Profit for the half year	-	16,332	-	-	16,332
<i>Other comprehensive income for the half year (net of tax)</i>					
Revaluation of investment portfolio (net of tax)	-	-	-	58,679	58,679
Net capital gains for the half year (net of tax)	-	9,384	-	-	9,384
Transfers between reserves	-	(6,569)	6,569	-	-
Other comprehensive income for the half year	-	2,815	6,569	58,679	68,063
Total comprehensive income	-	19,147	6,569	58,679	84,395
Balance at 31 December 2016	3,225,920	(1,668,493)	555,677	(9,778)	2,103,326
 Balance at 1 July 2017	 3,225,920	 (1,690,788)	 559,977	 (44,406)	 2,050,703
Profit for the half year	-	164,470	-	-	164,470
<i>Other comprehensive income for the half year (net of tax)</i>					
Revaluation of investment portfolio (net of tax)	-	-	-	195,392	195,392
Net capital gain for the half year (net of tax)	-	14,388	-	-	14,388
Transfers between reserves	-	(10,071)	10,071	-	-
Other comprehensive income for the half year	-	4,317	10,071	195,392	209,780
Total comprehensive income	-	168,787	10,071	195,392	374,250
Balance at 31 December 2017	3,225,920	(1,522,001)	570,048	150,986	2,424,953

The accompanying notes form part of these financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

CONDENSED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	31.12.2017	31.12.2016
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Sales from trading portfolio	191,882	99,655
Purchases for trading portfolio	(59,060)	(106,628)
Dividends received	13,861	5,820
Interest received	593	4,266
Distributions received	4,547	-
Other receipts	1,530	1,839
	153,353	4,952
Administration expenses	(39,186)	(39,440)
Bank charges	(199)	(258)
Finance costs	(145)	(946)
Management fees	(11,642)	(13,559)
Net cash provided by/(used in) operating activities	102,181	(49,251)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales from investment portfolio	50,165	40,288
Purchases for investment portfolio	(187,191)	(728,601)
Net cash used in investing activities	(137,026)	(688,313)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	-	(838)
Net cash used in financing activities	-	(838)
Net decrease in cash held	(34,845)	(738,402)
Cash at beginning of period	107,341	850,766
Cash at end of period	72,496	112,364

The accompanying notes form part of these condensed financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of the Condensed Financial Statements

The half-year condensed financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard *AASB 134: Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standards IAS 34: Interim Financial Reporting.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2017 and any public announcements made by Florin Mining Investment Company Limited during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

The condensed financial statements have been prepared on the basis of historical cost, except for the revaluation of the trading and investment portfolios. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2017 annual financial report for the year ended 30 June 2017, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and the Interpretations Financial Reporting Standards.

The Company has not applied any Australian Accounting Standards or AASB interpretations that have been issued at balance date but are not yet operative for the half year ended 31 December 2017 ("the inoperative standards"). The impact of the inoperative standards has been assessed and the impact has been identified as not being material. The company only intends to adopt inoperative standards at the date at which their adoption becomes mandatory.

The adoption of the various Australian Accounting Standards and Interpretations in issue but not yet effective will not impact the company's accounting policies. However, the pronouncements will result in changes to information currently disclosed in the financial statements. The company does not intend to adopt any of these pronouncements before their effective dates.

The following significant accounting policies have been adopted in the preparation and presentation of the half year financial report from 1 July 2017 to 31 December 2017.

(a) Holdings of Securities

(i) Statement of Financial Position classification

The Company has two portfolios of securities, the investment portfolio and the trading portfolio.

The investment portfolio relates to holdings of securities which the directors intend to retain on a long-term basis, and has been classified as a non-current asset.

The trading portfolio comprises securities held for short term trading purposes and is classified as a current asset.

(ii) Valuation of investments

Securities, including listed and unlisted shares, notes and options, are initially brought to account at cost (including any associated transaction costs) and are continuously carried at fair value.

Fair value for the purposes of valuing holdings of securities is determined by reference to market prices prevailing at balance date, predominantly last sale price, where the securities are traded on an organised market. Where a security is not so traded, its fair value is determined by the Directors.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

Note 1: SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(iii) Gains and losses on investments

Investment portfolio

All gains and losses (realised and unrealised) on equity instruments held in the investment portfolio are reported as "Other Comprehensive Income".

Cumulative gains and losses are transferred from the investment revaluation reserve to retained profits or the realised capital gains reserve when the investments are sold. The realised capital gains reserve is used primarily to record gains upon which Capital Gains Tax has been or will be paid, and which consequently are available for distributions to shareholders as Listed Investment Company Capital gains, which enable many shareholders to claim some of this as a tax deduction.

Trading Portfolio

Realised and unrealised gains and losses arising from changes in the fair value of the trading investments are included in the Statement of Profit or Loss in the period in which they arise.

(iv) Income from holdings of securities

Distributions relating to listed securities are recognised as income when those securities are quoted ex-distribution basis. Distributions relating to unlisted securities are recognised as income when received unless the distributions are capital returns in which case the amount of the distribution is treated as an adjustment to the cost base of the securities.

(b) Income Tax

The Company adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any non-assessable or disallowed items.

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

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

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(c) Comparative Figures

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

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED

31 DECEMBER 2017

	31.12.2017	31.12.2016
	\$	\$
NOTE 2: REVENUE		
Income from investment portfolio		
Dividends received	12,805	6,291
Interest Income	281	2,504
Distributions Received	4,428	-
Total income from investment portfolio	17,514	8,795
Income from trading portfolio		
Sales revenue	192,155	99,791
Cost of sales	(59,358)	(42,422)
Net (losses)/ gains from trading portfolio sales	132,797	57,369
Dividends received	1,056	63
Interest Income	306	1,752
Distributions Received	196	-
Total income from trading portfolio	134,355	59,184
Income from deposits		
Deposit income	7	11
Total income from deposits	7	11
Total revenue	151,876	67,990

NOTE 3: DIVIDENDS

Dividends Paid

No dividends were paid in the half-year ending 31 December 2017 (2016: nil)

- -

NOTE 4: ISSUED CAPITAL

Movements in Issued Capital of the Company during the half-year were as follows:

Date	Details	Number of Shares	Issued Capital \$
01/07/2017	Opening balance	16,961,769	16,961,769
31/12/2017	Balance	16,961,769	16,961,769

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

a. Dividend Reinvestment Plan

The Company has a Dividend Reinvestment Plan (DRP) under which shareholders elected to have all or part of their dividend payment reinvested in new ordinary fully paid shares.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 5: SEGMENT REPORTING

The Company operates in one business segment, being that of a listed investment company. The Company operates in Australia only and therefore has only one geographical segment. However the Company has investment exposures in different countries which are shown below. The Company invests in securities listed on overseas stock exchanges. Details of the geographical exposures are as follows:

	For the half-year ended 31.12.2017	As at 31.12.2017		
	Revenue \$	Unrealised Losses \$	Market Value \$	Portfolio %
Australia	18,485	(340,666)	2,373,482	97.03
United Kingdom	-	(22,606)	-	-
Sub Total	18,485	(363,272)	2,373,482	97.03
Cash	594	-	72,496	2.97
Total	19,079	(363,272)	2,445,978	100.00

	For the half-year ended 31.12.2016	As at 30.06.2017		
	Revenue \$	Unrealised Losses \$	Market Value \$	Portfolio %
Australia	6,354	(731,210)	1,961,434	94.80
United Kingdom	-	(22,606)	-	-
Sub Total	6,354	(753,816)	1,961,434	94.80
Cash	4,267	-	107,341	5.20
Total	10,621	(753,816)	2,068,775	100.00

NOTE 6: CONTINGENT LIABILITIES

At balance date, the Directors are not aware of any material contingent liabilities other than those already disclosed elsewhere in the financial report.

NOTE 7: EVENTS SUBSEQUENT TO REPORTING DATE

Since 31 December 2017 to the date of this report there has been no event specific to the Company of which the Directors are aware which has had a material effect on the Company or its financial position. Changes in the value of the Company's investments are reflected in the Company's Net Asset Backing per share which is reported to the NSX monthly.

NOTE 8: KEY MANAGEMENT PERSONNEL

Remuneration arrangements of the key management personnel are disclosed in the annual financial report.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED
31 DECEMBER 2017**

	31.12.2017	31.12.2016
	\$	\$
NOTE 9: RELATED PARTY TRANSACTIONS		
Transactions with related parties:		
<input type="checkbox"/> Rees Pritchard Pty. Limited for accounting fees.	14,600	13,974
<input type="checkbox"/> Rees Pritchard Pty. Limited for company secretarial fees.	-	-
Steven Pritchard has an interest in the above transactions as a director and a beneficial shareholder of Rees Pritchard Pty. Limited.		
<input type="checkbox"/> Hamilton Asset Management Limited for Investment management fees.	11,512	11,095
Steven Pritchard has an interest in the above transaction as a director of Hamilton Asset Management Limited and as director and beneficial shareholder of Hamilton Capital Pty. Limited.		
Daniel Di Stefano has an interest in the above transaction as a director and beneficial shareholder of Hamilton Capital Pty. Limited.		
Hamilton Asset Management Limited is a wholly owned subsidiary of Hamilton Capital Pty. Limited.		
<input type="checkbox"/> Newcastle Capital Markets Registries Pty. Limited for share registry costs.	4,751	4,849
Steven Pritchard has an interest in the above transaction as a director and an indirect beneficial shareholder of Newcastle Capital Markets Registries Pty. Limited.		

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

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 3 to 11:
 - a. comply with Accounting Standards and the Corporations Regulations; and
 - b. give a true and fair view of the entity's financial position as at 31 December 2017 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 pursuant to s.303(5) of the Corporations Act.



Steven Shane Pritchard

Dated this 12th day of March 2018

INDEPENDENT AUDITOR'S REVIEW REPORT

To THE MEMBERS OF FLORIN MINING INVESTMENT COMPANY LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Florin Mining Investment Company Limited (the company), which comprises the statement of financial position as at 31 December 2017, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration.

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 Florin Mining Investment Company Limited is not in accordance with the Corporations Act 2001 including:-

- (a) giving a true and fair view of the company's financial position as at 31 December 2017, and of its financial performance for the half-year ended on that date; and
- (b) complying with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors' of the company a written Auditor's Independence Declaration.

Directors' Responsibility for the Half-Year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the company's financial position as at 31 December 2017 and its performance for the half year ended on that date, and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Florin Mining Investment Company Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

PKF(NS) Audit & Assurance Limited Partnership

ABN 91 850 861 839
Liability limited by a scheme
approved under Professional
Standards Legislation

Sydney
Level 8, 1 O'Connell Street
Sydney NSW 2000 Australia
GPO Box 5446 Sydney NSW 2001
p +61 2 8346 6000
f +61 2 8346 6099

Newcastle

755 Hunter Street
Newcastle West NSW 2302 Australia
PO Box 2368 Dangar NSW 2309
p +61 2 4962 2688
f +61 2 4962 3245

Auditor's Responsibility (cont'd)

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



PKF



MARTIN MATTHEWS
PARTNER

12 MARCH 2018
NEWCASTLE, NSW