

# 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 2018

## For announcement to the market

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

				\$A
Operating Revenue (item 1.1)	Down	71%	To	43,424
Operating Profit (loss) before abnormal items and tax	Down	106%	To	(6,427)
Operating Profit (loss) for the period after tax but before minority equity interests (item 1.9)	Down	128%	To	(46,587)
Profit (loss) for the period attributable to security holders (item 1.11)	Down	128%	To	(46,587)
<b>Income Distributions</b>				
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

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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: 15/3/2019

Print name: STEVEN PRITCHARD



# **FLORIN MINING INVESTMENT COMPANY LIMITED**

**ABN 60 111 170 882**

## **INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31<sup>ST</sup> DECEMBER, 2018**

# 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 2018. 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 loss after tax of \$46,587 for the half year ended 31 December 2018.

The asset backing per share decreased by 6.8%, from 14.6 cents as at 30 June 2018 to 13.6 cents as at 31 December 2018. As at the 31 December 2018 the company had short term borrowings of \$54,038.

#### 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 2018.

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



Director

Steven Pritchard

Dated this 13<sup>th</sup> day of March 2019



## 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 2018, 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



PAUL PEARMAN  
PARTNER

13 MARCH 2019  
NEWCASTLE, NSW

#### PKF(NS) Audit & Assurance Limited Partnership

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

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# 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 2018

		Period to 31 December 2018			Period to 31 December 2017		
	Note	Revenue	Capital	Total	Revenue	Capital	Total
		\$	\$	\$	\$	\$	\$
Income from investment portfolio		81,457		81,457	17,514		17,514
Income from trading portfolio		(38,045)		(38,045)	134,355		134,355
Income from deposits		12		12	7		7
<b>Total income from ordinary activities</b>	<b>2</b>	<b>43,424</b>	<b>-</b>	<b>43,424</b>	<b>151,876</b>	<b>-</b>	<b>151,876</b>
Administration expenses		(37,163)	-	(37,163)	(40,457)	-	(40,457)
Finance costs		(356)	-	(356)	(145)	-	(145)
Management fees		(12,332)	-	(12,332)	(11,512)	-	(11,512)
Performance fees		-	-	-	-	-	-
		<b>(49,851)</b>	<b>-</b>	<b>(49,851)</b>	<b>(52,114)</b>	<b>-</b>	<b>(52,114)</b>
<b>Operating profit before income tax and realised gains on the investment portfolio</b>		<b>(6,427)</b>	<b>-</b>	<b>(6,427)</b>	<b>99,762</b>	<b>-</b>	<b>99,762</b>
Income tax (expense)/benefit relating to ordinary activities		(40,160)	-	(40,160)	64,708	-	64,708
<b>(Loss)/Profit attributable to members of the company</b>		<b>(46,587)</b>	<b>-</b>	<b>(46,587)</b>	<b>164,470</b>	<b>-</b>	<b>164,470</b>
<b>Other Comprehensive income</b>							
<b>Items that will not be reclassified subsequently to profit or loss</b>							
Unrealised (losses)/gains for the period on securities in the investment portfolio		-	(135,339)	(135,339)	-	260,100	260,100
Deferred tax benefit/(expense) on above		-	40,602	40,602	-	(64,708)	(64,708)
(Losses)/gains for the period on securities realised in investment portfolio		-	(34,215)	(34,215)	-	14,388	14,388
Tax expense on above		-	-	-	-	-	-
<b>Total other comprehensive income</b>		<b>-</b>	<b>(128,952)</b>	<b>(128,952)</b>	<b>-</b>	<b>209,780</b>	<b>209,780</b>
<b>Total comprehensive income</b>		<b>(46,587)</b>	<b>(128,952)</b>	<b>(175,539)</b>	<b>164,470</b>	<b>209,780</b>	<b>374,250</b>
<b>Overall Operations</b>							
Basic earnings per share (cents per share)		(0.27)			0.97		
Diluted earnings per share (cents per share)		(0.27)			0.97		

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 2018

	Note	31.12.2018 \$	30.06.2018 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		67,212	51,451
Trading portfolio		378,063	461,529
Other current assets		8,302	1,499
Current tax assets		749	801
<b>TOTAL CURRENT ASSETS</b>		<b>454,326</b>	<b>515,280</b>
<b>NON-CURRENT ASSETS</b>			
Investment portfolio		1,939,887	2,004,653
Deferred tax assets		153,719	180,907
<b>TOTAL NON-CURRENT ASSETS</b>		<b>2,093,606</b>	<b>2,185,560</b>
<b>TOTAL ASSETS</b>		<b>2,547,932</b>	<b>2,700,840</b>
<b>CURRENT LIABILITIES</b>			
Trade & other payables		34,198	34,379
Borrowings		54,038	4,038
<b>TOTAL CURRENT LIABILITIES</b>		<b>88,236</b>	<b>38,417</b>
<b>NON-CURRENT LIABILITIES</b>			
Deferred tax liabilities		153,719	180,907
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>153,719</b>	<b>180,907</b>
<b>TOTAL LIABILITIES</b>		<b>241,955</b>	<b>219,324</b>
<b>NET ASSETS</b>		<b>2,305,977</b>	<b>2,481,516</b>
<b>EQUITY</b>			
Issued capital	4	3,225,920	3,225,920
Reserves		852,539	947,276
Accumulated losses		(1,772,482)	(1,691,680)
<b>TOTAL EQUITY</b>		<b>2,305,977</b>	<b>2,481,516</b>

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 2018

	Issued Capital	Retained Earnings/ (Accumulated Losses)	Capital Profits Reserve	Investment Revaluation Reserve	Dividend Equalisation Reserve	Total
	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2017</b>	<b>3,225,920</b>	<b>(1,690,788)</b>	<b>559,977</b>	<b>(44,406)</b>	<b>-</b>	<b>2,050,703</b>
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 gains 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
<b>Balance at 31 December 2017</b>	<b>3,225,920</b>	<b>(1,522,001)</b>	<b>570,048</b>	<b>150,986</b>	<b>-</b>	<b>2,424,953</b>
<b>Balance at 1 July 2018</b>	<b>3,225,920</b>	<b>(1,691,680)</b>	<b>572,464</b>	<b>274,293</b>	<b>100,519</b>	<b>2,481,516</b>
Loss for the half year	-	(46,587)	-	-	-	(46,587)
<i>Other comprehensive income for the half year (net of tax)</i>						
Revaluation of investment portfolio (net of tax)	-	-	-	(94,737)	-	(94,737)
Net capital loss for the half year (net of tax)	-	(34,215)	-	-	-	(34,215)
Other comprehensive income for the half year	-	(34,215)	-	(94,737)	-	(128,952)
Total comprehensive income	-	(80,802)	-	(94,737)	-	(175,538)
<b>Balance at 31 December 2018</b>	<b>3,225,920</b>	<b>(1,772,482)</b>	<b>572,464</b>	<b>179,556</b>	<b>100,519</b>	<b>2,305,977</b>

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 2018**

	<b>31.12.2018</b>	<b>31.12.2017</b>
	<b>\$</b>	<b>\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Sales from trading portfolio	108,429	191,882
Purchases for trading portfolio	(63,723)	(59,060)
Dividends received	77,738	13,861
Interest received	453	593
Distributions received	3,253	4,547
Other receipts	2,146	1,530
Administration expenses	(41,375)	(39,186)
Bank charges	(259)	(199)
Finance costs	(356)	(145)
Management fees	(15,634)	(11,642)
<b>Net cash provided by operating activities</b>	<b>70,672</b>	<b>102,181</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Sales from investment portfolio	507	50,165
Purchases for investment portfolio	(105,418)	(187,191)
<b>Net cash used in investing activities</b>	<b>(104,911)</b>	<b>(137,026)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	50,000	-
<b>Net cash provided by financing activities</b>	<b>50,000</b>	<b>-</b>
Net increase/ (decrease) in cash held	15,761	(34,845)
Cash at beginning of period	51,451	107,341
<b>Cash at end of period</b>	<b>67,212</b>	<b>72,496</b>

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 2018

#### 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 2018 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 2018 annual financial report for the year ended 30 June 2018, 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 2018 ("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.

##### New and amended standards adopted by the company

Certain new accounting standards and interpretations have been published for the 31 December 2018 reporting period by the Company. The director's assessment of the impact of these new standards (to the extent relevant to the company) and interpretations is set out below:

(i) AASB 9: *Financial Instruments* (AASB 9) (effective 1 July 2018)

AASB 9 contains new requirements of the classification, measurement and de-recognition of financial assets and liabilities, replacing the recognition and measurement requirements in AASB 139 Financial instruments: Recognition and Measurement. Under the new requirements the four current categories of financial assets will be replaced with two measurement categories: fair value and amortised cost, and financial assets will only be measured at amortised cost where very specific conditions are met. AASB 9 introduces new hedge accounting requirements including changes to hedge effectiveness testing, treatment of hedging costs, risk components that can be hedged disclosures.

The new expected-loss impairment model requires credit losses to be recognised when financial instruments are first recognised, and results in full lifetime expected credit losses recognised when there is a significant increase in credit risk. The balances of financial assets scoped into AASB 9 impairment requirements are not material.

There was no impact on the Company upon adoption of AASB 9 on 1 July 2018 as the Company currently classifies financial assets and financial liabilities at fair value through profit or loss or amortised cost, and the Company does not apply hedge accounting.

# 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 2018

#### **Note 1: SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

(ii) AASB 15 Revenue from Contracts with Customers, (applicable from 1 July 2018)

AASB 15 supersedes AASB 18 Revenue and AASB 111 Construction Contracts. Although AASB 15 is principles-based, it is a significant change from the current revenue requirements and will involve more judgements and estimates as revenue is recognised when control of a good or service transfers to a customer, or on satisfaction of performance obligations under contracts, which replaces the existing notion of risk and rewards.

There was no impact on the Company upon the adoption of AASB 15 on 1 July 2018 as the Company's revenue recognition of interest, dividend, investment gains/(losses) and foreign exchange gains/(losses) were unaffected as these items are excluded from the scope of AASB 15.

The following significant accounting policies have been adopted in the preparation and presentation of the half year financial report from 1 July 2018 to 31 December 2018.

#### **(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.

##### **(iii) Gains and losses on investments**

Investment portfolio – Fair Value through Other Comprehensive Income (FVTOCI)

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 – Fair

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.

**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 2018**

**Note 1: SIGNIFICANT ACCOUNTING POLICIES (Cont.)**

**(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 2018

	31.12.2018	31.12.2017
	\$	\$
<b>NOTE 2: REVENUE</b>		
<b>Income from investment portfolio</b>		
Dividends received	77,738	12,805
Interest Income	115	281
Distributions Received	3,604	4,428
Total income from investment portfolio	81,457	17,514
<b>Income from trading portfolio</b>		
(Losses)/gains for the period on securities realised in trading portfolio	53,971	192,155
Unrealised (losses)/gains for the period on securities in the trading portfolio	(92,469)	(59,358)
Net (losses)/ gains from trading portfolio sales	(38,498)	132,797
Dividends received	-	1,056
Interest Income	326	306
Distributions Received	127	196
Total income from trading portfolio	(38,045)	134,355
<b>Income from deposits</b>		
Interest income	12	7
Total income from deposits	12	7
<b>Total revenue</b>	<b>43,424</b>	<b>151,876</b>

### NOTE 3: DIVIDENDS

#### Dividends Paid

No dividends were paid in the half-year ending 31 December 2018 (2017: nil)

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### 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 \$
01/07/2018	Opening balance	16,961,769	16,961,769
31/12/2018	<b>Balance</b>	<b>16,961,769</b>	<b>16,961,769</b>

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 2018

#### 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 31.12.2018	As at 31.12.2018		
	Revenue \$	Unrealised Losses \$	Market Value \$	Portfolio %
Australia	81,470	(156,950)	2,317,950	97.18
United Kingdom	-	(22,606)	-	-
<b>Sub Total</b>	<b>81,470</b>	<b>(179,556)</b>	<b>2,317,950</b>	<b>97.18</b>
Cash	453	-	67,212	2.82
<b>Total</b>	<b>81,923</b>	<b>(179,556)</b>	<b>2,385,162</b>	<b>100.00</b>

	For the half-year ended 31.12.2017	As at 30.06.2018		
	Revenue \$	Unrealised Losses \$	Market Value \$	Portfolio %
Australia	18,485	(253,135)	2,466,182	97.96
United Kingdom	-	(22,606)	-	-
<b>Sub Total</b>	<b>18,485</b>	<b>(275,741)</b>	<b>2,466,182</b>	<b>97.96</b>
Cash	594	-	51,451	2.04
<b>Total</b>	<b>19,079</b>	<b>(275,741)</b>	<b>2,517,633</b>	<b>100.00</b>

#### 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 2018 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 2018**

	<b>31.12.2018</b>	<b>31.12.2017</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 9: RELATED PARTY TRANSACTIONS</b>		
Transactions with related parties:		
<input type="checkbox"/> Rees Pritchard Pty. Limited for accounting fees.	13,200	14,600
<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.	12,332	11,512
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.	4,867	4,751
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 13:
  - 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 2018 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 13<sup>th</sup> day of March 2019

## 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 2018, 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 2018, 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 2018 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 Sydney

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### 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



PAUL PEARMAN  
PARTNER

13 MARCH 2019  
NEWCASTLE, NSW