

Appendix 4D

Half Year Report

Period ended December 31, 2015

Results For Announcement To The Market

HAOMA MINING NL

The following information is provided to ASX in accordance with listing rule 4.2A.3.

The information contained in this Half Year Report should be read in conjunction with the Haoma Mining NL Annual Report for the Year Ended June 30, 2013.

ABN 12 008 676 177	Reporting Half Year Ended December 31, 2015
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The following information in items 2.1 to 2.3 is provided in accordance with Listing Rule 4.2A.3 and the mandatory disclosure requirements of Appendix 4D in relation to changes from the previous corresponding period. The previous corresponding reporting period for the purposes of this report is the Half Year Ended December 31, 2014.

		\$A'000		\$A'000
2.1 Revenues from ordinary activities	decreased	489	to	100
2.2 Loss from ordinary activities after tax	increased	580	to	(3,843)
2.3 Net Loss for the period attributable to members	increased	600	to	(3,293)

2.4 Dividends (distributions)	Amount Paid per security	Franked amount per security
Final dividend	Nil	Nil
Interim dividend	Nil	Nil
Previous corresponding period	Nil	Nil
It is not proposed to pay dividends.		
2.5 Record date for determining dividend	Not Applicable	
2.6 Brief explanation of any of the figures in 2.1 to 2.4.		
Refer to attached Financial Report for the Half-Year Ended December 31, 2015.		

+ See chapter 19 for defined terms.

3. Net tangible assets per security with comparative figure for the previous corresponding period.

	December 31, 2015	December 31, 2014
Net tangible assets per security	(\$0.34)	(\$0.32)

4. Details of entities over which control has been gained or lost during the period.

- 4.1 Name of the entity.

Not Applicable

- 4.2 The date of the gain or loss of control.

Not Applicable

- 4.3 Where material to an understanding of the report – the contribution of such entities to the reporting entity's profit from ordinary activities during the period and the profit or loss of such entities during the whole of the previous corresponding period.

Current Period	Previous corresponding period
\$ -	\$ -

5. Details of individual and total dividends or distributions and dividend or distribution payments. The details must include the date on which each dividend or distribution is payable, and (if known) the amount per security of foreign sourced dividend or distribution.

Dividend or distribution payments:	Amount	Date on which each dividend or distribution is payable	Amount per security of foreign sourced dividend or distribution
No dividend or distribution payments.	-	-	-
Total	-	-	-

6. Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan.

Not Applicable

+ See chapter 19 for defined terms.

7. Details of associates and joint venture entities including the name of the associate or joint venture entity and details of the reporting entity's percentage holding in each of those entities and, where material to an understanding of the report, the aggregate share of profits (losses) of those entities, details of contributions to net profit for each of those entities, and with comparative figures for each disclosure for the previous corresponding period.

Name of entity	% Holding	Aggregate Share of profit (losses)		Contribution to net profit	
		Current period	Previous period	Current period	Previous Period
Daltons Joint Venture with Giralia Resources Pty Ltd <i>(Wholly owned subsidiary of Atlas Iron Ltd.)</i>	25%	-	-	-	-

8. For foreign entities, which set of accounting standards is used in compiling the report (e.g. International Accounting Standards).

Not Applicable

9. For all entities, if the accounts contain an independent audit report or review that is subject to a modified opinion, emphasis of matter or other matter paragraph, a description of the modified opinion, emphasis of matter or other matter paragraph.

<p>The Independent Auditor's Review Report contains an Emphasis of Matter.</p> <p>The Emphasis of Matter item relates to the ability of the consolidated entity to continue as a going concern. Note 2 to the Financial Report and indicates that the ability of the consolidated entity to continue as a going concern is dependent upon the continued financial support from a related entity in order to enable the group to meet its debts as and when they fall due. That condition, along with other matters as set out in Note 2, indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.</p> <p>Refer to the Independent Auditor's Review Report included with the Financial Report for the Half-Year Ended December 31, 2015.</p>

+ See chapter 19 for defined terms.

HAOMA MINING NL

ABN 12 008 676 177

FINANCIAL REPORT

**FOR THE HALF YEAR ENDED
DECEMBER 31, 2015**

DIRECTORS' REPORT

The Directors of Haoma Mining NL (“the Company”) include herewith the financial report of the Company and its controlled entities (“the Consolidated Entity”) for the half -year ended December 31, 2015.

DIRECTORS

The name of each person who has been a Director of the Company at any time during or since the end of the half-year and the period for which they have been a director is:

Gary Cordell Morgan (Chairman)	Director
Michele Levine	Director
John Lachlan Charles McInnes	Director - resigned December 10, 2015
Wilton Timothy Carr Ingram	Director - appointed November 10, 2015

PRINCIPAL ACTIVITIES

The principal activity of the Consolidated Entity during the half-year continued to be that of gold mining including the exploration and evaluation of the Consolidated Entity’s areas of interest in relation to discovery of gold and other precious metals. There was no change in the nature of activities during the half year.

REVIEW OF RESULTS

The consolidated operating loss of the Consolidated Entity for the half-year to December 31, 2015 after provision for income tax, depreciation, amortisation and interest was \$3,842,889 compared with the previous comparative half year loss to December 31, 2014 of \$3,263,483.

All ASX Quarterly Activity Reports, Market Announcements and Annual Reports are available on the company website at www.haoma.com.au

REVIEW OF OPERATIONS

Commencement of Pilot Plant Production at Bamboo Creek¹

Since re-commencement of processing Bamboo Creek Tailings in January 2016 a Trial Parcel of 343.4 dry tonnes has been treated through the Bamboo Creek Pilot Plant. To date 1,057.58 grams of fine gold have been recovered from the Trial Parcel (3.08g/t) with a further 281 grams (0.82g/t) of gold held in solution in the leach circuit.

Leaching gold from the Trial Parcel is continuing with additional gold being recovered onto carbon.

The Bamboo Creek Pilot Plant has now been converted to operate on a continuous basis. Initially the Bamboo Creek Pilot Plant will operate on 12 hour shift per day, commencing early March.

Production is expected to be at approximately 200 tonnes of Bamboo Creek Tailings per day with recovery of about 900 grams of gold per day.

The Pilot Plant ‘residue’ is a sulphide concentrate. SEM analysis of the ‘residue’ shows it contains gold and PGM. Haoma has sent samples of the Pilot Plant ‘residue’ to an overseas platinum group metals (PGM) refiner for further analysis.

Note 1: The information & data in this report as it relates to Metallurgical Results is based on information compiled by Mr. Peter Cole who is an expert in regard to this type of metallurgical test work. The results relate to testing the effectiveness of a new method of assaying for gold and other mineral content (the Refined Elazac Assay Method) and a new method for extraction of gold and other minerals from the ore (the Refined Elazac Extraction Method). These methods are together referred to as the Elazac Process. The information reported relates solely to ongoing test work in relation to bringing the Elazac Process to commercial realisation. Mr. Cole has worked in the mining industry for over 30 years and has been associated with the development of the Elazac Process over a long period (approximately 15 years). Mr. Cole is one of only a few people with sufficient relevant knowledge and experience to report results in relation to test work on the Refined Elazac Assay Method and Refined Elazac Extraction Method. Mr. Cole has consented to the inclusion in this report of the information and data in the form and context in which it appears.

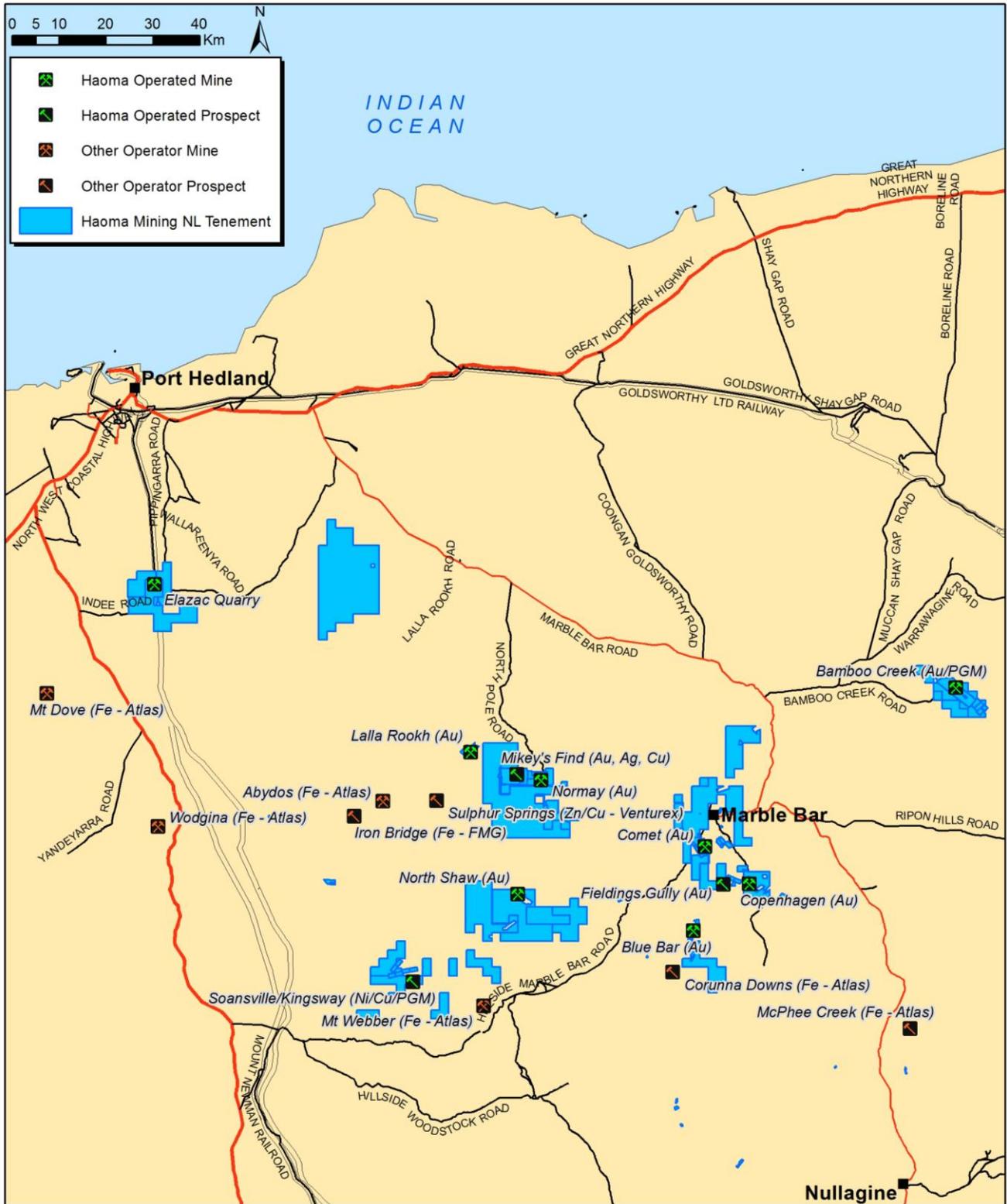


Figure 1: Location map of Haoma Mining and other Pilbara mining locations.

Provisional Patent Application - Refined Elazac Assay Method and Refined Elazac Extraction Method (Elazac Process)

The Directors of Haoma are pleased to advise that on January 15, 2016 Elazac Mining Pty Ltd filed a new Australian Provisional Patent Application in respect to the Elazac Extraction and Assay Method. Haoma Mining has unlimited access to and use of the technology described in the Provisional Patent Application for no fee.

The **Provisional Patent Application Number 2016900128** was prepared by Griffith Hack. The provisional patent covers a confidential process which measures and extracts significantly more gold and silver than measured by traditional assaying methods (fire assay or aqua regia) or traditional mineral processing methods (such as using cyanide).

The Elazac Provisional Patent science is complex and not easily understood but its application is very effective. There are large quantities of mineral ores which combine to form complexes that were previously not known to cause assay difficulties.

The science explains why it has been difficult to assay these mineral ores accurately and to extract gold and silver from them.

Haoma's Directors believe the new Elazac Process could be used at Australian mines with ore bodies similar to those at Bamboo Creek and Mt Webber to recover significant quantities of gold and silver. These ore bodies have previously been classified as containing refractory ores from which precious metals could not be recovered.

AUDITOR'S INDEPENDENCE DELCARATION

The Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 is set out on page 4.

Signed in accordance with a resolution of the Directors.

On behalf of the directors,



GARY C. MORGAN

Chairman

Melbourne,

February 29, 2016

DECLARATION OF INDEPENDENCE BY RICHARD DEAN TO THE DIRECTORS OF HAOMA MINING NL

As lead auditor for the review of Haoma Mining NL for the half-year ended 31 December 2015, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Haoma Mining NL and the entities it controlled during the period.



Richard Dean
Partner

BDO East Coast Partnership

Melbourne, 29 February 2016

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED DECEMBER 31, 2015

	Note	Consolidated	
		Half-year ended Dec 31, 2015 \$	Half-year ended Dec 31, 2014 \$
Revenue	3	99,550	588,825
Other income	3	-	44,600
Cost of sales		(222,290)	(276,294)
Test work and plant configuration expenditure		(937,687)	(664,885)
Exploration and tenement costs expensed		(320,364)	(434,124)
Administration and compliance expense		(471,817)	(535,813)
Finance costs	3	(1,894,928)	(1,873,374)
Depreciation and amortisation costs	3	(65,094)	(106,127)
Provision for rehabilitation		(30,259)	(6,291)
Loss before income tax		(3,842,889)	(3,263,483)
Income tax expense		-	-
Net loss for the period		(3,842,889)	(3,263,483)
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Loss on revaluation of financial assets		(50,000)	(30,000)
Total comprehensive income for the period attributable to members of Haoma Mining NL, net of tax		(3,892,889)	(3,293,483)
Earnings per share (cents per share)			
From continuing operations			
- basic loss		(2.02)	(1.72)
- diluted loss		(2.02)	(1.72)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2015

	Note	Consolidated	
		Dec 31, 2015	Jun 30, 2015
		\$	\$
Current Assets			
Cash and cash equivalents	4	15,407	12,354
Trade and other receivables		95,209	67,088
Inventories		178,602	181,914
Total Current Assets		289,218	261,356
Non-current Assets			
Other financial assets		100,000	150,000
Property, plant and equipment		981,456	1,042,684
Exploration and evaluation	6	5,895,830	5,895,830
Total Non-Current Assets		6,977,286	7,088,514
Total Assets		7,266,504	7,349,870
Current Liabilities			
Trade and other payables		2,410,412	1,998,090
Interest bearing loans	7	66,072,665	62,733,414
Provisions		174,092	146,401
Total Current Liabilities		68,657,169	64,877,905
Non-Current Liabilities			
Provisions		2,366,636	2,336,377
Total Non-Current Liabilities		2,366,636	2,336,377
Total Liabilities		71,023,805	67,214,282
Net Liabilities		(63,757,301)	(59,864,412)
Equity			
Issued capital	9	60,608,361	60,608,361
Reserves		(220,000)	(170,000)
Accumulated losses		(124,145,662)	(120,302,773)
Total Equity		(63,757,301)	(59,864,412)

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED DECEMBER 31, 2015

CONSOLIDATED	Attributable to equity holders of the consolidated group			
	Issued Capital	Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At July 1, 2014	60,608,361	(160,000)	(112,913,711)	(52,465,350)
Loss after income tax expense for the half year	-	-	(3,263,483)	(3,263,483)
Other comprehensive income for the half year, net of tax	-	(30,000)	-	(30,000)
Total comprehensive income for the half year.....	-	(30,000)	(3,263,483)	(3,293,483)
At December 31, 2014	60,608,361	(190,000)	(116,177,194)	(55,758,833)

CONSOLIDATED	Attributable to equity holders of the consolidated group			
	Issued Capital	Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At July 1, 2015	60,608,361	(170,000)	(120,302,773)	(59,864,412)
Loss after income tax expense for the half year	-	-	(3,842,889)	(3,842,889)
Other comprehensive income for the half year, net of tax	-	(50,000)	-	(50,000)
Total comprehensive income for the half year.....	-	(50,000)	(3,842,889)	(3,892,889)
At December 31, 2015	60,608,361	(220,000)	(124,145,662)	(63,757,301)

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED DECEMBER 31, 2015

	Consolidated	
	Half-year ended	Half-year ended
	Note Dec 31, 2015	Dec 31, 2014
	\$	\$
Cash flows from operating activities		
Receipts from customers	85,344	593,479
Payments to suppliers and employees	(527,922)	(997,507)
Interest paid	(6,301)	(11,914)
Exploration and development expenditure	(1,002,626)	(869,006)
Net cash used in operating activities.....	(1,451,505)	(1,284,948)
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,865)	(116,724)
Purchase of mining leases	-	(1,950)
Net cash used in investing activities	(3,865)	(118,674)
Cash flows from financing activities		
Loan funding from related parties	1,458,423	1,413,714
Net cash provided by financing activities	1,458,423	1,413,714
Net increase in cash and cash equivalents held	3,053	10,092
Cash and cash equivalents at the beginning of the financial year	12,354	13,263
Cash and cash equivalents at the end of the period.....	15,407	23,355
	4	

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**1. CORPORATE INFORMATION**

Haoma Mining is a listed public company, incorporated and domiciled in Australia. The Financial Report of Haoma Mining NL for the half-year ended December 31, 2015 was authorised for issue in accordance with a resolution of the Directors on February 29, 2016.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These general purpose financial statements for the interim half-year reporting period ended 31 December 2015 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2015 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Going Concern

The Consolidated Group produced a net loss of \$3,842,889 (December 2014: \$3,263,483) for the half year ended December 31, 2015, had net current liabilities of \$68,367,951 (June 2015: \$64,616,549), had negative shareholders equity of \$63,757,301 (June 2015: \$59,864,412) and had negative cash flows from operating activities of \$1,451,505 (December 2015: \$1,284,948). The ability of the entity to continue as a going concern is dependent on the ongoing financial support from related parties. The requirement for funding indicates a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern.

Haoma is anticipating positive cashflows from the re-commencement of processing activities at Bamboo Creek which are expected to provide sufficient funds from gold sales for the company to meet its ongoing operational and tenement holding costs. In addition, to support the ongoing operations of the Group, The Roy Morgan Research Centre Pty Ltd (a company owned and controlled by Haoma's Chairman and majority shareholder, Mr. Gary Morgan) has provided an undertaking that it will make funds available to the consolidated entity to ensure that there is no shortfall of funding required for operations for a period of at least 12 months from the date of this report.

At December 31, 2015 the total debt owing in respect of funds provided to Haoma by related parties was \$35,444,400 (June 2015: \$33,985,977) along with accrued interest of \$30,628,265 (June 2015: \$28,739,639). The related parties have all confirmed that payment of monies owed by Haoma will not be required until such time as Haoma's Board of Directors determine that the company is able to commence repayments without adverse financial consequences to the consolidated entity. The Board of Directors is therefore satisfied that the going concern assumption is the appropriate basis for preparation of the financial report.

For the reasons detailed above, the financial statements have been prepared on the basis that the consolidated entity is a going concern, which contemplates the continuity of normal business activities and the realisation of assets and the discharge of liabilities in the normal course of business at the amounts stated in the financial statements.

If the consolidated entity is unable to continue as a going concern it may be required to realise its assets and discharge its liabilities other than in the normal course of business and at amounts different to those stated in the financial report. The report does not include any adjustments relating to the recoverability and classification of recorded asset carrying amounts or the amounts and classification of liabilities that might

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(continued)*

result should the consolidated entity be unable to continue as a going concern and meet its debts as and when they become due and payable

New, revised or amending accounting standards and interpretations adopted

The Consolidated Entity has adopted applicable new and amended Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board, that are mandatory for the current reporting period. There has been no material change to the accounting policies of the group as a result of the adoption of these new standards.

Any new, revised or Amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of Consolidation

The half year Consolidated Financial Statements comprise the financial statements of Haoma Mining NL and its controlled entities ("Consolidated Entity").

Seasonality of Operations

There were no seasonal or climate related events which directly or indirectly affected Haoma's ability to earn or derive income during the half-year to December 31, 2015.

Segment Information

The group has adopted AASB 8 Operating Segments whereby segment information is presented using a 'management approach', i.e. segment information is provided on the same basis as information used for internal reporting purposes by the board of directors

At regular intervals the board is provided management information at a group level for the group's cash position, the carrying values of mining tenements and a group cash forecast for the next twelve months of operation.

On this basis, no segment information is included in these financial statements.

All operating revenues have been derived in Australia. All exploration and evaluation assets are held in Australia

Fair value measurement of financial instruments

The group has a number of financial instruments which are not measured at fair value in the statement of financial performance. The carrying amounts of these financial instruments are considered to approximate their fair value. The group's other financial assets, \$100,000 (30 June 2015: \$150,000) are valued at fair value using level 1 of the fair value hierarchy.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

3. REVENUE, INCOME & EXPENSES

	Consolidated Entity	
	Half-year ended	Half-year ended
	Dec 31, 2015	Dec 31, 2014
	\$	\$
Revenue		
Retail sales	66,984	78,220
Royalty income	32,566	510,605
	99,550	588,825
Other Income		
Other income.....	-	44,600
Finance Costs		
Director related loan	1,888,627	1,861,305
Bank charges	6,301	11,914
Interest - other	-	155
	1,894,928	1,873,374
Other expenses		
Depreciation.....	65,094	106,127

4. CASH AND CASH EQUIVALENTS

For the purpose of the half-year Consolidated Statement of Cash flows, cash and cash equivalents are comprised of the following:

	Consolidated Entity	
	Dec 31, 2015	Jun 30, 2015
	\$	\$
Cash and cash equivalents	15,407	12,354

5. DIVIDENDS PAID AND PROPOSED

Prior to adoption by the Board of this Half Year Financial Report and in the period since the issue of the June 30, 2015 Annual Financial Report, no dividends were proposed, declared or paid.

6. EXPLORATION AND EVALUATION

	Consolidated Entity	
	Dec 31, 2015	Jun 30, 2015
	\$	\$
Opening balance	5,895,830	5,889,180
Additions.....	-	6,650
Closing balance	5,895,830	5,895,830

	Consolidated Entity	
	Dec 31, 2015	Jun 30, 2015
	\$	\$
Opening balance	5,895,830	5,889,180
Additions.....	-	6,650
Closing balance	5,895,830	5,895,830

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

7. INTEREST BEARING LOANS

	Consolidated Entity	
	Dec 31, 2015	Jun 30, 2015
	\$	\$
(Current)		
Amount due to Director related entity (Secured)	35,103,400	33,644,976
Amount due to Director	341,000	341,000
Accrued interest - Director related entity	28,204,623	26,327,430
Accrued interest - Director loans	2,423,642	2,412,209
Amounts due under Insurance Premium Funding	-	7,799
	66,072,665	62,733,414

Funding for the company's ongoing operations has been provided by The Roy Morgan Research Centre Pty Ltd, a director related entity controlled by Haoma's Chairman, Mr Gary Morgan. The Roy Morgan Research Centre Pty Ltd has provided assurance to the Board that it will continue to ensure funds are made available to the company to fund operations for the period of at least 12 months from the date of this report.

The Board of Haoma has approved payment of interest on the interest bearing loans at the 30 day commercial bill rate plus a 4% margin. Interest on the loans has not been paid and will accrue until such time as the company is in a position to commence interest payments. During the 6 months ended December 31, 2015, interest accrued on the total funds advanced was \$1,877,193 (6 months ended December 31, 2014 \$1,843,165).

Accrued Interest - Director Loans includes the accrued interest owed to Gary and Genevieve Morgan amounting to \$2,382,597 (30 June 2015: \$2,382,597) and in addition, interest on a loan of \$341,000 (30 June 2015: \$341,000) was accrued in the amount of \$41,045 (30 June 2015: 29,611) and is owed directly to Michele Levine.

8. COMMITMENTS AND CONTINGENCIES

As at December 31, 2015, Haoma's contingent liabilities as disclosed in the most recent Annual Report for the Financial Year ended June 30, 2015 remain unchanged.

9. ISSUED CAPITAL

	Consolidated	
	Dec 31, 2015	June 30, 2015
	\$	\$
Ordinary shares - issued and fully paid	60,608,361	60,608,361
	Number	Number
	190,143,665	190,143,665

10. EVENTS AFTER THE REPORTING DATE

No significant events have occurred after balance date and prior to the adoption of this Half Year Financial report.

DIRECTORS' DECLARATION

The Directors of Haoma Mining NL declare that:

- (a) The financial statements and notes of the consolidated entity:
 - (i) give a true and fair view of the financial position of the consolidated entity as at December 31, 2015 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date; and
 - (ii) comply with Accounting Standards AASB 134 "*Interim Financial Reporting*" and the Corporations Regulations 2001; and
- (b) There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable for the reasons discussed in note 2 to the financial statements.

Signed in accordance with a resolution of the directors



GARY C. MORGAN
Chairman

Melbourne

February 29, 2016

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Haoma Mining NL

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Haoma Mining NL, which comprises the consolidated statement of financial position as at 31 December 2015, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated 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 of the consolidated entity comprising the company and the entities it controlled at the half-year's end or from time to time during the half year.

Directors Responsibility for the Half-Year Financial Report

The directors of Haoma Mining NL are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards 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 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 consolidated entity's financial position as at 31 December 2015 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 Haoma Mining NL, 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 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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the consolidated entity, would be in the same terms if given to the directors as at the time of this auditor's review report.

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 Haoma Mining NL is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Emphasis of Matter

Without modifying our conclusion, we draw attention to Note 2 in the half-year financial report, which indicates that the ability of the consolidated entity to continue as a going concern is dependent upon the continued support from a related entity in order to enable the group to meet its debts as and when they fall due. This condition, along with other matters as set out in Note 2, indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

BDO East Coast Partnership



Richard Dean
Partner

Melbourne, 29 February 2016