



LAMBOO
RESOURCES

LAMBOO RESOURCES LIMITED

ABN 27 099 098 192

INTERIM FINANCIAL REPORT

**FOR THE HALF-YEAR ENDED
31 DECEMBER 2013**

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CORPORATE DIRECTORY

Board of Directors

Bruce Preston	Non-Executive Chairman
Richard Trevillion	Managing Director and CEO
Craig Rugless	Executive Technical Director
Rod Williams	Non-Executive Director
Greg Baynton	Non-Executive Director

Company Secretary

Paul Marshall

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<p>Auditors</p> <p>BDO Audit Pty Ltd Level 10, 12 Creek Street Brisbane QLD 4000</p> <p>Telephone: 07 3237 5999 Fax: 07 3221 9227 Website: www.bdo.com.au</p>	

DIRECTORS' REPORT

Your Directors present their report on Lamboo Resources Limited (the Company) and its controlled entities (the Consolidated Entity) for the half-year ended 31 December 2013.

DIRECTORS

The names and details of the Directors of Lamboo Resources Limited in office at the date of this report or at any time during the financial half-year are:

Name	Position	Period of Directorship
Bruce Preston	Non-Executive Chairman	Appointed 6 January 2014
Richard Trevillion	Managing Director and CEO	Appointed 20 December 2010
Craig Rugless	Executive Director	Appointed 21 May 2012
Rod Williams	Non-Executive Director	Appointed 21 May 2012
Greg Baynton	Non-Executive Director	Appointed 6 January 2014
Rick Anthon	Non-Executive Chairman	Appointed 19 June 2012, Resigned 6 January 2014

OPERATING RESULTS

For the half-year ended 31 December 2013, the profit for the Consolidated Entity after providing for income tax was \$418,415 (2012: loss of \$4,436,601).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs during the period.

REVIEW OF OPERATIONS

Exploration

McIntosh Project, West Australia

The McIntosh graphite project is located approximately 100 to 150 km north of Halls Creek in the East Kimberley region of Western Australia. The tenements are logistically well placed over and immediately to the east of the Great Northern Highway affording direct access to infrastructure and the port of Wyndham, 300km to the north.

Five main target areas have been recognised within the initial project area (Targets 1, 2, 3, 5 & 6) and are typically highlighted by aerial EM anomalies that have been defined by ground geophysics. Detailed Induced Polarisation (IP) geophysical traversing has helped to provide targets for RC and diamond drilling programs.

RC drilling at McIntosh Target 1 was conducted in two phases during July and October 2013 and involved 24 holes for a total metreage of 2,538m. The drilling confirmed that the graphite schist continues 2,000m southwest of the current resource. More detailed resource drilling was conducted on 80m traverses immediately to the south and north of the maiden JORC resource estimate and has succeeded in extending the resource by an aggregate 160m to a strike length of 580m.

An indicated and inferred JORC resource has been estimated for Target 1 in the McIntosh Project:

Table 1: Target 1 Flake Graphite Resource estimated at 2.0% TGC lower cut off*.

Project Area	Ore Type	Resource Classification	Tonnes	Graphite (%TGC)	Contained graphite (tonnes**)
Target 1 Resource	Primary	Indicated	4,470,000	4.71	210,350
Upgrade	Oxide	Inferred	540,000	4.51	24,350
	Primary	Inferred	2,125,000	4.84	103,000
	Oxide + primary	Upgraded Resource	7,135,000	4.73	337,700

* Resource modelling was undertaken with IMS mining software by Mr R.E Williams from Norvale Pty Ltd.

** Rounding of figures occurs during resource modelling under JORC.

The Company has progressed metallurgy studies during the period on the McIntosh graphite and is now close to fulfilling the market requirements for battery grade crystalline grade flake graphite. Nagrom Laboratories in Kelmscott have successfully continued the beneficiation of bulk RC pulps (approx. 100 Kg) from McIntosh - Target 1 including negative gravity concentrate using a Wilfley Table followed by rougher and cleaner flotation, then a single re-grind and the use of various depressants followed by another flotation stage and weak HNO₃ leach. The initial results achieved 72.9% TC in the cleaner float and this was enhanced to 94.9% TC after a caustic bake procedure by Nagrom. Analysis of the caustic bake concentrates by ALS Laboratory – Metallurgy in Adelaide, using a propriety high concentrate

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graphite analysis, achieved grades of 96.1%TC and 84.1%TGC. X-ray diffraction (XRD) analysis of the mineral content has confirmed the presence of up to 99% crystalline graphite in the caustic bake (NaOH) concentrate. Ongoing work by GZRINM in Guangzhou, China has shown that lime can also be used to increase the concentrate values and this could provide a much cheaper option for Lamboo.

Subject to approvals and funding being obtained a graphite pilot plant is being targeted for late 2014/early 2015 and will be designed to be upscale able to a final production plant, again aimed for in 2015. The related study will be based on the Inferred and indicated JORC-compliant resource estimate at Target 1 and potentially be supported by flake graphite from Targets 2, 5 and 6. It is envisaged a single processing or beneficiation plant will be used and this should improve the economics of the overall project, including flake graphite targets yet to be discovered in the region. Similarly, a scoping study is underway and will estimate capital costs, maintenance costs and operating costs to a Class 4 (concept study) standard for mining at McIntosh.

Lamboo has also initiated baseline studies including flora and fauna surveys that are being conducted during the seasonal "dry" and "wet" periods in the subtropical north of Australia. These studies, along with the development of JORC compliant resources, are integral to the application for mining leases, with Target 1 representing the priority at present.

South Korea – Geumam Project

Phase 1 of a diamond drilling program at the Geumam flake graphite project was completed during the period. A total of 12 holes for 1,375m of drilling was undertaken using two track-mounted diamond drill rigs drilling HQ triple tube diamond drill core. The Phase 1 Resource Drilling Program was designed to test the extent of the graphite mineralisation at Geumam and potentially increase the graphite resource. Two areas, Area B and Area C were drill tested. The assays have largely confirmed the graphite intercepts in the logged diamond drill holes at Geumam. Area B. Key intercepts at Area B include;

54m @ 7.24% Total Graphite Carbon from 11m in GM09,
35m @ 10.04% Total Graphite Carbon from 10m in GM10,
43m @ 7.69% Total Graphite Carbon from 13m in GM11, and
13m @ 10.55% Total Graphite Carbon from 16m in GM12.to 54m.

Phase 2 Drilling Programs (currently underway) will focus on updating and extending the previously reported JORC 2004 compliant Mineral Resource to a JORC 2012 compliant Mineral Resource at the best (thickest and highest grade) areas at Geumam.

The Geumam graphite project is located 67km southwest of Seoul on the western coast of South Korea, situated about 4km north of Dangjin City. The project is located in a rural setting surrounded by impressive infrastructure, including the major Ports of Dangjin and Pyeongtaek, the largest cluster of domestic steel mills (Hyundai Steel, Dongbu Steel, and Dongkuk Steel), the Dangjin power station (2,400MW capacity) and numerous other industries, including pharmaceuticals and refractories. Dangjin City (population 137,000) and surrounding Chungnam Province lie within the designated "Yellow Sea Free Economic Zone", business-orientated region that is actively seeking and attracting investors and industries, including foreign-owned enterprises.

Lamboo Resources Limited subsidiary Won Kwang Mines Inc holds five (5) granted Mining Rights over Geumam (Registered No's 80077/Dangjin 55-3; 80014/Dangjin 65-1, 78355/Dangjin 65-2, 200268/Dangjin 54-2 & 200269/Dangjin 55-4). These granted Mining Rights cover a total area of 403ha. Additional applications for 2 Mining Rights (numbers Dangjin 54-4 & 55-1) are currently being processed by the Central Mining Registry office of MOTIE.

Compliance Statement

The information relating to the Mineral Resources at the McIntosh Project is extracted from the ASX Announcement as follows:

- ASX Announcement titled 'Significant Flake Graphite JORC Resource Increase at McIntosh Target 1' dated 20 January 2014

The information relating to the Exploration Results associated with the Company's Geumam project in South Korea is extracted from the ASX Announcement as follows:

- ASX Announcement titled 'Significant Flake Graphite Intersection Assay Results from Phase 1 Resource Drilling Program, Geumam Graphite Project, South Korea' dated 27 February 2014

Both reports are available to view on the Lamboo Resources website www.lambooresources.com. The reports were issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.



Corporate

During the half year period to 31 December 2013 the Company completed a placement of 16.67 million ordinary shares that raised \$1 million. Subsequent to the end of the reporting period the company has, in February and March 2014, raised a further \$5.8 million with the issue of 20.777 million shares. The capital raisings provide Lamboo with the opportunity to fast track the development of the Company's flake graphite projects in Australia and South Korea.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

During 2014, the Company will continue to develop its existing exploration assets with aim of increasing the resources at the McIntosh Project and to complete resource drilling over its Geumam Project in South Korea. The Company will continue specialised validation testing of flake graphite samples from both its McIntosh and Geumam projects and will continue its discussions with potential commercial partners and off-takers.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

EVENTS AFTER BALANCE SHEET DATE

Subsequent to 31 December 2013:

- a total of 1,075,002 options have been exercised, raising \$161,250;
- the Company raised approximately \$5.8M (before costs) through the placement of 20,776,779 shares in February and March 2014.

As at the date of this report the Company had 117,096,332 shares on issue.

Signed in accordance with a resolution of the Board of Directors

Richard Trevillion
Director
Dated this 12th day of March 2014

DECLARATION OF INDEPENDENCE BY A S LOOTS TO THE DIRECTORS OF LAMBOO RESOURCES LIMITED

As lead auditor for the review of Lamboo Resources Limited for the half-year ended 31 December 2013, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Lamboo Resources Limited and the entities it controlled during the period.



A S Loots

Director

BDO Audit Pty Ltd

Brisbane, 12 March 2014

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**Consolidated Statement of Comprehensive Income
For the half-year ended 31 December 2013**

	Note	Half-Year Ended December 2013 \$	Ended December 2012 \$
Revenue		91,387	78,753
Employee expenses		(453,828)	(291,830)
Corporate and administration expenses		(436,192)	(170,423)
Exploration costs expensed	2	-	(3,923,279)
Costs relating to acquiring and managing tenements under application		(30,965)	(129,822)
Loss before income tax		(829,598)	(4,436,601)
Research and development income tax concession		1,248,013	-
Profit/(loss) after income tax expense		418,415	(4,436,601)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences on translation of foreign operations		9,286	-
Other comprehensive income for the half-year, net of tax		9,286	-
Total comprehensive income		427,701	(4,436,601)
Earnings per Share		<i>Cents</i>	<i>Cents</i>
Basic and diluted earnings/(loss) per share		0.52	(6.52)

The Consolidated Statement of Comprehensive Income should be read in conjunction with the Notes to the Financial Statements.

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**Consolidated Balance Sheet
As at 31 December 2013**

	Note	31 December 2013 \$	30 June 2013 \$
CURRENT ASSETS			
Cash and cash equivalents		536,610	1,034,769
Trade and other receivables		138,467	66,287
Other assets		47,978	10,095
TOTAL CURRENT ASSETS		723,055	1,111,151
NON-CURRENT ASSETS			
Trade and other receivables		81,401	61,858
Plant and equipment		59,083	55,799
Exploration and evaluation assets	2	4,308,591	2,737,052
TOTAL NON-CURRENT ASSETS		4,449,075	2,854,709
TOTAL ASSETS		5,172,130	3,965,860
CURRENT LIABILITIES			
Trade and other payables		172,998	333,160
Provisions		39,060	34,522
TOTAL CURRENT LIABILITIES		212,058	367,682
TOTAL LIABILITIES		212,058	367,682
NET ASSETS		4,960,072	3,598,178
EQUITY			
Share capital	3	32,550,160	31,615,967
Reserves		2,071,297	2,062,011
Accumulated losses		(29,661,385)	(30,079,800)
TOTAL EQUITY		4,960,072	3,598,178

The Consolidated Balance Sheet should be read in conjunction with the Notes to the Financial Statements.

**Consolidated Statement of Changes in Equity
For the half-year ended 31 December 2013**

Consolidated Entity	Share Capital	Reserves	Accumulated Losses	Total
	\$	\$	\$	\$
Balance at 1 July 2012	30,201,610	-	(24,864,200)	5,337,410
Transactions with owners in their capacity as owners				
Issue of share capital	1,562,500	-	-	1,562,500
Share issue costs	(63,793)	-	-	(63,793)
Issue of performance rights	-	2,109,375	-	2,109,375
Total	1,498,707	2,109,375	-	3,608,082
Comprehensive income				
Loss after income tax	-	-	(4,436,601)	(4,436,601)
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	(4,436,601)	(4,436,601)
Balance at 31 December 2012	31,700,317	2,109,375	(29,300,801)	4,508,891
Balance at 1 July 2013	31,615,967	2,062,011	(30,079,800)	3,598,178
Transactions with owners in their capacity as owners				
Issue of share capital	1,000,000	-	-	1,000,000
Share issue costs	(65,807)	-	-	(65,807)
Total	934,193	-	-	934,193
Comprehensive income				
Profit after income tax	-	-	418,415	418,415
Other comprehensive income	-	9,286	-	9,286
Total comprehensive income	-	9,286	418,415	427,701
Balance at 31 December 2013	32,550,160	2,071,297	(29,661,385)	4,960,072

The Consolidated Statement of Changes in Equity should be read in conjunction with the Notes to the Financial Statements.

Consolidated Statement of Cash Flows
For the half-year ended 31 December 2013

	Half-Year Ended December	
	2013	2012
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(1,010,194)	(1,281,371)
Interest received	7,915	78,753
Research and development income tax concession	1,248,013	-
Receipts from drilling grant and other revenue	83,472	-
Net cash provided by/(used in) operating activities	329,206	(1,202,618)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for plant and equipment	(8,343)	(35,550)
Payments for exploration and evaluation	(1,647,260)	(2,084,500)
Payments for security deposits	(19,543)	(13,888)
Net cash used in by investing activities	(1,675,146)	(2,133,938)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from the issue of shares	986,000	-
Share issue costs	(126,308)	(436,606)
Net cash (used in)/ provided by financing activities	859,692	(436,606)
Net increase/ (decrease) in cash and cash equivalents	(486,248)	(3,773,162)
Cash and cash equivalents at the beginning of the half-year	1,034,769	6,114,586
Net foreign exchange differences	(11,911)	-
Cash and cash equivalents at the end of the half-year	536,610	2,341,424

The Consolidated Statement of Cash Flows should be read in conjunction with the Notes to the Financial Statements.

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NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Lambooo Resources Limited (the "Company") is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 31 December 2013 comprises the Company and its controlled entities (together referred to as the "Consolidated Entity").

Statement of Compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001. The Company is a for-profit entity for the purpose of preparing the interim financial report.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the Consolidated Entity as at and for the year ended 30 June 2013.

This consolidated interim financial report was approved by the Board of Directors on 12 March 2013.

Going Concern

As at 31 December 2013 the Consolidated Entity had cash reserves of \$536,610, net current assets of \$510,997 and net assets of \$4,960,072. The Consolidated Entity has committed to spend at least \$2,500,000 on direct exploration expenditure in South Korea in addition to its exploration commitments under its other licenses.

The ability of the Consolidated Entity to continue as a going concern is principally dependent upon one or more of the following:

- the ability of the company to raise additional capital in the future; and
- the successful exploration and subsequent exploitation of the consolidated entity's tenements.

These conditions give rise to material uncertainty which may cast significant doubt over the Consolidated Entity's ability to continue as a going concern.

The directors believe that the going concern basis of preparation is appropriate due to the following reasons:

- To date the Consolidated Entity has funded its activities through issuance of equity securities and it is expected that the Consolidated Entity will be able to fund its future activities through further issuances of equity securities; and
- The directors believe there is sufficient cash available for the Consolidated Entity to continue operating and note that the Company has raised approximately \$5.8 million from the placement of 20,776,779 ordinary shares in February and March 2014.

Should the Consolidated Entity be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements.

This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Consolidated Entity be unable to continue as a going concern.

Accounting Policies

The accounting policies and methods of computation applied by the Consolidated Entity in the consolidated interim financial report are the same as those applied by the Consolidated Entity in its consolidated financial report as at and for the year ended 30 June 2013.

New and revised standards have been issued by the AASB and are effective for the half-year; however there are no material changes to the policies that affect measurement of the results or financial position of the Consolidated Entity.

Fair Values

The fair values of Consolidated Entity's financial assets and liabilities approximate their carrying value. No financial assets or liabilities are readily traded on organised markets in standardised form.

December 2013
\$

June 2013
\$

NOTE 2 EXPLORATION EXPENDITURE

Exploration expenditure capitalised

Balance at the beginning of the period	2,737,052	-
Exploration expenditure during the period	1,571,539	2,737,052
	4,308,591	2,737,052

Exploration expenditure expensed

Acquisition costs of South Korean exploration projects	-	3,923,279
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NOTE 3 SHARE CAPITAL

Ordinary Shares (Fully Paid)

	December 2013 \$	December 2012 \$	December 2013 #	December 2012 #
At the beginning of the half- year	31,615,967	30,201,610	79,652,886	67,152,886
Issue of shares ¹	1,000,000	1,562,500	16,666,667	12,500,000
Share issue expenses ²	(65,807)	(63,793)	-	-
At reporting date	32,550,160	31,700,317	96,319,553	79,652,886

¹ 2013: 16,666,667 ordinary fully paid shares were issued at \$0.06 per share through a share placement. Attached to each share two shares issued was 1 option with an exercise price of \$0.15 and an expiry of 15 August 2015, refer below for further details.

2012: 12,500,000 ordinary fully paid shares were issued at \$0.125 per share as part consideration of Opirus Minerals Pty Ltd (Note 9).

² 2012: Amount relates to share capital raised under the 2012 prospectus.

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.

Details of options issued, exercised and expired during the financial period are set out below:

Expiry Date	Exercise Price	Movements (number of options)				31 December 2013
		1 July 2013	Issued	Exercised	Expired	
15 August 2015	\$0.15	-	8,333,333	-	-	8,333,333
		-	8,333,333	-	-	8,333,333

NOTE 4 SEGMENT REPORTING

Reportable Segments

Operating segments are identified on the basis of internal reports that are regularly reviewed by the executive team in order to allocate resources to the segment and assess its performance.

For the purpose of segment reporting, the Consolidated Entity is deemed to have operated in two segments during the half-year:

- Exploration for of minerals within Australia; and
- Exploration for minerals within South Korea.

For the half-year ended 31 December 2013 no revenue has been derived from external customers from either of the exploration for minerals operating segments. All revenue is allocated to the Australia segment.

Segment Results

	South Korea	Australia	Consolidated
	\$	\$	\$
31 December 2013			
Segment result	(125,650)	(703,948)	(829,598)
Income tax	-	1,248,013	1,248,013
Net Profit	(125,650)	544,065	418,415

Assets:

Segment assets	493,668	4,678,462	5,172,130
Unallocated corporate assets	-	-	-
Consolidated Total Assets	493,668	4,678,462	5,172,130

	South Korea	Australia	Consolidated
	\$	\$	\$
31 December 2012			
Segment result	(3,924,716)	(511,885)	(4,436,601)
Income tax	-	-	-
Net Loss	(3,924,716)	(511,885)	(4,436,601)

Assets:

Segment assets	20,107	4,691,213	4,711,320
Unallocated corporate assets	-	-	-
Consolidated Total Assets	20,107	4,691,213	4,711,320

NOTE 5 CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Administration of Gelcompany GmbH

On 20 October 2011 Gelcompany GmbH ("Gelco"), a 100% owned subsidiary of the Parent Company based in Germany, was placed into administration. The administration process is ongoing and it is expected that this process will be completed during the 2014 calendar year.

Based on available information, the Directors believe that no liabilities will arise from the administration process.

There are no other known contingent liabilities or contingent assets as at the date of this report.



NOTE 6 EVENTS AFTER BALANCE SHEET DATE

Subsequent to 31 December 2013:

- a total of 1,075,002 options have been exercised, raising \$161,250;
- the Company raised approximately \$5.8M (before costs) through the placement of 20,776,779 shares in February and March 2014.

As at the date of this report the Company had 118,171,334 shares on issue.

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DIRECTORS' DECLARATION

In the directors' opinion:

- the attached financial statements and notes thereto comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5) of the Corporations Act 2001.

On behalf of the directors

Richard Trevillion
Director

Dated this 12th day of March 2014

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Lamboo Resources Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Lamboo Resources Limited, which comprises the consolidated balance sheet as at 31 December 2013, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a statement of 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 the company 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 2013 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 Lamboo Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and 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 Lamboo Resources Limited, 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 Lamboo Resources Limited 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 2013 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 1 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 future successful raising of necessary funding through equity, successful exploration and subsequent exploitation of the consolidated entity's tenements, and/or sale of non-core assets. These conditions, along with other matters as set out in Note 1, 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 Audit Pty Ltd



A S Loots
Director

Brisbane, 12 March 2014