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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
ABN 63 123 821 929

HALF-YEAR FINANCIAL REPORT
FOR HALF-YEAR ENDED
31 DECEMBER 2007

**AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CORPORATE DIRECTORY**

DIRECTORS

Denis Vincent McInerney
John Charles Geary
Quentin John Williams

SECRETARY

John Charles Geary

REGISTERED AND PRINCIPAL OFFICE

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Rivervale WA 6103

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SHARE REGISTRY

Computershare Investor Services Pty Ltd
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Perth WA 6000

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AUDITORS

Grant Thornton (WA) Partnership
Chartered Accountants
Level 1, 10 Kings Park Road
West Perth WA 6005

AUSTRALIAN SECURITIES EXCHANGE

Aurium Resources Limited shares (AGU) and options (AGUO) are listed on the Australian Securities Exchange.

**AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
DIRECTORS' REPORT**

Your directors submit the financial report of the consolidated entity for the half-year ended 31 December 2007. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

DIRECTORS

The names of the Directors who held office during or since the end of the half-year and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated:

Denis Vincent McInerney – Non-Executive Chairman
John Charles Geary – Executive Director
Quentin John Williams – Non-Executive Director (Appointed 29 November 2007)
Paul Christian Taylor – Non-Executive Director (Resigned 29 November 2007)

REVIEW OF OPERATIONS

The net loss for the half-year attributable to members of Aurium Resources Limited was \$190,978.

Corporate

Aurium Resources Ltd (Aurium) lodged a Prospectus dated 15 June 2007 for the issue of 17,500,000 shares at 20 cents per share, together with one free attaching option, to raise \$3,500,000, with the right to accept oversubscriptions for a further \$1,500,000.

Aurium closed the Prospectus fully subscribed on 20 July 2007, having raised \$5,000,000 and listed on ASX on 7 August 2007.

During the half-year:

- following the approval of Greater Pacific Gold Ltd (“GPN”) shareholders, the Peak Hill Joint Venture was established between GPN and Aurium. Under the joint venture, Aurium has reimbursed GPN \$300,000 for past expenditure and has a commitment to expend \$1,200,000 in exploration funds on the combined joint venture tenement package; and
- the Company completed the acquisition of all of the issued share capital of Haven Resources Ltd (Haven), the consideration being satisfied by the issue of 20,000,000 Aurium fully paid ordinary shares and 20,000,000 Aurium listed options.

Exploration

PEAK HILL TENEMENTS

Aurium Joint Venture

In March 2007, Aurium entered into a joint venture agreement (“JVA”) with GPN in respect to a number of GPN’s Peak Hill gold tenements. The JVA was subject to GPN shareholder approval.

During the half-year, on 18 July 2007 GPN shareholders approved GPN contributing a number of mining tenements held by GPN, thereby establishing the joint venture.

The principle terms, rights and obligations of the parties to the JVA are:

Aurium's Contribution to the JV

- Aurium will reimburse GPN \$300,000 which has been expended on the negotiations with the Traditional Owners, the first pass exploration programme in November 2006 and the infill geochem programme conducted in March 2007.
- Tenements in the Peak Hill goldfield - E52/2086 and 2087
- \$1,200,000 in exploration funds to be expended on the combined tenement package.
- Aurium is to fund the first \$1,000,000 in a gold processing plant design and development in the event an economic resource is identified.

GPN's Contribution to the JV

- Tenements E52/1481, 1518, 1557, 1857, 1860 and 1861
- Access for exploration by the agreement with the Jidi Jidi People
- Exploration results to date and the design of the next, ongoing exploration programme.

Management of the JV

The JV will be managed by a committee formed of representatives from both GPN and Aurium.

Respective Interests of the JV

- Net revenue of the JV will be apportioned 50/50 between the JV parties.
- JV working capital, in excess of the initial \$1,200,000 to be contributed by Aurium, will be shared 50/50 by the JV parties.

In the event the management committee decide to deal with an economic resource *in situ* – ie, sell *in situ*, toll mill etc then that will relieve Aurium of the obligation to source a gold treatment plant for the JV, then the distribution basis for the Joint Venture Revenues will change to 67/33 as to GPN and Aurium.

During the half-year, final results of a geochemical and drilling program on the Peak Hill joint venture tenements presented the Company with a mixed result. The program was a technical success in identifying the prospective contact zone, but only small low tenor gold mineralisation was identified.

The contact of the Naracoota Formation with the overlying Horseshoe Formation was seen to offer a good series of targets and the strategy was to drill a series of stratigraphic holes to fresh rock and follow this up with low-level geochemistry.

The success of these programs encouraged the Company to follow up with drill patterns across all anomalies. A total of 80 holes for 4852m of shallow RC targeted low level geochemical and stratigraphic targets identified in previous programs.

Several areas of multiple low level anomalous geochemical results have only given a small flat base of oxidation (BOX) anomaly in three neighbouring holes on the contact near Curly's Bore. Best results were 2m of 0.15 g/t in NRC 80 and 2m of 0.41 g/t in NRC 83. These holes were adjacent NRC 13 which had 3m of 0.11 g/t.

Hole Number	From (m)	To (m)	Interval	g/t Au (AA25)
NRC13	42	48	6	0.108
NRC80	54	56	2	0.15
NRC83	50	52	2	0.41

The anomalous areas adjacent the Trev's Creek area near Fortnum showed good quartz veining with evidence of sulphides on the contact but these yielded no gold anomalism.

The prospective contact has been tested on a semi regional scale and has shown that there is mineralisation in the Curly's Bore area in the North and the buried contact is traceable over the leases. The three lines of contact evidenced are the long Horseshoe Range zone and the shorter Saturn and Horseshoe Lights lines.

These areas will now be targeted by modern "worming" the available magnetics to see the intersection of these identified stratigraphic zones together with the possible structures. The magnetic signature of the Naracoota contact will stand out for identification of structure-stratigraphic intersections.

This will be done in preparation for a reappraisal of the data to date and the next phase of exploration. This will allow the Company to fully utilise the data discovered in the previous two drilling programs as well as all the historical data available.

Information in this report that relates to Exploration Results is based on information compiled by Mr Peter Schwann, CP (Geol), who is a Fellow of the Australian Institute of Mining and Metallurgy. Mr Schwann is a consultant to Aurium Resources Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Mineral Resources and Ore Reserves". Mr Schwann consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

HAVEN RESOURCES LIMITED

Haven is an unlisted public company involved in mining exploration which is beneficially entitled to Exploration Licences and Exploration Licence Applications prospective for gold and uranium in Western Australia comprising:

- (i) in the Peak Hill region EL 52/1728, EL 52/1583, EL 52/1584, EL 52/1585, EL 52/1586, ELA 52/1587, EL 52/1589 and EL 52/1590;
- (ii) in the Gascoyne PH region EL 52/2115 and EL 52/2116;
- (iii) in the Old 1589 PH region EL 52/2118; and
- (iv) in the Lake MacDonald region ELA 69/2405.

Haven's interests in the 11 Peak Hill tenements listed at (i) – (iii) above cover an area of 514.6 km² and the Lake MacDonald Exploration License Application applies to an area of 620 km².

The Peak Hill region, which is recognised as one of the four Proterozoic goldfields in Western Australia, has a continuous history of gold discovery and production dating back to 1897.

The Haven tenements are strategically located in central Peak Hill and are surrounded by the highly prospective holdings of Meteoric Resources NL, Gleneagle Gold Ltd and the Aurium Resources Ltd/Greater Pacific Gold Ltd Joint Venture.

The directors of Aurium consider that the tenement portfolio of Haven complements the company's existing exploration interests and in particular the significant holding in the Peak Hill region the subject of the joint venture between Aurium and GPN.

CHANGES IN STATE OF AFFAIRS

During the half-year ended 31 December 2007 there was no significant change in the entity's state of affairs, other than:

- (a) On 15 June 2007 the company issued a prospectus to raise \$3,500,000 from 17,500,000 ordinary shares at \$0.20 each with a provision to accept over-subscriptions to a maximum of \$1,500,000 for 7,500,000 shares. The prospectus closed on 20 July 2007 and was fully oversubscribed. The company allotted 15,000,000 new shares and listed on ASX Limited on 7 August 2007; and
- (b) the Company completed the acquisition of all of the issued share capital of Haven Resources Ltd, the consideration being satisfied by the issue of 20,000,000 Aurium fully paid ordinary shares and 20,000,000 Aurium listed options.

AUDITOR'S DECLARATION OF INDEPENDENCE

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 in relation to the review for the half-year ended 31 December 2007 is set out on page 7.

Signed in accordance with a resolution of the directors.

J Geary
Director

Perth, 14 March 2008

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AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF AURIUM RESOURCES LIMITED

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Aurium Resources Limited for the half-year ended 31 December 2007, I declare that, to the best of my knowledge and belief, there have been:

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

Grant Thornton (WA) Partnership

GRANT THORNTON (WA) PARTNERSHIP



J W Vibert
Partner
Perth

Date: 14 March 2008

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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED INCOME STATEMENT
For the half-year ended 31 December 2007

	Consolidated 31 December 2007 \$
Revenue	100,420
Exploration and evaluation expenditure	(59,813)
Directors fees and benefits expense	(58,333)
Interest expense	(3,713)
Other expenses	(169,539)
Loss before income tax expense	(190,978)
Income tax expense	-
Net loss attributable to members of Aurium Resources Limited	(190,978)
Basic earnings per share (cents per share)	(0.37)
Diluted earnings per share (cents per share)	(0.37)

The accompanying notes form part of these financial statements

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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED BALANCE SHEET
As at 31 December 2007

		Consolidated	
		31 December 2007 \$	30 June 2007 \$
	Note		
ASSETS			
Current Assets			
Cash and cash equivalents	2	4,167,900	1,246,649
Trade and other receivables		119,191	12,978
Other current assets		-	75,040
Total Current Assets		4,287,091	1,334,667
Non-Current Assets			
Plant and equipment		558	558
Exploration and evaluation expenditure	3	4,358,277	316,843
Total Non-Current Assets		4,358,835	317,401
Total Assets		8,645,926	1,652,068
Current Liabilities			
Trade and other payables		94,164	1,605,628
Total Current Liabilities		94,164	1,605,628
Total Liabilities		94,164	1,605,628
Net Assets		8,551,762	46,440
EQUITY			
Issued capital	4	8,106,445	110,145
Reserves		700,000	-
Accumulated losses		(254,683)	(63,705)
Total Equity		8,551,762	46,440

The accompanying notes form part of these financial statements

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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED STATEMENT OF CHANGES IN EQUITY
For the half-year ended 31 December 2007

	Issued Capital	Accumulated Losses	Option Issue Reserve	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2007	110,145	(63,705)	-	46,440
Securities issued during the period	8,075,000	-	700,000	8,775,000
Transaction costs	(78,700)	-	-	(78,700)
Loss attributable to members of the parent entity	-	(190,978)	-	(190,978)
Balance at 31 December 2007	8,106,445	(254,683)	700,000	8,551,762

The above statement should be read in conjunction with the accompanying notes.

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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED CASH FLOW STATEMENT
For the half-year ended 31 December 2007

	Note	Consolidated 31 December 2007 \$
Cash flows from operating activities		
Payments to suppliers and employees		(172,353)
Interest received		87,224
Interest paid		(3,713)
GST recoverable		<u>(69,309)</u>
Net cash used in operating activities		<u>(158,151)</u>
Cash flows from investing activities		
Exploration and evaluation expenditure		(609,314)
Cash acquired on acquisition of controlled entity	2 (ii)	278
Loans to other entities		<u>(16,000)</u>
Net cash used in investing activities		<u>(625,036)</u>
Cash flows from financing activities		
Proceeds from issue of shares		3,754,400
Share issue costs		(24,962)
Proceeds from borrowings		15,000
Repayment of borrowings		<u>(40,000)</u>
Net cash provided by financing activities		<u>3,704,438</u>
Net increase in cash held		2,921,251
Cash at beginning of the half-year		<u>1,246,649</u>
Cash at the end of the half-year	2	<u>4,167,900</u>

The accompanying notes form part of these financial statements

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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2007

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

The half-year consolidated financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

The half-year report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the group as in the full financial report.

Aurium Resources Limited was incorporated on 15 February 2007 and as such there is no comparative information for the previous corresponding half-year period. It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2007 and any public announcements made by Aurium Resources Limited and its subsidiaries during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

Basis of preparation

The half-year report has been prepared on a historical cost basis, except for land and buildings, derivative financial instruments and available-for-sale financial assets which are measured at fair value. Cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the half-year report, the half-year has been treated as a discrete reporting period.

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 2007 annual financial report for the financial year ended 30 June 2007.

In the half-year ended 31 December 2007, the group has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2007.

It has been determined by the group that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to Group accounting policies.

AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2007

2. CASH AND CASH EQUIVALENTS

For the purposes of the cash flow statement, cash and cash equivalents are comprised of the following:

	31 December 2007 \$	30 June 2007 \$
Cash at bank and on deposit	<u>4,167,900</u>	<u>1,246,649</u>

(i) Non-cash financing and investing activities

During the half-year, the company acquired a 100% interest in Haven Resources Ltd, the consideration being the issue of 7,500,000 ordinary fully paid shares on 4 October 2007 for 37.5% and 20,000,000 ordinary fully paid shares and 20,000,000 listed options on 10 December 2007 for the balance of 62.5%. The fair value of the consideration at date of acquisitions was \$3,775,000.

(ii) Business Combination

During the half-year the company acquired 100% of the voting shares of Haven Resources Ltd.

The total cost of the combination was \$3,775,000 and comprised an issue of equity instruments. The Group issued securities as described in Note 2 (i) with an issue price based on the quoted price of shares and options at the date of exchange.

The fair value of the identifiable assets and liabilities of Haven Resources Ltd as at the date of acquisition are:

	Recognised on acquisition \$	Carrying Value \$
Cash and cash equivalents	278	278
Tenement interests, exploration and evaluation expenditure	3,797,716	243,522
Trade and other payables	(22,994)	(22,994)
Fair value of identifiable net assets	<u>3,775,000</u>	<u>220,806</u>

Cost of the combination:

Securities issued, at fair value	3,775,000
Costs associated with the acquisition	-
Total cost of the combination	<u>3,775,000</u>

The cash inflow (outflow) on acquisition is as follows:

Net cash acquired with subsidiary	278
Cash paid	-
Net cash inflow (outflow)	<u>278</u>

From the date of acquisition Haven Resources Ltd has contributed \$Nil to the net loss of the Group.

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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2007

3. EXPLORATION AND EVALUATION EXPENDITURE

Costs carried forward in respect of areas of interest in the following phases:

	31 December 2007 \$	30 June 2007 \$
Exploration and evaluation phase – at cost	4,358,277	316,843
Movement		
Balance at beginning of half-year	316,843	
Tenements acquired from acquisition of controlled entity – Note 2 (ii)	3,797,716	
Expenditure incurred	303,531	
Expenditure written off	<u>(59,813)</u>	
Total deferred exploration expenditure	<u>4,358,277</u>	

Ultimate recoupment of exploration and evaluation expenditure carried forward is dependent on successful development and commercial exploitation or, alternatively, sale of the relevant areas of interest, at amounts at least equal to book value.

4. ISSUED CAPITAL

Issued Capital

Ordinary shares – fully paid	<u>8,106,445</u>	<u>110,145</u>
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Movement in ordinary shares on issue

	Number	\$
Balance at beginning of half-year	25,000,002	110,145
Issue for cash pursuant to prospectus – 31 July 2007	25,000,000	5,000,000
Issue on acquisition of Haven Resources Ltd – 4 October 2007	7,500,000	1,575,000
Issue on acquisition of Haven Resources Ltd – 10 December 2007	12,500,000	1,500,000
Expenses of issue	<u>-</u>	<u>(78,700)</u>
Balance at end of half-year	<u>70,000,002</u>	<u>8,106,445</u>

5. SEGMENT INFORMATION

During the half-year, the consolidated entity operated principally in one business segment (for primary reporting) being mineral exploration, and one geographical segment (for secondary reporting) being Australia.

6. CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

7. EVENTS SUBSEQUENT TO REPORTING DATE

There are no matter or circumstance which have arisen since the end of the half-year which has significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

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AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2007

8. RELATED PARTY TRANSACTIONS

During the half-year, the company has paid rent and office facility costs of \$13,182 to Benbrook Pty Ltd, a company in which Mr Geary and Mr Williams are directors. All payments to Benbrook Pty Ltd represent Aurium Resources Ltd's share for the recoupment of actual office accommodation costs incurred. These transactions were on normal commercial terms and conditions.

The company also paid an amount of \$16,000 to Benbrook Pty Ltd to cover rental bonds and the purchase of office plant and equipment.

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**AURIUM RESOURCES LIMITED
AND CONTROLLED ENTITIES**

DIRECTORS' DECLARATION

The directors of the company declare that:

- 1) The financial statements and notes set out on pages 8 to 15 are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001;
 - (b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance for the half-year then ended.
- 2) In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts when they become due and payable.

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

J Geary
Director

Perth, 14 March 2008

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INDEPENDENT AUDITOR'S REVIEW REPORT**TO THE MEMBERS OF AURIUM RESOURCES LIMITED AND CONTROLLED ENTITIES****Report on the half-year financial report**

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We have reviewed the accompanying half-year financial report of Aurium Resources Limited (the Company) and the entities it controlled (the consolidated entity), which comprises the condensed balance sheet as at 31 December 2007, and the condensed income statement, condensed statement of changes in equity and condensed cash flow statement for the half-year ended on that date, a statement of accounting policies, and other selected explanatory notes. The consolidated entity comprises both the Aurium Resources Limited (the Company) and the entities it controlled during that half-year.

Directors' responsibility for the half-year financial report

The directors of the consolidated entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards including the Australian Accounting Interpretations and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 Engagement ASRE 2410: *Review of an Interim 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 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 2007 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 Aurium 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

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we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

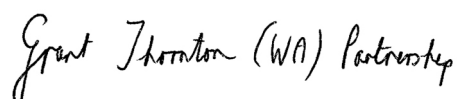
Independence

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

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 Aurium 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 2007 and of its performance for the half-year ended on that date.
- (b) complying with Accounting Standard AASB 134: *Interim Financial Reporting* and Corporations Regulations 2001.

**GRANT THORNTON (WA) PARTNERSHIP**

J W Vibert
Partner
Perth, WA
Date: 14 March 2008

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