

**RIMFIRE PACIFIC MINING NL**

ACN 006 911 744

**FINANCIAL REPORT**

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



## **DIRECTORS' REPORT**

Your directors present their report on the consolidated entity consisting of Rimfire Pacific Mining NL and the entity it controlled at the end of, or during, the half-year ended 31 December 2013.

### **DIRECTORS**

The names of the Directors of the Company during or since the end of the half-year and up to the date of this report are:

John Kaminsky	-	Director since April 2004
Graham Billingham	-	Director since May 1999; Secretary since September 2001
Ramona Enconniere	-	Director since April 2005
Thomas Burrowes	-	Director since December 2010

### **PRINCIPAL ACTIVITY**

The principal activity of the group is the exploration and development of economic mineral deposits.

### **RESULTS OF OPERATIONS**

The net result for the half-year after applicable income tax expense was a loss of \$311,063. This compares with a loss in 2012 of \$302,073 for the corresponding period.

The Group believes the result again underscores the cost efficient nature of its operations and exploration programs. As at 31 December 2013 the consolidated entity had \$2,700,314 in cash.

### **DIVIDENDS**

No dividends were paid during the half-year, nor are any recommended.

### **REVIEW OF OPERATIONS**

Further solid progress was made in the December half on a number of important fronts including additional assessment of regional targets and continuing discovery growth within Sorpresa. The Fifield site remained very active in the period.

The Company's project areas are located immediately south of the Township of Fifield NSW and situated within the well established, highly mineralised regional corridor, the Lachlan Transverse Zone (LTZ). This corridor includes the North Parkes Copper-Au mine and the Cadia Valley Au-Copper mines amongst others.

Exploration activities in the period concentrated on the gold and silver potential at Sorpresa and in the wider Fifield district, where relevant areas continue to be assessed. The Company has now established a number of project areas of importance involving potential for hard rock Gold (Au), Silver (Ag), Platinum (Pt) and Base Metals within an extensive prospective 20km<sup>2</sup> area at Fifield, which is part of the contiguous 313km<sup>2</sup> tenement position held by the Company.

The overall geological setting demonstrating the gold and silver mineralised potential continues to show impressive scale and promise in the wider Fifield district. The Company believes that "Company Making" Au mineralization could occur in this setting. It is the Company's considered view that the district is likely to host a range of gold discoveries, some similar in character to the Sorpresa area. Ensuring a suitable balance between regional exploration and exploration growth at Sorpresa is important. The Company continues to maintain an objective to the establishment of a potential open cut minable resource within the wider Sorpresa project area.

The global economic circumstances worsened during the period making market conditions for junior resource stocks particularly difficult. Sharply lower gold and silver prices alienated investor sentiment further from the higher risk exploration sector, creating a very tough environment in which to raise capital.

The Company navigated this challenging environment well and remains in relatively healthy financial shape, with a respectable cash position. The market capitalization of the Company (approx. \$24M at 31<sup>st</sup> December 2013)

compared favourably with sector peers on the ASX. Additional working capital (\$3.3M in September 2013) was raised in the period, at a stronger market valuation than 2012. The excellent support shown towards the Company in the capital raisings by existing and new shareholders was much appreciated by the Company.

The Board adopted a strategy in the period to accelerate the work at Fifield. This was done on the assumption that the Company's project areas and prospects are of high quality and can continue to deliver positive results with a solid ongoing newsflow. The Company recognises that considerable work is still required and not without risk, however, the continued positive progress achieved is seen as encouraging looking forward into 2014 and beyond.

## **Period Highlights**

- ❖ **\$3.3M (before costs) of new capital was raised**
- ❖ **The current Sorpresa main strike line containing gold and silver mineralization is approximately 1.7km in length and is at various stages of further discovery**
- ❖ **Continued intersections of high grade gold and silver values occurred at Sorpresa**
- ❖ **The Diamond drilling program provided major insights into the geological system with results that included bonanza grade (hole Fi 329: 1m @ 114g/t Au), located 400m east of the main Sorpresa strike line**
- ❖ **The wider Sorpresa area "Geological Model" was updated indicating important advances in understanding of the mineralizing system**
- ❖ **Step-out RC drilling at the Roadside area within Sorpresa confirmed significant gold and silver extensions down dip which remain open.** Current dimensions at Roadside are 400m strike x 350m down dip at the southern end, and more than 200m down dip at the northern end. Updated 3D modelling of Roadside area reveals continuous mineralization from surface
- ❖ **Excellent preliminary metallurgical results were received from the Sorpresa project oxide zone**
- ❖ **RC Drilling continued in December in the vicinity of previous high grade results at Boundary Gate East**
- ❖ **Reprocessed Geophysics indicate spatial correlations to mineralization at Sorpresa**
  - Detailed Gravity trends in particular provide additional targeting opportunities
  - An important target has emerged to the south based on Induced Polarization (I.P.)
- ❖ **Many new gold and silver target areas are being advanced, providing additional discovery growth potential at Sorpresa.**
  - This includes various locations within the 8km<sup>2</sup> wider Sorpresa area plus regional targets
  - **Rock chip sampling results above 1g/t were achieved at 4 regional locations**
- ❖ **A positive environmental permitting record provides a clear path for further work to proceed at Sorpresa**
- ❖ **Design and permitting was completed for bulk sampling of the "Platina Lead" in the next period**

Multiple drill programs were conducted in the period utilizing RAB, OHH percussion, Auger and RC drill methods.

Down dip drilling at the Roadside Area extended the scale, continuity and potential of the emerging gold and silver system at this location within the Sorpresa project. The Roadside area, which remains open, has proven that it can provide predictable shape and geometry, whilst still producing high grades at depth.

The Company made considerable progress in other areas also, with particular interest at Boundary Gate East. RC drilling occurred in late December around the previously reported (July 2013) bonanza grade (**1m @ 114g/t Au**)

## **RIMFIRE PACIFIC MINING NL A.C.N. 006 911 744**

result in diamond hole Fi 329 DDH and **1m @ 24.9g/t Au** in Fi 327 DDH, with encouraging results released subsequent to the period. Observations included visible gold.

Sorpresa is showing emerging similarities with the “Carbonate Base Metal Epithermal Gold Mineralization Model”, which is very well credentialed, and includes Lake Cowal and Porgera as successful examples of operating mines. Work at Sorpresa has also improved the understanding of the platinum geology in the period.

Regional exploration continued in the period, utilizing the knowledge gained at Sorpresa thereby assisting the Company’s endeavour to make new discoveries within the highly prospective 20km<sup>2</sup> area at Fifield. Positive rock chip results were achieved across an array of gold prospects within a 6km radius of Sorpresa.

The ‘Platina Lead’ paleo-channel, Australia’s largest dedicated historic Platinum producing structure (1890’s) will be bulk sampled and mapped in the first half of 2014. This shallow paleo-channel located at a depth below surface of only 10m to 24m across a known strike length of approximately 4km forms an integral component of the wider Sorpresa project area. The sampling exercise should offer potential insights into its interaction with the Sorpresa mineralized geology and the platinum geology. An examination of the historic workings will assist the understanding of the basis for the reported recovered grade of 15g/t platinum (as a mixed platinum and gold equivalent).

The exploration capability of the Company was expanded in the period with the commencement of Darren Glover as Exploration and Development Manager, and further geological field personnel were also added at Fifield. This builds upon the excellent foundation established by Colin Plumridge and provides additional expertise to a project area that has grown substantially from the discovery period in 2010.

Implementation of modelling tools and modern database management has now occurred, enabling rapid assessment of data and quicker targeting decisions with immediate feedback generated. This process should accelerate the opportunity for further discoveries within the Greater 8km<sup>2</sup> Sorpresa area during 2014.

Many prospects have been identified at Fifield, including Rabber’s Lookout, Yoe’s Lookout and the Eclipse Trend amongst others. This regional work is equally important to the growth of the Company. Drilling occurs continuously throughout the year, with RC, RAB and auger helping to achieve these goals. Value creation through further discovery remains an important component of the Company strategy.

The Company is aiming at significant growth in milestones over the next 12 months. Geometric shapes for the gold and silver mineralization are being established at Sorpresa with the ultimate direction towards resource definition part of the Company strategy. It is already recognised that the gold and silver mineralization encountered to date at Sorpresa is near surface and generally flat dipping, so these are positive attributes towards commercial potential. Positive preliminary metallurgy in the oxide zone was received in the period, also enhancing this view.

There are many practical hurdles for the Company to achieve its vision of establishing, in a reasonable time frame, an open cut mining operation at Fifield. Nevertheless, this is the ultimate goal and the exploration effort is firmly focused with this in mind.

The Company recognises that hard work remains to be done, and is not without risk, but at each stage of development in the exploration the Company continues to be encouraged and remains of the view that at Fifield, within the greater Sorpresa area, has the capacity to host multimillion ounces of gold equivalent metal. The district looks capable to yield the discovery of world class deposits leading to a “Company Making” opportunity.

With additional exploration expertise and comparatively healthy financial position, the Company is endeavouring to maintain its momentum by applying intelligent effort to its range of quality prospects and project areas located at Fifield, attempting to deliver further value to shareholders in 2014.

**Company Annual General Meeting (AGM)**

The AGM was held on 22<sup>nd</sup> November 2013 in Melbourne, attended by more than 35 people, where detailed presentations on the Company and its exploration progress and priorities were provided. The presentations are available by *clicking the hyperlinks below* at:

[Exploration Presentation AGM 2013](#)

[Chairman Address AGM 2013](#)

**Commodity Pricing for the Period**

The price of Platinum has maintained a premium to Gold in the period ([www.kitco.com](http://www.kitco.com)). There was a general improvement in gold, platinum and silver from recent low points, post the reporting period.

As at 24<sup>th</sup> February 2014, the prices for metals in New York based on closing Ask in USD were as follows:

Gold	\$1,337/oz
Platinum	\$1,439/oz
Silver	\$22/oz

**Competent Persons Declarations**

*The information in the report to which this statement is attached that relates to Exploration Results is based on information compiled by Colin Plumridge and Darren Glover. Both gentlemen are deemed to be Competent Persons and are Members of The Australasian Institute of Mining and Metallurgy.*

*Mr Plumridge has over 40 years' experience in the mineral and mining industry. Mr Plumridge is employed by Plumridge & Associates Pty. Ltd. and is a consulting geologist to the Company. Colin Plumridge has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Colin Plumridge has previously consented to the inclusion of the matters based on his historic information in the form and context in which it appears.*

*Mr Glover is employed by Rimfire Pacific Mining and has 18 years experience in the mineral and mining industry. He has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Glover consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

**Historic information previously published under 2004 JORC reporting standard and referenced in this report:**

*The original information provided that is extracted from historic reports is available to view additionally on the Company Website at hyperlink: [ASX Announcements](#). 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 Exploration Results, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.*

*In addition, 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 which operated under the 2004 JORC reporting requirements. Mr Colin Plumridge was the Competent Person at that time and consented to the inclusion in the original reports in the form and context in which it appeared, please refer to the Competent Persons declaration above for additional information.*

<b>Dates of previously referred to results with Hyperlinks</b>
ASX June 13 <sup>th</sup> 2012 <a href="#">High Grade Gold Intersection Sorpresa Project – Fifield NSW</a>
ASX July 26 <sup>th</sup> 2012 <a href="#">Successful Intersections at Sorpresa Gold Project</a>
ASX October 10 <sup>th</sup> 2012 <a href="#">Highest Gold and Silver Grades seen to date at Sorpresa Project</a>
ASX December 18 <sup>th</sup> 2012 <a href="#">Sorpresa Project Produces More Encouraging Results</a>
ASX March 27 <sup>th</sup> 2013 <a href="#">Additional Assays at Sorpresa Gold Project</a>
ASX June 13 <sup>th</sup> 2013 <a href="#">Further Positive RC Drilling Results at Sorpresa Project</a>
ASX July 17 <sup>th</sup> 2013 <a href="#">Diamond Drilling Reveals Bonanza Grade of 1m @ 114g/t Au</a>
ASX October 21 <sup>st</sup> 2013 <a href="#">Results Confirm Extensions of Gold and Silver at Sorpresa Project</a>
ASX December 6 <sup>th</sup> 2013 <a href="#">Excellent Preliminary Metallurgy Results at Sorpresa Project</a>
ASX December 20 <sup>th</sup> 2013 <a href="#">High Grade Silver extensions continue at Roadside</a>

**EVENTS SUBSEQUENT TO THE END OF THE HALF YEAR**

The Directors are not aware of any material events subsequent to the half year ended 31 December 2013 which may significantly affect the operations of the consolidated entity, the results of that operation or stated affairs of the consolidated entity.

**AUDITOR'S INDEPENDENCE DECLARATION**

We confirm that we have obtained a declaration of independence from our auditors, in accordance with Section 307C of the Corporations Act 2001, as set out on page 7.

Signed in accordance with a resolution of the Directors.

On behalf of the Directors

A handwritten signature in black ink, appearing to read 'J A Kaminsky', with a large, sweeping flourish underneath.

**J A KAMINSKY  
CHAIRMAN**

Dated in Melbourne this 7<sup>th</sup> day of March 2014.



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**DECLARATION OF INDEPENDENCE BY DAVID GARVEY TO THE DIRECTORS OF RIMFIRE PACIFIC MINING NL**

As lead auditor for the review of Rimfire Pacific Mining NL for the half-year ended 31 December 2013, 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 Rimfire Pacific Mining NL and the entities it controlled during the period.

A handwritten signature in blue ink that reads 'David Garvey'. The signature is fluid and cursive, with a long horizontal stroke extending from the end of the name.

David Garvey  
Partner

**BDO East Coast Partnership**

Melbourne, 7 March 2014



**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

	<b>Half-Year Ended 31 Dec 13 \$</b>	<b>Half-Year Ended 31 Dec 12 \$</b>
<b>Revenue from continuing operations</b>		
Interest revenue	31,371	50,060
<b>Expenses from continuing operations</b>		
Professional costs	(23,120)	(31,160)
Employee benefits	(119,860)	(135,653)
Non-Executive Directors' benefits	(41,818)	(46,350)
Occupancy costs	(17,311)	(17,914)
Depreciation	(22,164)	(16,107)
Administration costs	(118,161)	(104,949)
	<u>(342,434)</u>	<u>(352,133)</u>
<b>Loss from continuing operations before income tax</b>	<u>(311,063)</u>	<u>(302,073)</u>
Income tax expense	-	-
<b>Loss from continuing operations after income tax</b>	<u>(311,063)</u>	<u>(302,073)</u>
Other comprehensive income	-	-
<b>Total comprehensive loss for the half year</b>	<u><u>(311,063)</u></u>	<u><u>(302,073)</u></u>
<b>Loss per share for the period attributable to members of Rimfire Pacific Mining NL</b>		
Basic loss per share (cents per share)	(0.05)	(0.05)
Diluted loss per share (cents per share)	(0.05)	(0.05)

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to the half-year financial report set out on pages 12 to 13.

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2013**

	Note	31 Dec 13 \$	30 Jun 13 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		2,700,314	909,465
Trade and other receivables		94,994	109,656
Other current assets		32,053	18,825
<b>TOTAL CURRENT ASSETS</b>		<u>2,827,361</u>	<u>1,037,946</u>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables		150,000	150,000
Property, plant & equipment		579,334	568,300
Exploration & evaluation costs		10,873,181	9,555,471
<b>TOTAL NON-CURRENT ASSETS</b>		<u>11,602,515</u>	<u>10,273,771</u>
<b>TOTAL ASSETS</b>		<u>14,429,876</u>	<u>11,311,717</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		455,851	247,124
Provisions		27,345	14,352
<b>TOTAL CURRENT LIABILITIES</b>		<u>483,196</u>	<u>261,476</u>
<b>TOTAL LIABILITIES</b>		<u>483,196</u>	<u>261,476</u>
<b>NET ASSETS</b>		<u>13,946,680</u>	<u>11,050,241</u>
<b>EQUITY</b>			
Contributed equity	2	25,068,565	21,861,063
Accumulated losses		(11,121,885)	(10,810,822)
<b>TOTAL EQUITY</b>		<u>13,946,680</u>	<u>11,050,241</u>

The consolidated statement of financial position is to be read in conjunction with the notes to the half year financial report set out on pages 12 to 13.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

	<b>Contributed Equity</b>	<b>Accumulated Losses</b>	<b>Total</b>
	\$	\$	\$
<b>Balance at 1 July 2013</b>	21,861,063	(10,810,822)	11,050,241
Total comprehensive loss for the period, net of tax	-	(311,063)	(311,063)
<b>Transaction with owners in their capacity as owners</b>			
Shares issued	3,284,535	-	3,284,535
Share issue costs	(77,033)	-	(77,033)
<b>Balance at 31 December 2013</b>	<b>25,068,565</b>	<b>(11,121,885)</b>	<b>13,946,680</b>

	<b>Contributed Equity</b>	<b>Accumulated Losses</b>	<b>Total</b>
	\$	\$	\$
<b>Balance at 1 July 2012</b>	19,393,041	(10,155,345)	9,237,696
Total comprehensive loss for the period, net of tax	-	(302,073)	(302,073)
<b>Transaction with owners in their capacity as owners</b>			
Shares issued	2,540,500	-	2,540,500
Share issue costs	(72,478)	-	(72,478)
<b>Balance at 31 December 2012</b>	<b>21,861,063</b>	<b>(10,457,418)</b>	<b>11,403,645</b>

The consolidated statement of changes in equity is to be read in conjunction with the notes to the half year financial report set out on pages 12 to 13.

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

	<b>Half-Year Ended 31 Dec 13 \$ Inflows (Outflows)</b>	<b>Half-Year Ended 31 Dec 12 \$ Inflows (Outflows)</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Payments to suppliers and employees	(144,506)	(292,812)
Interest received	23,590	35,624
Net cash used in operating activities	<u>(120,916)</u>	<u>(257,188)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Proceeds from property, plant and equipment	3,154	-
Purchase of property, plant and equipment	(52,316)	(31,854)
Payments for mining tenement exploration	(1,245,258)	(1,088,237)
Net cash used in investing activities	<u>(1,294,420)</u>	<u>(1,120,091)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of shares	3,283,218	2,540,500
Costs associated with share issue	(77,033)	(72,478)
Net cash provided by financing activities	<u>3,206,185</u>	<u>2,468,022</u>
<b>Net increase in cash and cash equivalents</b>	<b>1,790,849</b>	<b>1,090,743</b>
<b>Cash and cash equivalents at beginning of the half-year</b>	<b>909,465</b>	<b>1,401,441</b>
<b>Cash and cash equivalents at the end of the half-year</b>	<b><u>2,700,314</u></b>	<b><u>2,492,184</u></b>

The consolidated statement of cash flows is to be read in conjunction with the notes to the half year financial report set out on pages 12 to 13.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

**1. SELECTED EXPLANATORY NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

The half-year financial report is a general purpose financial report prepared in accordance with AASB 134 'Interim Financial Reporting' and the Corporations Act 2001.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity. The half-year financial report should be read in conjunction with the annual financial report of Rimfire Pacific Mining NL as at 30 June 2013 which was prepared in accordance with the requirements of the Corporations Act 2001 and applicable Australian Accounting Standards. It is also recommended that the half-year financial report be considered together with any public announcements made by the parent entity during the period 1 July 2013 to the date of this report in accordance with the continuous disclosure obligations of the ASX listing rules.

**(a) Basis of accounting**

The half-year financial report has been prepared on the basis of historical cost, except where stated. For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

The half-year financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

**(b) Accounting policies**

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 group's 2013 annual financial report for the financial year ended 30 June 2013.

The Group has applied the following standards and amendments for first time from 1 July 2013:

- (i) AASB 10 Consolidated Financial Statements;
- (ii) AASB 13 Fair Value Measurement and AASB 2011-8 Amendments to Australian Accounting Standards arising from AASB 13; and
- (iii) AASB 119 Employee Benefits (September 2011) and AASB 2011-10 Amendments to Australian Accounting Standards arising from AASB 119 (September 2011).

The adoption of these standards did not result in any adjustments to any of the carrying amounts in the financial statements.

**(c) Fair value of financial instruments**

The company has a number of financial instruments which are not measured at fair value in the statement of financial position. Due to their short term nature, the carrying amount of the receivables and payables approximates their fair value.

**(d) Comparatives**

Where necessary, comparatives have been reclassified and repositioned for consistency with the current period's disclosures.

## 2. CONTRIBUTED EQUITY

	31-12-2013	31-12-2012	31-12-2013	31-12-2012
	Number of Securities		Value of Securities \$	
<u>Issued Shares</u>				
Fully paid ordinary shares	686,914,495	610,529,976	25,068,565	21,861,063
<b>Ordinary shares on issue at beginning of period</b>	610,529,976	525,846,643	21,861,063	19,393,041
<u>Movements during the period:</u>				
<b>Shares issued:</b>				
In the previous period	-	84,683,333	-	2,540,500
28 August 2013	47,372,093	-	2,037,000	-
27 September 2013	29,012,426	-	1,247,535	-
Transaction costs relating to issues	-	-	(77,033)	(72,478)
<b>Shares on issue at end of period</b>	<b>686,914,495</b>	<b>610,529,976</b>	<b>25,068,565</b>	<b>21,861,063</b>

There are no options on issue at the end of the period.

## 3. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Directors are not aware of any contingent liabilities or contingent assets which have arisen during or since the half-year which may significantly affect the operation of the consolidated entity, the results of that operation or stated affairs of the consolidated entity in future financial periods.

## 4. SEGMENT REVENUES AND RESULTS

The consolidated entity operated predominantly in one industry being mining, exploration and prospecting, and one geographical area, being Australia. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ("CODM")) in assessing performance and determining the allocation of resources. There is no aggregation of operating segments. The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the annual report.

## 5. EVENTS SUBSEQUENT TO THE END OF THE HALF YEAR

The Directors are not aware of any material events subsequent to the half year ended 31 December 2013 which may significantly affect the operations of the consolidated entity, the results of that operation or stated affairs of the consolidated entity.

**DIRECTORS' DECLARATION**

In the opinion of the Directors of Rimfire Pacific Mining NL:

- (a) The financial statements and notes of the consolidated entity are in accordance with the *Corporations Act 2001*, including:
  - (i) Giving a true and fair view of the financial position as at 31 December 2013 and the performance for the half-year ended on that date of the consolidated entity; and
  - (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory professional reporting requirements; 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.

Signed in accordance with a resolution of the Directors.

On behalf of the Directors

A handwritten signature in black ink, appearing to read 'J A Kaminsky', with a long, sweeping underline.

**J A KAMINSKY  
EXECUTIVE CHAIRMAN**

Dated in Melbourne this 7<sup>th</sup> day of March 2014.



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## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Rimfire Pacific Mining NL

### Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Rimfire Pacific Mining NL, which comprises the consolidated statement of financial position as at 31 December 2013, the consolidated statement of profit or loss and other 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 Rimfire Pacific 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 Rimfire Pacific Mining NL, 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 Rimfire Pacific 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 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*

**BDO East Coast Partnership**

A handwritten signature in blue ink, appearing to read 'David Garvey'. Above the signature is a small, stylized logo consisting of the letters 'BDO' in a cursive-like font.

**David Garvey**  
Partner

Melbourne, 7 March 2014