



dampiergold
LIMITED

ABN 43 141 703 399

Financial Report for the half-year ended 31 December 2016

www.dampiergold.com

CONTENTS

	Page
DIRECTORS' REPORT	1
AUDITOR'S INDEPENDENCE DECLARATION	2
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	3
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	4
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	5
CONSOLIDATED STATEMENT OF CASH FLOWS	6
CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	7
DIRECTORS' DECLARATION	13
INDEPENDENT AUDITOR'S REVIEW REPORT	14

CORPORATE DIRECTORY

Board of Directors

Malcolm Carson	Executive Chairman
Hui Guo	Executive Director
Peiqi Zhang	Non-Executive Director

Company Secretary

Michael Higginson

Principal & Registered Office

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Lota, Queensland 4179

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ABN 43 141 703 399

DIRECTORS' REPORT

Your Directors submit the Financial Report of the Group for the half-year ended 31 December 2016.

Directors

The names of the Directors of the Company in office during the half year and to the date of this Report are:

Malcolm Carson	(Executive Chairman)
Hui Guo	(Executive Director)
Peiqi Zhang	(Non Executive Director)

Review of Operations

Exploration and Evaluation

During the reporting period and as approved by shareholders on 3 March 2016, the Company finalised the sale of the Plutonic Dome Gold Project ("Project") to Vango Mining Limited ("Vango"), which was concluded on 25 August 2016. The Company also evaluated a number of new stand-alone investment opportunities.

Financial Result

The profit after tax for the half-year ended 31 December 2016 was \$1,252,613 (2015: loss of \$453,714).

Events Subsequent to Reporting Date

On 17 January 2017, the Company announced that it had entered into a non-binding farm-in Heads of Agreement with Vango whereby the Company may finance up to the lesser of 50% or \$3m of the capital cost for the development of the K2 Mine in exchange for up to a 50% equity interest in the tenements comprising the K2 Mining Project ("Transaction").

On 3 March 2017, shareholders approved the Transaction.

No other matters or circumstances have arisen since the end of the half year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

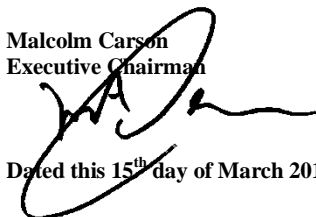
Auditor's independence declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 2 for the half year ended 31 December 2016.

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

On behalf of the Directors.

Malcolm Carson
Executive Chairman



Dated this 15th day of March 2017

AUDITOR'S INDEPENDENCE DECLARATION

Stantons International Audit and Consulting Pty Ltd
trading as

Stantons International
Chartered Accountants and Consultants

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15 March 2017

The Directors
Dampier Gold Limited
29 Brookside Place
Lota QLD 4179

Dear Sirs

RE: DAMPIER GOLD LIMITED

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Dampier Gold Limited.

As Audit Director for the review of the financial statements of Dampier Gold Limited for the six month period ended 31 December 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours faithfully

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LIMITED
(Trading as Stantons International)
(An Authorised Audit Company)

Martin Michalik
Director

Liability limited by a scheme approved
under Professional Standards Legislation

Member of Russell Bedford International



CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half year ended 31 December 2016

	Note	Consolidated 31 Dec 2016 \$	Consolidated 31 Dec 2015 \$
Continuing operations			
Revenue	2(a)	53,016	31,128
Administration expenses		(396,500)	(450,892)
Exploration and evaluation expenses		(32,833)	-
Share-based payments		(236,200)	-
Loss from continuing operations before income tax benefit	2	(612,517)	(419,764)
Income tax expense		-	-
Loss from continuing operations		(612,517)	(419,764)
Discontinued Operations			
Profit / (loss) from discontinued operations after tax	3	1,865,130	(33,950)
Profit / (loss) for the half year		1,252,613	(453,714)
Other comprehensive income			
Items that will not be reclassified to profit or loss		-	-
Items that may be subsequently reclassified to profit or loss		-	-
Total comprehensive income / (loss) for the period		1,252,613	(453,714)
Profit / (loss) attributable to owners of the Company		1,252,613	(453,714)
Total comprehensive income / (loss) attributable to owners of the Company		1,252,613	(453,714)
Profit / (Loss) per share:			
From continuing and discontinued operations			
Basic (cents per share)	5	1.31	(0.52)
Diluted (cents per share)	5	1.31	(0.52)
From continuing operations			
Basic (cents per share)	5	(0.64)	-
Diluted (cents per share)	5	(0.64)	-
From discontinued operations			
Basic (cents per share)	5	1.95	-
Diluted (cents per share)	5	1.95	-

The accompanying notes form part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2016

	Note	Consolidated 31 Dec 2016 \$	Consolidated 30 Jun 2016 \$
Current assets			
Cash and cash equivalents		3,483,647	1,697,729
Trade and other receivables		168,762	167,147
Non-current assets held for sale	3	-	1,295,910
Total current assets		3,652,409	3,160,786
Non-current assets			
Property, plant and equipment		3,309	4,206
Total non-current assets		3,309	4,206
TOTAL ASSETS		3,655,718	3,164,992
Current liabilities			
Trade and other payables		17,293	55,380
Non-current liabilities related to non-current assets held for sale	3	-	960,000
Total current liabilities		17,293	1,015,380
Total non-current liabilities		-	-
TOTAL LIABILITIES		17,293	1,015,380
NET ASSETS		3,638,425	2,149,612
Equity			
Issued capital	4	23,771,992	23,771,992
Reserves		236,200	-
Accumulated losses		(20,369,767)	(21,622,380)
Total equity		3,638,425	2,149,612

The accompanying notes form part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half year ended 31 December 2016

Consolidated	Attributable to equity holders			
	Ordinary Shares \$	Option Reserve \$	Accumulated Losses \$	Total Equity \$
For the six months ended 31 December 2016				
Balance at 1 July 2016	23,771,992	-	(21,622,380)	2,149,612
Total comprehensive income				
Profit for the half year	-	-	1,252,613	1,252,613
Other comprehensive income for the half year	-	-	-	-
Total comprehensive income for the half year	-	-	1,252,613	1,252,613
Transactions with owners recorded direct to equity				
Issue of options	-	236,200	-	236,200
Adjustments for expired/cancelled options	-	-	-	-
Total transactions with owners	-	236,200	-	236,200
Balance as at 31 December 2016	23,771,992	236,200	(20,369,767)	3,638,425

Consolidated	Attributable to equity holders			
	Ordinary Shares \$	Option Reserve \$	Accumulated Losses \$	Total Equity \$
For the six months ended 31 December 2015				
Balance at 1 July 2015	23,547,665	76,103	(20,682,360)	2,941,408
Total comprehensive income				
Loss for the half year	-	-	(453,714)	(453,714)
Other comprehensive income for the half year	-	-	-	-
Total comprehensive loss for the half year	-	-	(453,714)	(453,714)
Transactions with owners recorded direct to equity				
Issue of shares (net of capital raising costs)	224,327	-	-	224,327
Adjustments for expired/cancelled options	-	(76,103)	76,103	-
Total transactions with owners	224,327	(76,103)	76,103	224,327
Balance as at 31 December 2015	23,771,992	-	(21,059,971)	2,712,021

The accompanying notes form part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the half year ended 31 December 2016

	Note	Consolidated 31 Dec 2016 \$	Consolidated 31 Dec 2015 \$
Cash flows from operating activities			
Receipts from customers		31,000	-
Payments for exploration and evaluation		(39,334)	(67,390)
Payments to suppliers and employees		(426,932)	(339,151)
Interest received		21,992	33,055
Net cash used in operating activities		(413,274)	(373,486)
Cash flows from investing activities			
Proceeds from sale of subsidiary, net of cash in subsidiary	3	2,199,192	-
Net cash provided by investing activities		2,199,192	-
Cash flows from financing activities			
Proceeds from issues of ordinary shares		-	237,269
Payment for share issue costs		-	(12,942)
Net cash provided by financing activities		-	224,327
Net increase / (decrease) in cash and cash equivalents		1,785,918	(149,159)
Cash and cash equivalents at the beginning of the financial period		1,697,729	2,378,707
Cash and cash equivalents at the end of the half year		3,483,647	2,229,548

The accompanying notes form part of the consolidated financial statements.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2016

1. Summary of Significant Accounting Policies

(a) Basis of Preparation

This interim financial report is intended to provide users with an update on the latest annual financial statements of Dampier Gold Limited and its controlled entities (referred to as the "Consolidated Entity" or "Group"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2016, together with any public announcements made during the following half-year.

These general purpose interim financial statements for the half-year reporting period ended 31 December 2016 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The half year report has been prepared on an accruals basis and is based on historical costs.

Going Concern

The financial report has been prepared on a going concern basis.

The Directors believe there are sufficient grounds to believe that the Group will be able to continue to pay its debts as and when they fall due. This is based on future cash forecasts, existing cash reserves and the ability to significantly reduce activity to preserve cash if necessary.

(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 Company's 2016 annual financial report for the financial year ended 30 June 2016, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current half-year. The adoption of these standards and interpretations did not have a material impact on the half year financial report.

(c) Principles of Consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the parent (Dampier Gold Limited) and all of the subsidiaries. Subsidiaries are entities the parent controls. The parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of the subsidiaries is provided in note 8.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between Group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as "non-controlling interests". The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary's net assets on liquidation at either fair value or at the non-controlling interests' proportionate share of the subsidiary's net assets. Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the statement of financial position and statement of profit or loss and other comprehensive income.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2016

(d) Exploration and evaluation costs

Exploration and evaluation costs are written off in the year they are incurred, apart from acquisition costs, which are carried forward where right of tenure of the area of interest is current and they are expected to be recouped through sale or successful development and exploitation of the area of interest or, where exploration and evaluation activities in the area of interest have not reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Where an area of interest is abandoned or the Directors decide that it is not commercial, any accumulated acquisition costs in respect of that area are written off in the financial period the decision is made. Each area of interest is also reviewed at the end of each accounting period and accumulated costs are written off to the extent that they will not be recoverable in the future.

	Consolidated 31 Dec 2016 \$	Consolidated 31 Dec 2015 \$
2. Profit/(Loss) from continuing operations		
Profit/ loss from continuing operations before income tax has been determined after:		
(a) Revenue		
Interest revenue	22,016	31,128
Sale of mining data	31,000	-
	<u>53,016</u>	<u>31,128</u>
(b) Expenses		
Depreciation	897	666

3. Discontinued operations

On 19 January 2016 the Company announced to the ASX that it had entered into a heads of agreement for the sale of Dampier (Plutonic) Pty Ltd ("DPPL"), a wholly owned subsidiary which holds interests in the tenements comprising the Plutonic Dome Gold Project ("Project") to Vango Mining Limited ("Vango"). On 3 March 2016, shareholders approved the sale of DPPL to Vango. The sale was completed on 25 August 2016.

Financial information relating to the discontinued operation to 31 December 2016 is set out below.

The financial performance of the discontinued operation to 31 December 2016, which is included in the profit from discontinued operations per the statement of profit or loss and other comprehensive income is as follows:

	31 Dec 2016 \$	31 Dec 2015 \$
Revenue		
Interest revenue	151	1,465
Expenses		
Exploration and evaluation expenses	(739)	(35,415)
Loss before income tax	<u>(588)</u>	<u>(33,950)</u>
Income tax expense	-	-
Total loss after tax attributable to the discontinued operation	<u>(588)</u>	<u>(33,950)</u>

The net cash flows of the discontinued operation which have been incorporated into the statement of cash flows are as follows:

Net cash outflow from operating activities	(6,088)	(67,390)
Net cash inflow from investing activities	2,199,192	-
Net cash outflow from financing activities	-	-
Net increase / (decrease) in cash provided by / (used in) the discontinued operation	<u>2,193,104</u>	<u>(67,390)</u>

	30 June 2016 \$
Non-current assets held for sale	
Capitalised tenement acquisition costs	1,295,910
Non-current liabilities relating to non-current assets held for sale	
Environmental rehabilitation provision	960,000

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2016

Following the disposal of DPPL during the half year, there are no longer any assets or liabilities held in relation to the discontinued operation as at 31 December 2016.

Details of disposal of subsidiary

	25 August 2016 (date of disposal) \$
Book value of net assets over which control was lost	
Current assets	
Cash and cash equivalents	808
Total current assets	808
Non-current assets	
Capitalised tenement acquisition costs	1,295,910
Total non-current assets	1,295,910
Total assets	1,296,718
Current liabilities	
Trade and other payables	2,436
Total current liabilities	2,436
Non-current liabilities	
Environmental rehabilitation provision	960,000
Total non-current liabilities	960,000
Total liabilities	962,436
Net assets derecognised	334,282
Consideration received	
Cash	2,200,000
Net assets derecognised	(334,282)
Gain on disposal of subsidiary	1,865,718
Loss after tax during the period to date of sale	(588)
Profit from discontinued operations after tax	1,865,130

4.

Issued capital

	Consolidated 31 Dec 2016 \$	Consolidated 30 June 2016 \$
95,740,141 fully paid ordinary shares (30 June 2016: 95,740,141)	23,771,992	23,771,992

	31 Dec 2016		30 Jun 2016	
	No.	\$	No.	\$
Fully paid ordinary shares				
Balance at beginning of period	95,740,141	23,771,992	83,252,297	23,547,665
Placement of shares to investor	-	-	12,487,844	237,270
Share issue costs	-	-	-	(12,943)
Balance at end of period	95,740,141	23,771,992	95,740,141	23,771,992

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2016

5. Profit / (loss) per share

	Consolidated 31 Dec 2016 Cents per share	Consolidated 31 Dec 2015 Cents per share
From continuing and discontinued operations		
Basic (cents per share)	1.31	(0.52)
Diluted (cents per share)	1.31	(0.52)
From continuing operations		
Basic (cents per share)	(0.64)	-
Diluted (cents per share)	(0.64)	-
From discontinued operations		
Basic (cents per share)	1.95	-
Diluted (cents per share)	1.95	-

The weighted average number of issued ordinary shares during the reporting period used in the calculation of basic and diluted loss per share is 95,740,141 (2015: 87,005,474).

The shares under option at the end of the period are not considered dilutive as the average market price of ordinary shares during the period did not exceed the exercise price of the options.

6. Segment reporting

For management purposes, the Group has identified one reportable segment being exploration and evaluation activities undertaken in Australia.

7. Share based payments

(a) Directors unlisted options

During the half year 12,000,000 unlisted options were issued to Directors following shareholder approval at the Annual General Meeting held on 29 November 2016. These unlisted options were granted in two tranches as Class 1 and Class 2 options and have the following terms:

- Class 1 – 6,000,000 unlisted options vested on grant date, exercisable at \$0.05 and expiring 31 July 2019.
- Class 2 – 6,000,000 unlisted options vested on grant date, exercisable at \$0.10 and expiring 31 July 2021.

(b) Directors unlisted options pricing model

The fair value of the equity-settled share options granted is estimated at the date of the grant using a Black-Scholes model taking into account the terms and conditions upon which the options were granted. The following table lists the inputs to the models used.

	Class 1	Class 2
Expected volatility	124%	124%
Risk-free interest rate	1.91%	2.16%
Expected life of option	2.67 years	4.67 years
Unlisted options exercise price	\$0.05	\$0.10
Share price at grant date	\$0.03	\$0.03

The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility is indicative of future trends, which may also not necessarily be the actual outcome.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2016

	2016 Weighted average exercise price Number of options	2015 Weighted average exercise price Number of options
Balance at beginning of financial period	-	-
Granted during the financial period	12,000,000	-
Balance at end of the financial period	12,000,000	-
Exercisable at end of financial period	12,000,000	-

The weighted average remaining contractual life of share options outstanding at the end of the financial period was 3.6 years (2015: Nil years).

8. Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1(c):

Name	Country of Incorporation	Class of Shares	Equity Holding
Dampier (Plutonic) Pty Ltd	Australia	Ordinary	0% *
Aurigin Foods Pty Ltd	Australia	Ordinary	100% **

The proportion of ownership interest is equal to the proportion of voting power held.

* DPPL was sold to Vango during the half-year as described in Note 3.

** Aurigin Foods Pty Ltd was registered during the half-year as Aura Foods Pty Ltd on 24 July 2016. The name of the company was changed to Aurigin Foods Pty Ltd on 1 March 2017.

9. Subsequent events

On 17 January 2017, the Company announced that it had entered into a non-binding farm-in Heads of Agreement with Vango whereby the Company may finance up to the lesser of 50% or \$3m of the capital cost for the development of the K2 Mine in exchange for up to a 50% equity interest in the tenements comprising the K2 Mining Project ("Transaction").

On 3 March 2017, shareholders approved the Transaction.

No other matters or circumstances have arisen since the end of the half year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

10. Contingent liabilities and contingent assets

In the opinion of the Directors there are no contingent liabilities as at 31 December 2016.

The Group has a contingent asset in relation to contingent consideration and royalties to be paid by Vango for the sale of DPPL as follows:

Contingent Component

The following amounts to be paid by Vango within 7 days after the occurrence of the following events:

- \$1,000,000 (excluding GST) on production of a total of 45,000 ounces of gold from the Project tenements;
- \$1,000,000 (excluding GST) on production of a total of 100,000 ounces of gold from the Project tenements;
- \$1,000,000 (excluding GST) on production of a total of 200,000 ounces of gold from the Project tenements; and
- \$1,000,000 (excluding GST) on production of a total of 300,000 ounces of gold from the Project tenements.

Royalty Component

Vango to pay a production royalty on overall production from the Project tenements as follows:

- 1.0% of the dollar value on each ounce of gold produced from the Project tenements, which is only payable if the London Spot Fix AM (USD/oz) is as of the date of issue of the mint receipt equal to or greater than US\$1,175/oz, or

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2016

- 2.0% of the dollar value on each ounce of gold produced from the Project tenements, which is only payable if the London Spot Fix AM (USD/oz) is as of the date of issue of the mint receipt equal to or greater than US\$1,250/oz, or
- 3.0% of the dollar value on each ounce of gold produced from the Project tenements, which is only payable if the London Spot Fix AM (USD/oz) is as of the date of issue of the mint receipt equal to or greater than US\$1,400/oz, or
- 4.0% of the dollar value on each ounce of gold produced from the Project tenements, which is only payable if the London Spot Fix AM (USD/oz) is as of the date of issue of the mint receipt equal to or greater than US\$1,500/oz.

The royalty is capped at \$2 million.

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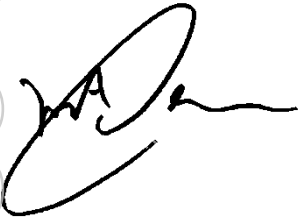
DIRECTORS' DECLARATION

The Directors declare that:

- (a) The financial statements and notes, as set out on pages 3 to 12, are in accordance with the Corporations Act 2001, including:
- i. complying with Accounting Standard AASB 134 - Interim Financial Reporting and the Corporations Regulations 2001; and
 - ii. giving a true and fair view of the Group's financial position as at 31 December 2016 and of its performance, as represented by the results of its operations and its cash flows, for the half-year ended on that date.
- (b) In the Directors' opinion there are reasonable grounds to believe that Dampier Gold Limited will be able to pay its debts as and when they become due and payable.

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

On behalf of the Directors



Malcolm Carson
Executive Chairman

Dated this 15th day of March 2017

INDEPENDENT AUDITOR'S REVIEW REPORT

Stantons International Audit and Consulting Pty Ltd
trading as

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Chartered Accountants and Consultants

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF DAMPIER GOLD LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Dampier Gold Limited, which comprises the consolidated condensed statement of financial position as at 31 December 2016, the consolidated condensed statement of profit or loss and other comprehensive income, consolidated condensed statement of changes in equity, and consolidated condensed 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 for Dampier Gold Limited (the consolidated entity). The consolidated entity comprises both Dampier Gold Limited (the Company) and the entities it controlled during the half year.

Directors' Responsibility for the Half-Year Financial Report

The directors of Dampier Gold Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) 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 2016 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 Dampier Gold 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.

Whilst we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by the directors or management.

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Member of Russell Bedford International



INDEPENDENT AUDITOR'S REVIEW REPORT

Stantons International

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*, has been provided to the directors of Dampier Gold Limited on 15 March 2017.

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 Dampier Gold 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 2016 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standards AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD
(Trading as Stantons International)
(An Authorised Audit Company)

Stantons International Audit & Consulting Pty Ltd

Martin Michalik

Martin Michalik
Director

West Perth, Western Australia
15 March 2017