



dampiergold
LIMITED

ABN 43 141 703 399

Financial Report for the half-year ended 31 December 2017

www.dampiergold.com

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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

29 Brookside Place
Lota, Queensland 4179

Share Registry

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Auditors

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West Perth, Western Australia 6005

Lawyers

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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 2017.

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, the Company prepared the K2 Farm-in Joint Venture and presented the final draft to Vango Mining Limited on 14th November 2017 for its review and comment. The Company also continue to evaluate a number of new stand-alone investment opportunities in gold exploration and mining.

Financial Result

The loss after tax for the half-year ended 31 December 2017 was \$771,088 (2016: profit of \$1,252,613).

Events Subsequent to Reporting Date

On 13 February 2018, shareholders approved the sale of 100% of Aurigin Foods Pty Ltd to Aurigin Australia Limited (being an entity controlled by Mr Carson and Ms Guo) for a consideration of 10,000,000 fully paid ordinary shares in the capital of Aurigin Australia Limited. In addition, shareholders also approved an interest free loan totalling \$500,000 to Aurigin Australia Limited.

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.

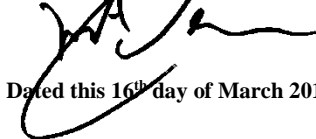
Auditor's independence declaration

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 2017.

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 16th day of March 2018

AUDITOR'S INDEPENDENCE DECLARATION

Stantons International Audit and Consulting Pty Ltd
trading as

Stantons International
Chartered Accountants and Consultants

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16 March 2018

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 2017, 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

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half year ended 31 December 2017

	Note	Consolidated 31 Dec 2017 \$	Consolidated 31 Dec 2016 \$
Continuing operations			
Revenue	2(a)	26,407	53,016
Administration expenses		(423,196)	(383,250)
Exploration and evaluation expenses		(1,401)	(32,833)
Share-based payments		-	(236,200)
Loss from continuing operations before income tax benefit	2	(398,190)	(599,267)
Income tax expense		-	-
Loss from continuing operations		(398,190)	(599,267)
Discontinued Operations			
Profit from discontinued operations after tax – Dampier Plutonic (Pty) Limited	3	-	1,865,130
(Loss) from discontinued operations after tax – Aurigin Foods (Pty) Limited	3	(372,898)	(13,250)
(Loss) / Profit for the half year		(771,088)	1,252,613
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 (loss) / income for the period		(771,088)	1,252,613
(Loss) / Profit attributable to owners of the Company		(771,088)	1,252,613
Total comprehensive (loss) / income attributable to owners of the Company		(771,088)	1,252,613
Profit / (Loss) per share:			
From continuing and discontinued operations			(restated)
Basic (cents per share)		(0.80)	1.31
Diluted (cents per share)		(0.80)	1.31
From continuing operations			
Basic (cents per share)		(0.41)	(0.63)
Diluted (cents per share)		(0.41)	(0.63)
From discontinued operations			
Basic (cents per share)		(0.39)	1.94
Diluted (cents per share)		(0.39)	1.94

The accompanying condensed notes form part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2017

	Note	Consolidated 31 Dec 2017 \$	Consolidated 30 Jun 2017 \$
Current assets			
Cash and cash equivalents		2,041,449	3,089,260
Trade and other receivables		195,130	196,747
Other financial assets	4	269,697	-
Assets held for sale	3	13,863	-
Total current assets		2,520,139	3,286,007
Non-current assets			
Property, plant and equipment		11,416	10,168
Total non-current assets		11,416	10,168
TOTAL ASSETS		2,531,555	3,296,175
Current liabilities			
Trade and other payables		86,005	113,960
Liabilities related to assets held for sale	3	7,423	-
Total current liabilities		93,428	113,960
Total non-current liabilities		-	-
TOTAL LIABILITIES		93,428	113,960
NET ASSETS		2,438,127	3,182,215
Equity			
Issued capital	5	23,798,993	23,771,993
Reserves		236,200	236,200
Accumulated losses		(21,597,066)	(20,825,978)
TOTAL EQUITY		2,438,127	3,182,215

The accompanying condensed notes form part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half year ended 31 December 2017

Consolidated	Note	Attributable to equity holders			Total Equity \$
		Ordinary Shares \$	Option Reserve \$	Accumulated Losses \$	
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
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			Total Equity \$
		Ordinary Shares \$	Option Reserve \$	Accumulated Losses \$	
For the six months ended 31 December 2017					
Balance at 1 July 2017		23,771,993	236,200	(20,825,978)	3,182,215
Total comprehensive income					
Loss for the half year		-	-	(771,088)	(771,088)
Other comprehensive income for the half year		-	-	-	-
Total comprehensive loss for the half year		-	-	(771,088)	(771,088)
Transactions with owners recorded direct to equity					
Issue of shares	5, 8	27,000	-	-	27,000
Total transactions with owners		27,000	-	-	27,000
Balance as at 31 December 2017		23,798,993	236,200	(21,597,066)	2,438,127

The accompanying condensed notes form part of the consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

for the half year ended 31 December 2017

	Note	Consolidated 31 Dec 2017 \$	Consolidated 31 Dec 2016 \$
Cash flows from operating activities			
Receipts from customers		-	31,000
Payments for exploration and evaluation		(1,401)	(39,334)
Payments to suppliers and employees		(805,965)	(426,932)
Interest received		37,035	21,992
Net cash used in operating activities		(770,331)	(413,274)
Cash flows from investing activities			
Payments for property, plant and equipment		(7,783)	-
Loans to director and franchisees		(269,697)	-
Proceeds from sale of subsidiary, net of cash in subsidiary	3	-	2,199,192
Net cash (used in) / provided by investing activities		(277,480)	2,199,192
Cash flows from financing activities			
Proceeds from issues of ordinary shares		-	-
Payment for share issue costs		-	-
Net cash provided by financing activities		-	-
Net (decrease) / increase in cash and cash equivalents		(1,047,811)	1,785,918
Cash and cash equivalents at the beginning of the financial period		3,089,260	1,697,729
Cash and cash equivalents at the end of the half year		2,041,449	3,483,647

The accompanying notes form part of the consolidated financial statements.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2017

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 2017, 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 2017 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 2017 annual financial report for the financial year ended 30 June 2017, 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 9.

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 2017

(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 2017 \$	Consolidated 31 Dec 2016 \$
2. Profit/(Loss) from continuing operations		
Profit/(loss) from continuing operations before income tax has been determined after:		
(a) Revenue		
Interest revenue	26,407	22,016
Sale of mining data	-	31,000
	<u>26,407</u>	<u>53,016</u>
(b) Expenses		
Depreciation	2,708	897

3. Discontinued operations and assets held for sale

Dampier (Plutonic) Pty Ltd – sold 25 August 2016

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 Dampier Plutonic Pty Ltd 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 2017 \$	31 Dec 2016 \$
Revenue		
Interest revenue	-	151
Expenses		
Exploration and evaluation expenses	-	(739)
Administration expenses	-	-
Loss before income tax	<u>-</u>	<u>(588)</u>
Income tax expense	-	-
Total loss after tax attributable to the discontinued operation	<u>-</u>	<u>(588)</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)
Net cash inflow from investing activities	-	2,199,192
Net cash outflow from financing activities	-	-
Net increase in cash provided by the discontinued operation	<u>-</u>	<u>2,193,104</u>

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2017

Details of disposal of subsidiary DPPL

	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

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2017

Aurigin Foods Pty Limited

During the reporting period, Directors deemed that the business of Aurigin Foods Pty Limited (“Aurigin”) was a “non-core” business, too conceptual and risky for the Company. Accordingly the Company initiated seeking shareholder approval for the sale of Aurigin to an entity associated with related parties (Aurigin Australia Limited). The parties agreed to the terms of repayment of the loan extended by the Company to Aurigin and to fund future expansion of the business.

On 15th of January 2018 a Notice of Meeting and Independent Experts Report was released to the market. Shareholders approved the resolutions for the sale of Aurigin to Aurigin Australia Limited on 13th February 2018. The Company announced to the ASX that the shares in Aurigin Foods Pty Ltd had been transferred to Aurigin Australia Limited and new fully paid ordinary shares equivalent to 33% of the issued capital of Aurigin Australia Limited issued to the company.

Financial information relating to the Aurigin Foods Pty Limited discontinued operation to 31 December 2017 is set out below.

The financial performance of the discontinued operation to 31 December 2017 with comparatives, 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 2017	31 Dec 2016
Revenue	\$	\$
Interest revenue	-	-
Expenses		
Business development expenses	(372,898)	(13,250)
Loss before income tax	(372,898)	(13,250)
Income tax expense	-	-
Total loss after tax attributable to the discontinued operation	(372,898)	(13,250)

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	(374,281)	(13,250)
Net cash outflow from investing activities	(3,827)	-
Net cash outflow from financing activities	-	-
Net (decrease) in cash (used in) the discontinued operation	(378,108)	(13,250)

	Consolidated 31 Dec 2017 \$	Consolidated 30 June 2017 \$
Assets held for sale		
Trade and other receivables	10,036	-
Property, plant and equipment	3,827	-
Liabilities relating to non-current assets held for sale		
Trade and other payables	(7,423)	-

4. Current assets: Other financial assets

Loan to director	105,404	-
Loan to franchisees	164,293	-
	269,697	-

The above loans were repaid to the Company on 23 January 2018. The loans were interest free.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2017

5. Issued capital		Consolidated 31 Dec 2017	Consolidated 30 June 2017
		\$	\$
96,640,141 fully paid ordinary shares (30 June 2017: 95,740,141)		23,798,993	23,771,993

	31 Dec 2017		30 Jun 2017	
	No.	\$	No.	\$
Fully paid ordinary shares				
Balance at beginning of period	95,740,141	23,771,993	95,740,141	23,771,993
Issue of shares for consulting services	900,000	27,000	-	-
Share issue costs	-	-	-	-
Balance at end of period	96,640,141	23,798,993	95,740,141	23,771,993

6. Profit / (loss) per share

	Consolidated 31 Dec 2017	Consolidated 31 Dec 2016
	Cents per share	Cents per share (restated)
From continuing and discontinued operations		
Basic (cents per share)	(0.80)	1.31
Diluted (cents per share)	(0.80)	1.31
From continuing operations		
Basic (cents per share)	(0.41)	(0.63)
Diluted (cents per share)	(0.41)	(0.63)
From discontinued operations		
Basic (cents per share)	(0.39)	1.94
Diluted (cents per share)	(0.39)	1.94

The weighted average number of issued ordinary shares during the reporting period used in the calculation of basic and diluted loss per share is 95,872,206 (2016: 95,740,141).

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.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2017

7. Segment reporting

For management purposes, the Group has identified two reportable operating segments being:

1. Australian exploration and evaluation activities.
2. Aurigin Foods Australian product supply.

	Consolidated 31 Dec 2017	Consolidated 31 Dec 2016
<u>Revenue</u>		
From continuing operations		
Exploration and evaluation	26,407	-
Product supply	-	-
From discontinued operations		
Exploration and evaluation	-	1,865,869
Product supply	-	-
<u>Profit / (loss)</u>		
From continuing operations		
Exploration and evaluation	(398,190)	(599,267)
Product supply	-	-
From discontinued operations		
Exploration and evaluation	-	1,865,130
Product supply	(372,898)	(13,250)
	Consolidated 31 Dec 2017	Consolidated 30 June 2017
<u>Total Assets</u>		
From continuing operations		
Exploration and evaluation	2,517,692	3,287,368
Product supply	-	-
From discontinued operations		
Exploration and evaluation	-	-
Product supply	13,863	8,807
<u>Total Liabilities</u>		
From continuing operations		
Exploration and evaluation	(86,005)	(113,960)
Product supply	-	-
From discontinued operations		
Exploration and evaluation	-	-
Product supply	(7,423)	-

8. Share based payments

On 4 December 2017, the Company issued 900,000 fully paid shares to consultants in consideration for the provision of services to the Company at a total value of \$27,000. These costs have been recognised in operational administrative expenses.

9. 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):

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2017

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

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

* Dampier (Plutonic) Pty Limited was sold to Vango during the half-year ended 31 December 2016, as described in Note 3.

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

*** Aurigin Foods Franchising Pty Limited was registered on 28 April 2017.

**** Aurigin Foods Group Limited was registered on 10 July 2017.

***** Aurigin Foods (Shanghai) Limited was registered on 20 September 2017.

10. Subsequent events

On 13 February 2018, shareholders approved the sale of 100% of Aurigin Foods Pty Ltd to Aurigin Australia Limited (being an entity controlled by Mr Carson and Ms Guo) for a consideration of 10,000,000 fully paid ordinary shares in the capital of Aurigin Australia Limited. In addition, shareholders also approved an interest free loan totalling \$500,000 to Aurigin Foods Pty Ltd.

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.

11. Contingent liabilities and contingent assets

In the opinion of the Directors there are no contingent liabilities as at 31 December 2017.

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
- 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.

CONDENSED NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half year ended 31 December 2017

12. Commitments

The Company has office lease commitments of \$17,333 at 31 December 2017.

Following the sale of the Plutonic Dome Project to Vango, the Group no longer has any minimum expenditure exploration commitments. However, pursuant to the Binding Terms Sheet with Vango dated 12 May 2017 covering the farm-in to the K2 Mine development, the Company has agreed to contribute towards the development of the K2 Mine up to the lesser of 50% of CAPEX or \$3,000,000. The earn in period is two years from the date of the Terms Sheet.

DIRECTORS' DECLARATION

The Directors declare that:

- (a) The financial statements and notes, as set out on pages 3 to 14, 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 2017 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

A handwritten signature in black ink, appearing to read 'M Carson', with a large, sweeping flourish at the end.

Malcolm Carson
Executive Chairman

Dated this 16th day of March 2018

INDEPENDENT AUDITOR'S REVIEW REPORT

Stantons International Audit and Consulting Pty Ltd
trading as

Stantons International
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 2017, 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 2017 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.

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 16 March 2018.

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 2017 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
Director

West Perth, Western Australia
16 March 2018