

TNT MINES LIMITED
ABN 67 107 244 039
INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2015

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the Annual Report for the year ended 30 June 2015 and any public announcements made by TNT Mines Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

TNT MINES LIMITED**31 DECEMBER 2015**

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TNT MINES LIMITED

31 DECEMBER 2015

DIRECTORS' REPORT

Your directors submit their report on the consolidated entity consisting of TNT Mines Limited and the entities it controlled at the end of, or during, the half-year ended 31 December 2015.

DIRECTORS

The names of the directors who held office during or since the end of the half-year are:

Professor Ian Plimer

Tracey Lake

Andrew Drummond

REVIEW AND RESULTS OF OPERATIONS

A summary of consolidated revenues and results for the half-year is set out below:

	Half year ended 31 December 2015	
	Revenues	Loss
	\$	\$
Consolidated entity revenues and loss from ordinary activities before income tax benefit.	250	(420,482)

The principal activity of the Company during the six months ended 31 December 2015 was the exploration and evaluation of mineral tenements in Tasmania.

During the half year applications were made for extension of terms for RL2/2009 Great Pyramid which was granted through to August 2017, and EL 27/2004 at Rossarden-Royal George-Aberfoyle which was approved by Mineral Resources Tasmania on 11 March, 2016, for an extension to 26 November 2016.

The company relinquished its interests in the Moina tenement RL10/1988 during the period. All capitalised exploration costs relating to Moina had already been impaired at 30 June, 2015.

The company relinquished its interests in the Oonah tenement EL63/2004 with effect from 7 February, 2016. All capitalised exploration costs relating to Oonah have been impaired at 31 December, 2015

At 31 December 2015, the company had 109,541,285 shares on issue and there are no options outstanding at the date of this report.

AUDITORS' INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 4.

This report is made in accordance with a resolution of directors.



Tracey Lake

Managing Director

Sydney, 15 March, 2016

To the Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit director for the review of the financial statements of TNT Mines Limited for the half year ended 31 December 2015, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours faithfully



BENTLEYS
Chartered Accountants



MARK DELAURENTIS CA
Director

Dated at Perth this 15th day of March 2016

TNT MINES LIMITED

31 DECEMBER 2015

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015**

	Note	31 December 2015 \$	31 December 2014 \$
OTHER INCOME		250	--
EXPENDITURE			
Corporate expenses		(18,800)	(17,517)
Administration expenses		(92,556)	(91,635)
Interest expense		(490)	--
Impairment of exploration expenditure		(308,886)	(204,467)
LOSS BEFORE INCOME TAX		(420,482)	(313,619)
Income tax benefit		--	9,972
LOSS FOR THE HALF-YEAR		(420,482)	(303,647)
Other comprehensive income		--	--
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(420,482)	(303,647)
Loss for the period attributable to:			
Owners of TNT Mines Limited		(420,482)	(303,647)
Total comprehensive loss for the period attributable to:			
Owners of TNT Mines Limited		(420,482)	(303,647)
Basic and diluted loss per share (cents)		(0.4)	(0.3)

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

TNT MINES LIMITED**31 DECEMBER 2015****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015**

	Notes	31 December 2015 \$	30 June 2015 \$
CURRENT ASSETS			
Cash and cash equivalents		851	180
Trade and other receivables	5	31,734	28,307
TOTAL CURRENT ASSETS		32,585	28,487
NON-CURRENT ASSETS			
Capitalised exploration and evaluation expenditure		1,640,245	1,933,160
TOTAL NON-CURRENT ASSETS		1,640,245	1,933,160
TOTAL ASSETS		1,672,830	1,961,647
CURRENT LIABILITIES			
Trade and other payables	5	139,071	146,150
TOTAL CURRENT LIABILITIES		139,071	146,150
NON CURRENT LIABILITIES			
Loan from Niuminco Group Limited	3	615,484	476,740
TOTAL NON CURRENT LIABILITIES		615,484	476,740
TOTAL LIABILITIES		754,555	622,890
NET ASSETS		918,275	1,338,757
EQUITY			
Issued capital		4,502,406	4,502,406
Accumulated losses		(3,584,131)	(3,163,649)
TOTAL EQUITY		918,275	1,338,757

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes.

TNT MINES LIMITED

31 DECEMBER 2015

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015**

	Attributable to Owners of TNT Mines Limited			
	Issued Capital	Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
BALANCE AT 1 JULY 2014	4,502,406	--	(1,638,898)	2,863,508
Loss for the period	--	--	(303,647)	(303,647)
Total comprehensive income for the period	--	--	(303,647)	(303,647)
Shares issued during the period	--	--	--	--
Employee Share Options	--	--	--	--
BALANCE AT 31 DECEMBER 2014	4,502,406	--	(1,942,545)	2,559,861
BALANCE AT 1 JULY 2015	4,502,406	--	(3,163,649)	1,338,757
Loss for the period	--	--	(420,482)	(420,482)
Total comprehensive income for the period	--	--	(420,482)	(420,482)
Shares issued during the period	--	--	--	--
Employee Share Options	--	--	--	--
BALANCE AT 31 DECEMBER 2015	4,502,406	--	(3,584,131)	918,275

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

TNT MINES LIMITED**31 DECEMBER 2015****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015**

	31 December 2015 \$	31 December 2014 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(26,862)	(57)
Interest paid	(490)	--
Interest received	250	--
Net cash used in operating activities	<u>(27,102)</u>	<u>(57)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for exploration & evaluation expenditure	(15,971)	(114,888)
Net cash provided by / (used in) investing activities	<u>(15,971)</u>	<u>(114,888)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan from Niuminco Group Limited	43,744	114,504
Net cash provided by financing activities	<u>43,744</u>	<u>114,504</u>
Net decrease in cash and cash equivalents	671	(441)
Cash and cash equivalents at the beginning of the half-year	180	844
CASH AND CASH EQUIVALENTS AT THE END OF THE HALF-YEAR	<u>851</u>	<u>403</u>

The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes.

TNT MINES LIMITED

31 DECEMBER 2015

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

NOTE 1: BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT

These general purpose financial statements for the interim half-year reporting period ended 31 December 2015 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of TNT Mines Limited and its controlled entities (the "Group"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the company for the year ended 30 June 2015.

The interim financial statements have been prepared in accordance with the accounting policies adopted in the Group's last annual financial statements for the year ended 30 June 2015.

New Accounting Standards and Interpretation

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.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- AASB 2015-3 'Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality'.

The adoption of the above standards have not had a material impact on this half year financial report.

Going Concern

The accounts have been prepared on the 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. The Group has a net deficit of current assets to current liabilities of \$106,486 as at 31 December 2015 (30 June 2015: \$117,663) and recorded an operating loss after income tax of \$420,482 (31 December 2014: \$303,647) for the half year then ended.

The continuing viability of the Group and its ability to continue on a going concern basis and meet its debts and commitments as they fall due is dependent upon Niuminco Group Limited accruing its monthly management fee if there is insufficient cash held by the Group for it to be drawn, and securing additional funding from Niuminco Group Limited. These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Group to continue as a going concern.

The Directors believe it is appropriate to prepare these accounts on a going concern basis because:

- The major shareholder, Numinco Group Limited has resolved that they will not call for repayment of the loan of \$615,484 which is payable to them as at 31 December 2015 for the next twelve months from the date of this half year financial report.
- Numinco Group Limited intends to provide additional funding if required.
- The directors have prepared a cash flow forecast, which indicates that the Group will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this half year financial report.
- Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate.

TNT MINES LIMITED

31 DECEMBER 2015

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2015 (continued)

Going Concern (cont'd)

In the event the above matters are not achieved, the Group will be required to raise funds for working capital from equity sources or from the sale of part or some of its exploration assets.

Should the Group be unable to continue as a going concern which is not contemplated in the forecast prepared by the directors, it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Group be unable to continue as a going concern and meet its debts as and when they fall due.

NOTE 2: SEGMENT INFORMATION

(a) Industry and geographical segment

The Group has identified one reportable segment based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The board reviews financial information on the same basis as presented in the financial statements and has therefore determined the operating segment on this basis.

NOTE 3: LOAN FROM NIUMINCO GROUP LIMITED

At the date of this report, Niuminco has advanced \$615,484 comprising cash and accrued management fees to the Group. Niuminco has agreed not to demand repayment of this loan within the next 12 months, and is not charging any interest on the outstanding monies.

NOTE 4: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

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

NOTE 5: FINANCIAL INSTRUMENTS

The Group's financial instruments consist of trade and other receivable and trade and other payables. These financial instruments are measured at amortised cost, less any provision for non-recovery. The carrying amount of the financial assets and liabilities approximate their fair value.

NOTE 6: SUBSEQUENT EVENTS

Exploration Licence EL63/2004 was relinquished with effect from 7 February, 2016. The capitalised expenditure on this tenement has been impaired as of 31 December, 2015.

On 11 March, 2016, Mineral Resources Tasmania agreed to grant an extension of term of Exploration Licence EL27/2004 at Rossarden-Royal George through to 26 November, 2016.

Other than stated above no matter or circumstance has arisen since 31 December, 2015, which has significantly affected, or may significantly affect the operations of the group, the result of those operations, or the state of affairs of the group in subsequent financial years.

TNT MINES LIMITED

31 DECEMBER 2015

DIRECTORS' DECLARATION

In the directors' opinion:

1. the financial statements and notes set out on pages 5 to 10 are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standards AASB 134: Interim Reporting and the Corporations Regulations 2001; and
 - (b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and
2. there are reasonable grounds to believe that TNT Mines Limited will be able to pay its debts as and when they become due and payable.

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

A handwritten signature in blue ink, appearing to read 'Tracey Lake', is written on a light yellow rectangular background.

Tracey Lake
Managing Director

Sydney, 15 March, 2016

Independent Auditor's Review Report

To the Members of TNT Mines Limited

We have reviewed the accompanying half-year financial report of TNT Mines Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2015, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration of the Consolidated Entity, comprising the Company and the entities it controlled 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 control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and 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 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 2015 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 the Consolidated Entity, 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.

Independent Auditor's Review Report

To the Members of TNT Mines Limited (Continued)



Independence

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

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of TNT Mines Limited and Controlled Entities 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 2015 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

Emphasis of Matter

Without qualifying our conclusion, we draw attention to Note 1 in the financial report which indicates that the Company incurred a net loss of \$420,482 during the half-year ended 31 December 2015. This condition, along with other matters as set forth in note 1, indicate the existence of a material uncertainty which may cast significant doubt about the ability of the Company to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the half-year financial report.

A handwritten signature in blue ink that reads "Bentleys".

BENTLEYS
Chartered Accountants

A handwritten signature in blue ink that reads "Mark Delaurentis".

MARK DELAURENTIS CA
Director

Dated at Perth this 15th day of March 2016