

APPENDIX 4D



FOR THE HALF YEAR ENDED 31 DECEMBER 2012

01

Highlights

- **Half year net profit after tax attributable to members up by 86% to \$96m.**
- **Increased gold production of 222,943 ounces for half year (up 20%) at a cash cost of \$787/oz.**
- **Total market value of group cash, bullion and investments was \$108m at 31 December 2012.**
- **First dividend in 15 years paid to shareholders in Nov 2012 – dividend of 5 cents per share.**
- **All production unhedged providing strong leverage to gold price.**
- **Strategic investment made in Noble Mineral Resources Limited.**
- **FY13 gold production guidance maintained at 415,000 ounces.**
- **Strong operating cash flows to fund identified expansion pipeline and shareholder returns.**

Financial results

- Revenue from gold sales for the half year to 31 December 2012 (1H 2013) increased by 14% to \$334.1m (1H 2012: \$293.0m).
- The average cash price received on the 205,892 ounces of gold sold during the half year was \$1,619/oz (1H 2012: \$1,636/oz).
- The average cash cost per ounce of gold produced for the period was \$787/oz (1H 2012: \$741/oz).
- Net profit after tax attributable to members increased by 86% to \$96.1m (1H 2012: \$51.6m). This result includes a \$12.6m unrealised foreign currency gain on intercompany balances with subsidiaries.
- Net operating cash inflows for the half year (which include exploration expenditure) were \$87.9m (1H 2012: \$79.1m).
- Net investing cash outflows of \$87.2m (1H 2012: \$21.5m) include \$64.6m spent on development activities and plant and equipment, and a further \$14.4m advanced to Noble Mineral Resources Limited ("Noble") as a short term loan.
- Net financing outflows of \$37.9m (1H 2012: \$12.5m) include a \$31.5m dividend payment.

Operations

- The Group gold production for the half year was 222,943 ounces (1H 2012: 185,072oz) at an average cash cost of \$787/oz (1H 2012: \$741/oz).
- Syama gold mine in Mali, Africa, produced 91,460 ounces (1H 2012: 61,100oz) of gold, representing a 50% increase in gold production compared to the prior period, at a cash cost of \$831/oz (or US\$863/oz) (1H 2012: \$809/oz or US\$837/oz).
- Ravenswood gold mine in Queensland, Australia, produced 69,071 ounces (1H 2012: 66,151oz) of gold at a cash cost of \$785/oz (1H 2012: \$776/oz).
- Golden Pride gold mine in Tanzania, Africa, produced 62,412 ounces (1H 2012: 57,821oz) of gold at a cash cost of \$727/oz (or US\$755/oz) (1H 2012: \$629/oz or US\$654/oz).

Development

Mali

- Works on the Syama Expansion Project including construction of a new oxide plant, sulphide infrastructure and grid power connection continued on schedule. Project expenditure to date at 31 December 2012 was US\$34.8m.
- The tender process to select contractors for the construction of the Sikasso to Syama transmission line and substations has been completed and preferred parties notified.
- Syama mine life extended to over 15 years with proved and probable reserves of 3.64Moz, and excellent future underground potential.
- Very encouraging drill results were received from reverse circulation and diamond drill programs undertaken at Syama. Best results from infill resource drilling within the expanded pit design included 38m @ 4.91g/t Au from 126m, 57m @ 3.85g/t Au from 70m, 91m @ 3.48g/t Au from 54m, 88m @ 4.15g/t Au from 51m and 47m @ 3.96g/t Au from 35m.

Queensland

- Infill and extension diamond drilling continued at the Sarsfield gold deposit at Ravenswood.
- Multiple significant intercepts were obtained from resource drilling within the southern portion of the Sarsfield expanded pit design. High grade results included 12m @ 9.43g/t Au from 358m, 7m @ 17.09g/t Au from 232m and 7m @ 9.94g/t Au from 308m. The results will be used to revise the pit optimisation for the Sarsfield expansion project.
- The Company is continuing with additional studies to improve the Sarsfield project economics, in particular to reduce operating costs and capital demands and improve the project's overall return.
- A deep drilling program assessing mineralisation below 600RL continued at Mt Wright. Drilling data has recently been compiled and validated to develop a preliminary model for evaluation. The model is being reviewed to determine the viability for extending the life of mine plan.

Exploration

Exploration drilling was carried out in Mali, Tanzania and Queensland, while target definition work continued in Cote d'Ivoire.

Tanzania

- Reverse circulation and diamond drilling continued on the Voyager, Vasse, Leeuwin and Cullen gold deposits to both increase the current resources and to upgrade the resource classification from inferred to indicated. Best results from Cullen included 14m @ 2.39g/t Au from 74m and 18m @ 2.30g/t Au from 56m.
- Reverse circulation drilling was also carried out on the Mwaguguli prospect located in the GP West JV with African Barrick. Excellent results included 27m @ 2.48g/t Au from 27m, 16m @ 7.87g/t Au from 24m, 7m @ 9.17g/t Au from 13m and 32m @ 2.86g/t Au from 32m.

Mali

- Reverse circulation drilling was carried out at Paysans and Cashew and air core drilling was undertaken at Tembelini, Alpha West and N'Golopene. At Paysans, results of the reverse circulation drilling were encouraging with the best results including 10m @ 1.88g/t Au from 13m and 8m @ 2.16g/t Au from 126m. Results from Cashew were also encouraging with best intervals including 9m @ 7.50g/t Au from 21m and 11m @ 1.98g/t Au from 99m.

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Cote d'Ivoire

- After a long delay the Ministry of Mines has commenced granting mining titles. The Toumodi Research Permit was granted to Resolute for a period of 3 years.

Corporate

- The market value of group cash, bullion and liquid investments at the end of the period was \$108m (30 June 2012: \$139m) comprising \$16.3m in cash, gold bullion held in metal accounts with a market value of \$40.3m and liquid investments of \$51.4m.
- \$9.3m was utilised pursuant to an on-market Share Buyback Program.
- The final dividend of \$31.5m that was declared for the year ended 30 June 2012 was paid on 16 November 2012.
- In November 2012, Resolute acquired 19.99% of Noble shares on issue for consideration of 10,924,933 fully paid Resolute ordinary shares at a total cost of \$20.6m. In addition, Noble accepted a Financing Offer from Resolute which will provide \$85.0m of underwritten funding that will be utilised by Noble towards repaying its debts and further development of Noble's Bibiani Gold Project in Ghana.
- An interim loan of US\$15.0m was advanced by Resolute to Noble in November and is to be repaid from the proceeds of the underwritten convertible note entitlement issue to Noble shareholders.

Outlook**Operations**

- The Company's production guidance of 415,000 ounces at a cash cost of approximately \$830 per ounce for FY2013 remains unchanged.
- Further progress is expected at the flagship Syama operation in Mali. Plant throughput and head grades are expected to improve in the second half, resulting in another lift in Syama's gold production.
- Production rates at Ravenswood will be maintained in the second half with gold production expected to be slightly lower due to lower grade.
- Mining at Golden Pride, Tanzania finished in January 2013 as it approaches end of mine life. Gold production is expected to continue until June 2013 from the processing of the remaining low grade ore stockpiles. Significantly lower gold production is expected in the second half as the operation moves towards closure.

Development and Exploration

- Resolute will continue to advance works on the Syama Expansion Project with a target completion date of mid calendar 2014. The total projected expenditure for this project (including the grid power connection) remains at US\$266m.
- Work is also expected to commence on installation of the grid power connection at Syama which will deliver significant cost savings and other operational benefits when completed.
- At Ravenswood in Queensland, further optimisation work will be undertaken on the potential redevelopment of the Sarsfield open cut pit. Various regulatory approvals for this project will be pursued and recent drilling results will be incorporated into an updated geological model as part of additional studies to improve the Sarsfield project economics.
- Exploration will continue around the World Class Gold Province at Syama in Mali, the Golden Valley, Mt Success and Mt Douglas breccia complexes at Ravenswood and at the Nyakafuru project in Tanzania. The total Group exploration budget for the year is \$22.8m.

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Corporate

- Resolute intends to fund its subscription obligation as underwriter to the Noble convertible note issue by using a combination of existing cash reserves, gold bullion on hand and debt.
- As part of active capital management and in order to maintain operating liquidity, a new US\$50.0m revolving, secured loan facility is currently being finalised. Credit committee approval has been received for this new 3 year facility, and drawdown on the facility is subject to finalisation of the loan documentation and satisfying conditions precedent.
- The on market Share Buyback Program will also continue as part of the Company's capital management initiatives.
- Positive cash generation from operations is expected to enable a conservative balance sheet to be maintained. This provides a strong base for an active but disciplined examination of new growth opportunities balanced against consideration of shareholder returns.



P.R. SULLIVAN

Chief Executive Officer

22 February 2013

About Resolute:

Resolute is an unhedged gold miner with three operating mines in Africa and Australia. The Company is the second largest gold producer by volume listed on the ASX. Resolute is targeting an increase in production from its flagship Syama project in Mali to 270,000oz of gold a year following an approved expansion. At its Ravenswood mine in Queensland Resolute is investigating a number of opportunities to add value by increasing gold production and lowering operating costs. The Company controls an extensive footprint along the highly prospective Syama Shear and Greenstone Belts in Mali and Cote d'Ivoire. Resolute has also identified a number of highly promising exploration targets at its Ravenswood operations and holds a number of exploration projects in Tanzania surrounding its Golden Pride mine.

The information in this report that relates to the Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr Richard Bray who is a Registered Professional Geologist with the Australian Institute of Geoscientists and Mr Iain Wearing, a member of The Australian Institute of Mining and Metallurgy. Mr Richard Bray and Mr Iain Wearing both have more than 5 years' experience relevant to the styles of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person, as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Richard Bray and Mr Iain Wearing are full time employees of Resolute Mining Limited Group and have consented to the inclusion of the matters in this report based on their information in the form and context in which it appears.

Resolute Mining Limited

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www.rml.com.au

A proven gold producer

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APPENDIX 4D

FOR THE SIX MONTHS ENDED 31 DECEMBER 2012



REPORTING PERIOD

The reporting period is for the half year ended 31 December 2012 with the corresponding reporting period being for the half year ended 31 December 2011.

RESULTS FOR ANNOUNCEMENT TO THE MARKET

				A\$'000
Results				
Revenue from gold sales	up	14%	to	334,080
Profit before tax attributable to members of the parent	up	81%	to	119,767
Net profit after tax attributable to members of the parent	up	86%	to	96,108

Dividends	Amount per security	Franked amount per security
Final dividend	n/a	n/a
Interim dividend - no interim dividend is proposed	n/a	n/a
Record date for determining entitlements to the dividend	n/a	

This half year report should be read in conjunction with the most recent annual financial report.

Resolute Mining Limited
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HALF YEAR REPORT

FOR THE SIX MONTHS ENDED 31 DECEMBER 2012



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Mining Limited

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RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

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RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CORPORATE DIRECTORY

Directors

Chairman – PE Huston
Chief Executive Officer – PR Sullivan
Non-Executive Director – TC Ford
Non-Executive Director – HTS Price

Secretary

GW Fitzgerald

Registered Office and Business Address

4th Floor, The BGC Centre
28 The Esplanade
Perth, Western Australia 6000

Postal

PO Box 7232 Cloisters Square
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Email: contact@rml.com.au

ABN 39 097 088 689

Website

RML maintains a website where all major
announcements to the ASX are available

www.rml.com.au

Share Registry

Security Transfer Registrars Pty Ltd

770 Canning Highway

Applecross, Western Australia 6153

Telephone: + 61 8 9315 2333

Facsimile: + 61 8 9315 2233

Email: registrar@securitytransfer.com.au

Home Exchange

Australian Securities Exchange Limited

Exchange Plaza

2 The Esplanade

Perth, Western Australia 6000

Quoted on the official lists of the
Australian Securities Exchange
ASX Ordinary Share Code: "RSG"

Securities on Issue (31/12/2012)

Ordinary Shares	643,094,224
Unlisted Options	4,903,065
Performance Rights	1,586,978

Legal Advisor

Hardy Bowen
Level 1, 28 Ord Street
West Perth, Western Australia 6005

Auditor

Ernst & Young
Ernst & Young Building
11 Mounts Bay Rd
Perth, Western Australia 6000

Bankers

Barclays Bank Plc
Level 24
400 George Street
Sydney, New South Wales 2000

Investec Bank (Australia) Limited

Level 23, Chifley Tower

2 Chifley Square

Sydney, NSW 2000

Citibank Limited

Level 23, Citigroup Centre

2 Park Street

Sydney, New South Wales 2000

Shareholders wishing to receive copies of Resolute
Mining Limited ASX announcements by e-mail
should register their interest by contacting the
Company at contact@rml.com.au

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

DIRECTORS' REPORT

Your directors present their half year report on the consolidated entity (referred to hereafter as the "Group") consisting of Resolute Mining Limited and the entities it controlled at the end of or during the half year ended 31 December 2012.

CORPORATE INFORMATION

Resolute Mining Limited ("RML" or "the Company") is a company limited by shares that is incorporated and domiciled in Australia.

DIRECTORS

The names of the Company's directors in office during the half year and until the date of this report are as follows. Directors were in office for this entire period.

PE Huston (Chairman)
PR Sullivan (Chief Executive Officer)
TC Ford (Non-Executive Director)
HTS Price (Non-Executive Director)

COMPANY SECRETARY

GW Fitzgerald

REVIEW OF OPERATIONS

Production

The Group gold production for the half year was 222,943 ounces (2011 half year: 185,072) at an average cash cost¹ of \$787/oz (2011: \$741/oz).

Golden Pride Mine

Golden Pride gold mine in Tanzania, Africa, produced 62,412 ounces (2011 half year: 57,821) of gold at a cash cost¹ of \$727/oz (or US\$755/oz) (2011 half year: \$629/oz or US\$654/oz).

Ravenswood Gold Mine

Ravenswood gold mine in Queensland, Australia, produced 69,071 ounces (2011 half year: 66,151) of gold at a cash cost¹ of \$785/oz (2011 half year: \$776/oz).

Syama Gold Mine

Syama gold mine in Mali, Africa, produced 91,460 ounces (2011 half year: 61,100) of gold at a cash cost¹ of \$831/oz (or US\$863/oz) (2011 half year: \$809/oz or US\$837/oz).

¹ – Cash cost per ounce of gold produced is calculated as costs of production relating to gold sales excluding gold in circuit inventory movements divided by gold ounces produced. This measure is included to assist investors to better understand the performance of the business. Cash cost per ounce of gold produced is non-International Financial Reporting Standards financial information and where included in this Director's Report has not been subject to review by the Group's external auditors.

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

DIRECTORS' REPORT (continued)

Development

Mali

- Works on the Syama Expansion Project including construction of a new oxide plant, sulphide infrastructure and grid power connection continued on schedule. Project expenditure to date at 31 December 2012 was US\$34.820m.
- The tender process to select contractors for the construction of the Sikasso to Syama transmission line and substations has been completed and preferred parties notified.
- Syama mine life extended to over 15 years with proved and probable reserves of 3.64Moz, and excellent future underground potential.
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RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

DIRECTORS' REPORT (continued)

Cote D'Ivoire

- After a long delay the Ministry of Mines has commenced granting mining titles. The Toumodi Research Permit was granted to Resolute for a period of 3 years.

Corporate

- The market value of group cash, bullion and liquid investments at the end of the period was \$108.061m (30 June 2012: \$139.429) comprising of \$16.310m in cash, gold bullion held in metal accounts with a market value of \$40.327m and liquid investments of \$51.424m.
- \$9.312m was utilised pursuant to an on-market Share Buyback Program.
- The final dividend of \$31.527m that was declared for the year ended 30 June 2012 was paid on 16 November 2012
- In November 2012, Resolute acquired 19.99% of Noble Mineral Resources Limited ("Noble") shares on issue for consideration of 10,924,933 fully paid Resolute ordinary shares at a total cost of \$20.648m. In addition, Noble accepted a Financing Offer from Resolute which will provide \$85.000m of underwritten funding that will be utilised by Noble towards repaying its debts and further development of Noble's Bibiani Gold Project.
- An interim loan of US\$15.000m was advanced by Resolute to Noble in November and is to be repaid from the proceeds of the underwritten convertible note entitlement issue to Noble shareholders.

RESULTS

Revenue from gold sales increased by 14% to \$334.080m (2011 half year: \$293.017m) for the six month period.

Net profit after tax increased by 107% to \$102.157m (2011 half year: \$49.265m profit) and includes a \$12.588m unrealised foreign exchange gain (2011 half year: \$28.657m loss) on intercompany balances between entities in the group.

SIGNIFICANT EVENTS AFTER BALANCE DATE

No significant events have occurred since balance date on 31 December 2012 and the date of this Directors' Report.

AUDITOR'S INDEPENDENCE

Refer to page 12 for a copy of the Auditor's Independence Declaration to the Directors of Resolute Mining Limited.

ROUNDING

RML is a Company of the kind specified in Australian Securities and Investments Commission Class Order 98/0100. In accordance with that class order, amounts in the financial report and the Directors' Report have been rounded to the nearest thousand dollars unless specifically stated to be otherwise.

Signed in accordance with a resolution of the directors.



PR Sullivan
Director
Perth, Western Australia
21 February 2013

Auditor's Independence Declaration to the Directors of Resolute Mining Limited

In relation to our review of the financial report of Resolute Mining Limited for the half-year ended 31 December 2012, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.



Ernst & Young



P McIver
Partner
Perth
21 February 2013

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RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	For the half year ended 31-Dec-12	For the half year ended 31-Dec-11
		\$'000	\$'000
Continuing Operations			
Revenue from gold sales	4(a)	334,080	293,017
Costs of production relating to gold sales	4(b)	<u>(157,333)</u>	<u>(126,198)</u>
Gross profit before depreciation, amortisation and other operating costs		176,747	166,819
Depreciation and amortisation relating to gold sales	4(c)	(29,733)	(34,491)
Other operating costs relating to gold sales	4(d)	(19,892)	(16,788)
Gross profit		<u>127,122</u>	<u>115,540</u>
Other revenue	4(e)	739	264
Other income	4(f)	3,002	70
Exploration expenditure		(8,661)	(6,127)
Share of associates' losses		(1,319)	(589)
Administration and other expenses	4(g)	(4,009)	(7,295)
Treasury - realised gains	4(h)	136	981
Treasury - unrealised gains/(losses)	4(i)	<u>11,063</u>	<u>(29,803)</u>
Profit before interest and tax		128,073	73,041
Finance costs	4(j)	<u>(1,506)</u>	<u>(9,340)</u>
Profit before tax		126,567	63,701
Tax expense		(24,410)	(14,436)
Profit for the half year		<u>102,157</u>	<u>49,265</u>
Profit/(loss) attributable to:			
Members of the parent		96,108	51,562
Non-controlling interest		<u>6,049</u>	<u>(2,297)</u>
		<u>102,157</u>	<u>49,265</u>

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (continued)

	For the half year ended 31-Dec-12	For the half year ended 31-Dec-11
	\$'000	\$'000
Profit for the half year (brought forward)	<u>102,157</u>	<u>49,265</u>
Other comprehensive (loss)/income		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Exchange differences on translation of foreign operations:		
- Members of the parent	(2,629)	13,169
- Non-controlling interest	(278)	1,740
Changes in the fair value of available for sale financial assets, net of tax	(21,206)	(229)
Other comprehensive (loss)/income for the half year, net of tax	<u>(24,113)</u>	<u>14,680</u>
Total comprehensive income for the half year	<u><u>78,044</u></u>	<u><u>63,945</u></u>
Total comprehensive income/(loss) attributable to:		
Members of the parent	72,273	64,502
Non-controlling interest	5,771	(557)
	<u><u>78,044</u></u>	<u><u>63,945</u></u>
Earnings per share for net profit attributable to the ordinary equity holders of the parent:		
Basic earnings per share	15.16	10.89
Diluted earnings per share	15.14	8.03

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	As at 31-Dec-12 \$'000	As at 30-Jun-12 \$'000
Current assets			
Cash		16,310	48,404
Other financial assets - restricted cash		-	42,267
Receivables - other	6	22,161	5,957
Inventories		184,738	141,901
Available for sale financial assets		33,737	374
Financial derivative assets		-	2,364
Tax receivable		-	621
Other		6,301	4,567
Total current assets		263,247	246,455
Non current assets			
Receivables		1,402	2,143
Exploration and evaluation expenditure		11,032	9,522
Development expenditure		250,767	208,543
Property, plant and equipment		168,626	167,388
Deferred mining costs		25,463	28,229
Investment in associate	6	22,127	2,223
Total non current assets		479,417	418,048
Total assets		742,664	664,503
Current liabilities			
Payables		42,760	42,948
Interest bearing liabilities		13,621	7,878
Tax liabilities		10,314	-
Provisions		19,752	21,573
Total current liabilities		86,447	72,399
Non current liabilities			
Interest bearing liabilities		2,872	3,142
Provisions		49,260	45,483
Deferred tax liabilities		-	486
Total non current liabilities		52,132	49,111
Total liabilities		138,579	121,510
Net assets		604,085	542,993

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)

	Note	As at 31-Dec-12 \$'000	As at 30-Jun-12 \$'000
Equity attributable to equity holders of the parent			
Contributed equity	7	381,906	368,047
Reserves		(20,695)	2,424
Retained earnings		270,442	205,861
		<hr/>	<hr/>
Parent interest		631,653	576,332
		<hr/>	<hr/>
Non-controlling interest		(27,568)	(33,339)
		<hr/>	<hr/>
Total equity		604,085	542,993
		<hr/> <hr/>	<hr/> <hr/>

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

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Contributed equity \$'000	Net unrealised gain/(loss) reserve \$'000	Share options equity reserve \$'000	Employee equity benefits reserve \$'000	Foreign currency translation reserve \$'000	Retained earnings \$'000	Non-controlling interest \$'000	Total \$'000
At 1 July 2012	368,047	(252)	5,987	4,626	(7,937)	205,861	(33,339)	542,993
Profit for the period	-	-	-	-	-	96,108	6,049	102,157
Other comprehensive loss, net of tax	-	(21,206)	-	-	(2,629)	-	(278)	(24,113)
Total comprehensive (loss)/income for the period, net of tax	-	(21,206)	-	-	(2,629)	96,108	5,771	78,044
Transactions with owners								
Shares issued	23,208	-	-	-	-	-	-	23,208
Share issue costs	(37)	-	-	-	-	-	-	(37)
Share buy-backs	(9,312)	-	-	-	-	-	-	(9,312)
Dividend paid	-	-	-	-	-	(31,527)	-	(31,527)
Share-based payments to employees	-	-	-	716	-	-	-	716
At 31 December 2012	381,906	(21,458)	5,987	5,342	(10,566)	270,442	(27,568)	604,085

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)

	Contributed equity \$'000	Net unrealised gain/(loss) reserve \$'000	Convertible notes equity reserve \$'000	Share options equity reserve \$'000	Employee equity benefits reserve \$'000	Foreign currency translation reserve \$'000	Retained earnings \$'000	Non-controlling interest \$'000	Total \$'000
At 1 July 2011	287,125	112	13,764	5,987	3,236	(23,541)	100,758	(33,123)	354,318
Profit/(loss) for the period	-	-	-	-	-	-	51,562	(2,297)	49,265
Other comprehensive (loss)/income, net of tax	-	(229)	-	-	-	13,169	-	1,740	14,680
Total comprehensive (loss)/income for the period, net of tax	-	(229)	-	-	-	13,169	51,562	(557)	63,945
Transactions with owners									
Shares issued	110,759	-	-	-	-	-	-	-	110,759
Share issue costs	(36)	-	-	-	-	-	-	-	(36)
Equity portion of compound financial instruments, net of tax and transaction costs	-	-	(13,694)	-	-	-	-	-	(13,694)
Share-based payments to employees	-	-	-	-	543	-	-	-	543
At 31 December 2011	397,848	(117)	70	5,987	3,779	(10,372)	152,320	(33,680)	515,835

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

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

CONSOLIDATED CASH FLOW STATEMENT

	Note	Consolidated	
		For the half year ended 31-Dec-12 \$'000	For the half year ended 31-Dec-11 \$'000
Cash flows from operating activities			
Receipts from customers		334,080	286,811
Payments to suppliers, employees and others		(229,049)	(177,163)
Income tax paid		(8,488)	(18,147)
Exploration expenditure		(8,771)	(6,127)
Interest paid		(457)	(6,565)
Interest received		568	265
Net cash flows from operating activities		<u>87,883</u>	<u>79,074</u>
Cash flows from investing activities			
Payments for property, plant & equipment		(11,487)	(9,538)
Proceeds from sale of available for sale financial assets		6,309	-
Payments for acquisition of available for sale financial assets		(13,243)	-
Payments for other financial assets		(575)	-
Payments for development costs		(51,506)	(11,557)
Payments for evaluation costs		(1,604)	-
Loan to associate	6	(14,376)	-
Other		(686)	(372)
Net cash flows from investing activities		<u>(87,168)</u>	<u>(21,467)</u>
Cash flows from financing activities			
Dividends paid		(31,527)	-
Proceeds from issuing ordinary shares		2,562	30,536
Costs of issuing ordinary shares		(37)	(36)
Payments for share buy backs		(9,312)	-
Repayment of borrowings		-	(42,731)
Repayment of lease liability		(1,456)	(2,278)
Proceeds from finance facility		1,894	1,974
Net cash flows from financing activities		<u>(37,876)</u>	<u>(12,535)</u>
Net (decrease)/increase in cash and cash equivalents		(37,161)	45,072
Cash and cash equivalents at the beginning of the financial period		43,143	3,671
Exchange rate adjustment		33	135
Cash and cash equivalents at the end of the period		<u>6,015</u>	<u>48,878</u>
Cash and cash equivalents comprise the following:			
Cash		16,310	50,188
Bank overdraft		(10,295)	(1,310)
		<u>6,015</u>	<u>48,878</u>

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

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: CORPORATE INFORMATION

The financial report of Resolute Mining Limited and its controlled entities ("Resolute", the "Group" or "consolidated entity") for the half year ended 31 December 2012 was authorised for issue in accordance with a resolution of directors on 21 February 2013.

Resolute Mining Limited (the parent) is a for profit company limited by shares incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange.

The principal activities of entities within the consolidated entity during the half year were:

- Gold mining; and,
- prospecting and exploration for minerals.

There has been no significant change in the nature of those activities during the half year.

NOTE 2: BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This interim financial report for the half year ended 31 December 2012 has been 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 Group as the full financial report.

It is recommended that the half year financial report be read in conjunction with the Annual Report for the year ended 30 June 2012 and considered together with any public announcements made by Resolute Mining Limited during the half year ended 31 December 2012 in accordance with the continuous disclosure obligations of the Australian Securities Exchange listing rules.

The accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

Significant accounting judgements

The determination of reserves impacts the accounting for asset carrying values, depreciation and amortisation rates, deferred stripping costs and provisions for decommissioning and restoration. In line with the Group's usual practice as occurs twice yearly, the Group has applied the effects of updated life of mine modelling to this reporting period, effective from 1 July 2012.

New accounting standards and UIG interpretations

From 1 July 2012 the Group has adopted all new and revised Australian Accounting Standards and Interpretations mandatory for reporting periods beginning on or after 1 July 2012, including:

- *2010-8 Amendments to Australian Accounting Standards – Deferred Tax: Recovery of Underlying Assets [AASB 112]*

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2: BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

These amendments address the determination of deferred tax on investment property measured at fair value and introduce a rebuttable presumption that deferred tax on investment property measured at fair value should be determined on the basis that the carrying amount will be recoverable through sale. The amendments also incorporate SIC-21 Income Taxes – Recovery of Revalued Non-Depreciable Assets into AASB 112.

Impact: The amendments have not changed the way deferred tax on investment property is determined within the Group.

- *AASB 2011-3 Amendments to Australian Accounting Standards – Orderly Adoption of Changes to the Australian Bureau of Statistics Government Financial Statistics (“ABS GFS”) Manual and Related Amendments [AASB 1049]*

This Standard makes amendments including clarifying the definition of the ABS GFS Manual, facilitating the orderly adoption of changes to the ABS GFS Manual and related disclosures to AASB 1049.

Amendments to Australian Accounting Standards – Improvements to AASB 1049 can be found in AASB 2011-13.

Impact: The amendments have no impact on the Group.

- *AASB 2011-9 Amendments to Australian Accounting Standards – Presentation of Other Comprehensive Income [AASB 1, 5, 7, 101, 112, 120, 121, 132, 133, 134, 1039 & 1049]*

This Standard requires entities to group items presented in other comprehensive income on the basis of whether they might be reclassified subsequently to profit or loss and those that will not.

Impact: The amendments have resulted in other comprehensive income being classified based on whether they can subsequently be reclassified to the profit or loss, or not.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: OPERATING SEGMENTS

For the six months ended 31 December 2012

	RAVENSWOOD (AUSTRALIA) \$'000	GOLDEN PRIDE (TANZANIA) \$'000	SYAMA (MALI) \$'000	UNALLOCATED		TOTAL \$'000
				CORP/OTHER \$'000	TREASURY \$'000	
Revenue				(b)	(b)	
Gold sales at spot to external customers (a)	102,953	122,612	109,127	-	(612)	334,080
Total segment gold sales revenue	102,953	122,612	109,127	-	(612)	334,080
Cash costs	(54,206)	(45,351)	(75,985)	-	-	(175,542)
Depreciation and amortisation	(17,249)	(3,646)	(8,838)	-	-	(29,733)
Other operating costs	363	(15,547)	12,642	(1,225)	-	(3,767)
Other corporate/admin costs	(34)	-	-	(1,248)	-	(1,282)
Segment operating result before treasury, other income/(expenses) and tax	31,827	58,068	36,946	(2,473)	(612)	123,756
Other income	-	-	-	3,002	739	3,741
Exploration expenditure	(3,062)	(2,907)	(2,006)	(686)	-	(8,661)
Finance costs	-	-	-	-	(1,506)	(1,506)
Other	-	-	-	(1,962)	-	(1,962)
Segment operating result before treasury and tax	28,765	55,161	34,940	(2,119)	(1,379)	115,368
Treasury - realised losses	-	-	-	-	136	136
Treasury - unrealised gains	-	-	-	-	11,063	11,063
Tax expense	-	(18,939)	(3,755)	(1,716)	-	(24,410)
Profit/(loss) for the period	28,765	36,222	31,185	(3,835)	9,820	102,157

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: OPERATING SEGMENTS (continued)

For the six months ended 31 December 2012	RAVENSWOOD (AUSTRALIA) \$'000	GOLDEN PRIDE (TANZANIA) \$'000	SYAMA (MALI) \$'000	UNALLOCATED		TOTAL \$'000
				CORP/OTHER \$'000	TREASURY \$'000	
Cash flow by segment, including receivables - gold bullion sales	25,887	39,892	(34,843)	(b) (75,433)	(b) (32,881)	(77,378)
Reconciliation of cash flow by segment to the cash flow statement:						
Movement in gold shipped but unsold and held in metal accounts						4,135
Mark to market movement in gold unsold						(1,201)
Prior period Other Financial Assets - Restricted Cash used to acquire Available For Sale Financial Assets						42,758
Movement in bank overdraft						(4,477)
Exchange rate adjustment						(998)
Movement in cash and cash equivalents per consolidated cash flow statement						<u>(37,161)</u>
Capital expenditure	17,934	1,214	46,530	113	-	65,791
Segment assets	141,853	60,917	445,453	94,439	2	742,664
Segment liabilities	41,063	36,282	50,629	4,405	6,200	138,579

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: OPERATING SEGMENTS (continued)

For the six months ended 31 December 2011

	RAVENSWOOD (AUSTRALIA) \$'000	GOLDEN PRIDE (TANZANIA) \$'000	SYAMA (MALI) \$'000	UNALLOCATED		TOTAL \$'000
				CORP/OTHER \$'000	TREASURY \$'000	
				(b)	(b)	
Revenue						
Gold sales at spot to external customers (a)	109,944	91,428	91,645	-	-	293,017
Total segment gold sales revenue	109,944	91,428	91,645	-	-	293,017
Cash costs	(51,314)	(36,377)	(49,411)	-	-	(137,102)
Depreciation and amortisation	(13,980)	(3,069)	(17,442)	-	-	(34,491)
Other operating costs	(6,702)	(2,140)	2,085	(478)	-	(7,235)
Other corporate/admin costs	(33)	-	-	(2,654)	-	(2,687)
Segment operating result before treasury, other income/(expenses) and tax	37,915	49,842	26,877	(3,132)	-	111,502
Other income	-	-	-	70	264	334
Exploration expenditure	(1,974)	(1,182)	(2,119)	(852)	-	(6,127)
Finance costs	-	-	-	-	(9,340)	(9,340)
Other	(150)	-	-	(3,696)	-	(3,846)
Segment operating result before treasury and tax	35,791	48,660	24,758	(7,610)	(9,076)	92,523
Treasury - gains on gold forward contracts closed out						
Treasury - realised losses	-	-	-	-	981	981
Treasury - unrealised losses	-	-	-	-	(29,803)	(29,803)
Tax (expense)/benefit	-	(14,592)	-	156	-	(14,436)
Profit/(loss) for the period	35,791	34,068	24,758	(7,454)	(37,898)	49,265

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: OPERATING SEGMENTS (continued)

For the six months ended 31 December 2011

	RAVENSWOOD (AUSTRALIA) \$'000	GOLDEN PRIDE (TANZANIA) \$'000	SYAMA (MALI) \$'000	UNALLOCATED		TOTAL \$'000
				CORP/OTHER \$'000	TREASURY \$'000	
Cash flow by segment, including receivables - gold bullion sales	27,761	27,613	16,577	(2,543)	(24,227)	45,181
Reconciliation of cash flow by segment to the cash flow statement:						
Movement in receivables - gold bullion sales						(6,206)
Movement in bank overdraft						6,232
Exchange rate adjustment						(135)
Movement in cash and cash equivalents per consolidated cash flow statement						<u>45,072</u>
Capital expenditure	13,588	161	7,263	83	-	21,095
Segment assets	139,367	72,862	366,216	46,251	-	624,696
Segment liabilities	34,398	24,940	32,631	7,470	9,422	108,861

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: OPERATING SEGMENTS (continued)

- (a) Revenue from external sales for each reportable segment is derived from several customers.
(b) This information does not represent an operating segment as defined by AASB 8, however this information is analysed in this format by the Chief Operating Decision Maker, and forms part of the reconciliation of the results and positions of the operating segments to the financial statements.

NOTE 4: PROFIT FROM CONTINUING OPERATIONS

	Consolidated	
	For the half year ended 31-Dec-12 \$'000	For the half year ended 31-Dec-11 \$'000
(a) Revenue from gold sales		
Gold sales	334,080	293,017
(b) Costs of production relating to gold sales		
Costs of production (excluding gold in circuit inventories movement)	175,542	137,102
Gold in circuit inventories movement	(18,209)	(10,904)
	<u>157,333</u>	<u>126,198</u>
(c) Depreciation and amortisation relating to gold sales		
Amortisation of evaluation, development and rehabilitation costs	15,766	14,891
Depreciation of mine site properties, plant and equipment	13,967	19,600
	<u>29,733</u>	<u>34,491</u>
(d) Other operating costs relating to gold sales		
Royalty expense	17,268	14,178
Operational support costs	2,624	2,610
	<u>19,892</u>	<u>16,788</u>

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 4: PROFIT FROM CONTINUING OPERATIONS (continued)

		Consolidated	
		For the half year ended 31-Dec-12 \$'000	For the half year ended 31-Dec-11 \$'000
(e)	Other revenue		
	Interest income - other persons/corporations	739	264
		739	264
(f)	Other income		
	Profit on sale of non operating mine sites	1,178	-
	Profit on sale of shares	1,775	-
	Other	49	70
		3,002	70
(g)	Administration and other expenses		
	Other management and administration expenses	1,824	2,470
	Non mine site insurance costs	169	345
	Operating lease expenses	446	444
	Share based payments expense	716	543
	Rehabilitation provision adjustment from non operating mine sites	61	29
	Depreciation of non mine site assets	52	116
		3,268	3,947
	Loss on sale of property, plant and equipment	-	150
	Impairment of investment in associate	-	1,584
	Impairment of accounts receivable	533	1,114
	Other	208	500
		741	3,348
		4,009	7,295
(h)	Treasury - realised gains/(losses)		
	Realised loss on gold put options	-	(2,219)
	Realised foreign exchange gain	136	3,200
		136	981

RESOLUTE MINING LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

NOTE 4: PROFIT FROM CONTINUING OPERATIONS (continued)

	Consolidated	
	For the half year ended 31-Dec-12 \$'000	For the half year ended 31-Dec-11 \$'000
(i) Treasury - unrealised gains/(losses)		
Unrealised gain on gold put options	-	2,213
Unrealised loss on financial derivative assets	(2,364)	-
Unrealised foreign exchange gain/(loss)	839	(3,359)
Unrealised foreign exchange gain/(loss) on intercompany balances (i)	12,588	(28,657)
	<u>11,063</u>	<u>(29,803)</u>
(i) Due to an accounting standard requirement the unrealised foreign exchange gains and losses on intercompany balances between entities in the Group are taken directly to the Group's profit or loss.		
(j) Finance costs		
Interest and fees paid/payable to other entities	835	8,559
Rehabilitation provision discount adjustment	671	781
	<u>1,506</u>	<u>9,340</u>

NOTE 5: DIVIDENDS

The final dividend of \$31.527m that was declared for the year ended 30 June 2012 was paid on 16 November 2012.

NOTE 6: INVESTMENT IN ASSOCIATES

(a) Investment details

Listed

Viking Ashanti Limited	2,635	2,223
Noble Mineral Resources Limited	19,492	-
	<u>22,127</u>	<u>2,223</u>

RESOLUTE MINING LIMITED
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For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6: INVESTMENT IN ASSOCIATES (continued)

In November 2012, Resolute acquired 19.99% of Noble Mineral Resources Limited ("Noble") shares on issue for consideration of 10,924,933 fully paid Resolute ordinary shares at a total cost of \$20.648m. Since the acquisition, Resolute has recognised a \$1.156m decrement, being Resolute's share of Noble's losses for the period. This has resulted in the investment's carrying value of \$19.492m as at 31 December 2012. In addition, Noble accepted a Financing Offer from Resolute to provide \$85.000m of funding that will be utilised by Noble towards:

- (i) Repayment of the existing Investec Project Loan Facility and the Resolute Unsecured Loan;
- (ii) repayment of existing unsecured creditors, including tax liabilities;
- (iii) development activities at the Bibiani Project and working capital; and
- (iv) costs associated with the Offers.

The Financing Offer includes the following key components:

- (i) The provision by Resolute of a US\$15.000m unsecured short-term loan facility to Noble (which was provided in November 2012 and has been recorded in Resolute's balance sheet as Receivables – Other at period end);
- (ii) pursuant to an Underwriting Agreement between Resolute and Noble executed on 23 January 2013, a commitment by Resolute to fully underwrite the issue by Noble of listed convertible notes via a 1-for-1 pro-rata non-renounceable entitlement offer to all Noble shareholders, with a conversion price of A\$0.12 per Noble share, to raise approximately \$79.968m (based on the current ordinary shares on issue); and
- (iii) the placement of sufficient additional listed convertible notes to Resolute on the same terms as the entitlement offer to increase total funds raised under the convertible notes to \$85.000m. Based on the current number of ordinary shares on issue, the placement would raise \$5.032m.

Depending on the take up by Noble shareholders of their entitlement to one convertible note for every Noble share held and as a result of Resolute's underwriting of this capital raising, Resolute will be subscribing for Noble convertible notes with a face value of between \$20.786m (if 100% of Noble shareholders take up their entitlement) and \$85.000m (if 0% of Noble shareholders take up their entitlement). An unsecured short-term loan facility of US\$15.000m (or \$14.459m) plus accrued interest of approximately US\$0.352m (or \$0.339m) has already been advanced by Resolute to Noble. After deducting the \$14.798m of loan and interest, Resolute's future cash outflows relating to the Noble capital raising will range from \$5.988m to \$70.202m.

Resolute plans to fund the cost of subscribing for Noble convertible notes by using a combination of existing cash reserves, gold bullion on hand and/or drawing down on a new US\$50.000m revolving secured loan facility that is currently being finalised. Credit committee approval has been received for this new 3 year facility, and drawdown on the facility is subject to finalisation of the loan documentation and satisfying conditions precedent to draw down. In addition to this new facility, as at 31 December 2012, Resolute had the following liquid assets available to assist with the funding of this upcoming Noble underwriting obligation:

	\$'000
Cash	16,310
Market value of gold bullion on hand included in Inventories	40,327
Available for Sale Financial Assets – market value (31 December 2012)	33,737
Investments in Associates – market value (31 December 2012)	17,687
Total	<u>108,061</u>

RESOLUTE MINING LIMITED
HALF YEAR REPORT
For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6: INVESTMENT IN ASSOCIATES (continued)

The key dates for Noble's \$85.000m non-renounceable convertible note rights issue are:

- (i) Closing date: 22 February 2013
- (ii) Shortfall closing date: 1 March 2013
- (iii) Expected date of official quotation of convertible notes: 4 March 2013
- (iv) Maturity date: 1 March 2016

NOTE 7: CONTRIBUTED EQUITY

	Total Number	Number Quoted	\$'000
Ordinary securities			
As at 1 July 2012	634,428,623	634,428,623	368,047
<u>Changes during current period, net of issue costs</u>			
Increases through exercise of unlisted options	3,540,668	3,540,668	2,523
Decrease through on-market share buy backs	(5,800,000)	(5,800,000)	(9,312)
Increase through issue of shares as consideration for purchasing 19.99% of Noble Mineral Resources Limited	10,924,933	10,924,933	20,648
As at 31 December 2012	643,094,224	643,094,224	381,906

	Total Number	Number Quoted	Exercise Price	Expiry Date
Options on issue				
As at 31 December 2012	195,000	-	\$2.12	22/05/2013
	51,000	-	\$1.62	29/08/2013
	194,999	-	\$0.42	31/01/2014
	450,000	-	\$1.09	14/02/2015
	39,000	-	\$1.21	15/07/2015
	135,000	-	\$1.43	15/11/2015
	2,000,000	-	\$1.36	4/01/2016
	925,666	-	\$1.43	24/01/2016
	130,000	-	\$1.18	15/07/2016
	782,400	-	\$1.85	26/01/2017
	<u>4,903,065</u>	<u>-</u>	<u>\$1.42</u>	

	Total Number	Number Quoted	Exercise Price	Expiry Date
<u>Changes during current period</u>				
Exercise of unlisted options	(322,334)	-	\$0.42	31/01/2014
Exercise of unlisted options	(106,000)	-	\$1.09	14/02/2015
Exercise of unlisted options	(42,000)	-	\$1.21	15/07/2015
Exercise of unlisted options	(70,334)	-	\$1.43	24/01/2016
Exercise of unlisted options	(3,000,000)	-	\$0.72	24/10/2012

RESOLUTE MINING LIMITED
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For the six months ended 31 December 2012

NOTES TO THE FINANCIAL STATEMENTS

NOTE 8: CONTINGENT LIABILITIES

Except for the below mentioned changes to the contingent liability status, there have been no other changes to the contingent liabilities or contingent assets of the Group from those disclosed in the financial report for the year ended 30 June 2012.

New Assessment for Income Tax for the 2008 and 2009 Financial Years

In January 2013, the Tanzanian Revenue Authority ("TRA") issued Resolute (Tanzania) Limited ("RTL") with tax assessments in value of US\$10.509m (A\$10.129m) relating to income tax and interest allegedly owing from the 2007/08 and 2008/09 financial years. The assessments purport to deny/disallow deductions claimed in the past income tax returns. RTL and its advisor disagree with the TRA's interpretations in all aspects and have submitted a response to the TRA's assessment explaining why the amounts are not payable, and at the same time will request a waiver of the one third deposit ordinarily required to have an appeal against this assessment heard.

NOTE 9: EVENTS OCCURRING AFTER BALANCE DATE

No significant events have occurred since balance date on 31 December 2012 and the date of this Directors' Report.

RESOLUTE MINING LIMITED
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For the six months ended 31 December 2012

DIRECTORS' DECLARATION

In the opinion of the directors:

a) the financial statements and notes are in accordance with the *Corporations Act 2001*, including:

(i) complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001*; and

(ii) giving a true and fair view of the Group's financial position as at 31 December 2012 and of its performance, as required by Accounting Standards, for the half year ended on that date.

b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

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



P.R. Sullivan
Director

Perth, Western Australia
21 February 2013

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Independent review report to the members of Resolute Mining Ltd

To the members of Resolute Mining Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Resolute Mining Limited, which comprises the statement of financial position as at 31 December 2012, the statement of comprehensive income, statement of changes in equity and 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 of the consolidated entity comprising the company and the entities it controlled at the half-year 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 controls as the directors determine are 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 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 2012 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 Resolute Mining Limited and the entities it controlled during the half-year, 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

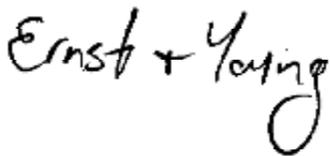
In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, [a copy of which is included in the Directors' Report]. We confirm that the Auditor's Independence Declaration would be in the same terms if given to the directors as at the time of this auditor's report.

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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 Resolute Mining 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 2012 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



Ernst & Young



P McIver
Partner
Perth
21 February 2013