

**ASAPLUS RESOURCES LIMITED**  
**ANNUAL REPORT 2013**  
**ERRATA**

**THE RELEVANT PARTS OF THE ANNUAL REPORT 2013 OF ASAPLUS RESOURCES LIMITED CONTAINED ERRORS, AND THEREFORE SHOULD BE DISREGARDED AND REPLACED IN ITS ENTIRETY WITH THE TEXT SET OUT IN THIS ERRATA:**

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**STATEMENT OF FINANCIAL POSITION**

Asaplus Resources Limited and its subsidiaries  
As at 31 March 2013

	Note	The Company 31.3.2013 \$	The Group 31.3.2013 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	5	1,603	2,179,984
Amount due from subsidiaries	6	3,211,516	-
Other receivables	7	742,816	758,086
		3,955,935	2,938,070
<b>Non-current Assets</b>			
Plant and equipment	8	-	95,044
Exploration and evaluation assets	9	-	672,432
Goodwill	10	-	9,988,661
Investment in subsidiaries	11	10,000,291	-
		10,000,291	10,756,137
<b>TOTAL ASSETS</b>		13,956,226	13,694,207
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Other payables	12	108,378	111,733
Amount due to a subsidiary	6	26,000	-
<b>TOTAL LIABILITIES (CURRENT)</b>		134,378	111,733
<b>NET ASSETS</b>		13,821,848	13,582,474
<b>EQUITY</b>			
Share capital	13	14,057,100	14,057,100
Loss for the financial period		(235,252)	(435,688)
Foreign currency translation reserve		-	(38,938)
<b>TOTAL EQUITY</b>		13,821,848	13,582,474

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**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

Asaplus Resources Limited and its subsidiaries

For the Financial Period from 24 April 2012 (Date of Incorporation) to 31 March 2013

	<b>Note</b>	<b>Period from 24.04.12 to 31.03.13 \$</b>
Revenue		-
Cost of Sales		-
Gross Profit		-
Other income	14	40,360
Administrative expenses		(476,048)
Loss before tax	15	(435,688)
Income tax expenses	17	-
Loss for the financial period attributable to members of the parent entity		(435,688)
Exchange differences on translation of foreign controlled entities		(38,938)
<b>Total Comprehensive Income / (Loss) for the financial period attributable to members of the parent entity</b>		<b>(474,626)</b>
<b>Loss per share</b>		
Basic loss per share (cents)	18	(0.63)
Diluted loss per share (cents)	18	(0.63)

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**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

Asaplus Resources Limited and its subsidiaries

For the Financial Period from 24 April 2012 (Date of Incorporation) to 31 March 2013

	<b>Note</b>	<b>Share capital \$</b>	<b>Loss for the period \$</b>	<b>Foreign currency translation reserve \$</b>	<b>Total equity \$</b>
At 24.04.2012 (Date of incorporation)		2			2
Issue of shares		14,564,998			14,564,998
Capital raising cost		(507,900)			(507,900)
Total comprehensive loss for the period			(435,688)	(38,938)	(474,626)
<b>Balance as at 31.03.2013</b>		<b>14,507,100</b>	<b>(435,688)</b>	<b>(38,938)</b>	<b>13,582,474</b>

**CONSOLIDATED STATEMENT OF CASH FLOWS**

Asaplus Resources Limited and its subsidiaries

For the Financial Period from 24 April 2012 (Date of Incorporation) to 31 March 2013

	Note	Period from 24.04.2012 to 31.03.2013 \$
<b>Cash flow from operating activities</b>		
Loss before taxation		(435,688)
Adjustment for:		
Depreciation of plant and equipment	8	7,725
Unrealised foreign exchange loss		(38,378)
Operating cash flow before movements in working capital		(466,341)
(Increase) in other receivables		(758,086)
Increase in other payables		111,733
Net cash used in operating activities		(1,112,694)
<b>Cash flow from investing activities</b>		
Exploration expenditure		(672,432)
Purchase of plant and equipment	8	(103,329)
Net cash inflow from acquisition of subsidiaries	10	11,339
Net cash used in investing activities		(764,422)
<b>Cash flow from financing activities</b>		
Proceeds from issuance of shares		4,565,000
Share raising costs		(507,900)
Net cash from financing activities		4,057,100
Net increase in cash and bank balances		2,179,984
Cash and cash equivalents at the beginning of the period		-
Cash and cash equivalents at the end of the period	5	2,179,984

**3. RESTRUCTURING EXERCISE**

The Group was formed through a restructuring exercise (the "Restructuring Exercise") to streamline and rationalise its corporate and shareholding structure in preparation for the listing of the Group on the Australian Securities Exchange. Pursuant to the Restructuring Exercise:

- (1) Yong Heng Investment Limited ("Yong Heng") incorporated Yinzhou Consulting Co., Limited ("Yinzhou") in China as a wholly-owned subsidiary with a paid up share capital of RMB100,000 on 18 June 2012;

- (2) Yinzhou acquired Datian Huixiang Investments Consulting Co., Limited (“DHIC”) at an acquisition cost of RMB100,000 which was paid in full in accordance with the terms of the agreement dated 26 June 2012. On completion of this agreement, DHIC became a wholly-owned subsidiary of Yinzhou, a wholly-owned subsidiary of Yong Heng.
- (3) DHIC acquired Datian Silverstone Mining Co., Limited (“DSM”) at an acquisition cost of RMB10,000 which was paid in full in accordance with the terms of the agreement dated 6 July 2012. On completion of this agreement, DSM became an indirect wholly-owned subsidiary of Yong Heng.
- (4) The Company acquired South Mongyol Mines Limited (“SMML”), which owns the entire share capital of Yong Heng, at an acquisition cost of A\$10,000,000 which was paid in full in accordance with the terms of the agreement dated 19 July 2012 as varied by a supplemental agreement dated 10 August 2012. On completion of this agreement, Yong Heng became an indirect wholly-owned subsidiary of the Company.
- (5) SMML transferred its 100% interest in the share capital of Yong Heng to the Company on 30 July 2012. On completion of this transfer, Yong Heng became a wholly-owned subsidiary of the Company.
- (6) The Company disposed its entire interest in SMML to Madam Emelinda Bosaito Consigo (an unrelated third party) for a consideration of US\$1,000 which was paid in full on completion of the disposal on 31 July 2012. On completion of this transfer, SMML cease to become a related company of the Company. The consideration equals the fair value of the net assets acquired by the Company, there is no gain or loss arising on the disposal of SMML.

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**10. GOODWILL**

As part of the Restructuring Exercised detailed in Note 3 above, the Company acquired the entire issued capital of Yong Heng for a total consideration of A\$10,000,000 satisfied in full by the issue of 45,000,000 shares in the Company’s issued and paid-up share capital. On completion of the Restructuring Exercise, Yong Heng became a wholly owned subsidiary of the Company.

	<b>At acquisition date</b>
	<b>\$</b>
Consideration <sup>(1)</sup>	10,000,291
Net assets at fair value of Yong Heng	(11,630)
	9,988,661

<sup>(1)</sup> The consideration for acquisition of Yong Heng and its subsidiaries is calculated as follows:

	<b>\$</b>
The cost of investment in SMML on 19 July 2012	10,000,000
Nominal HK\$10,000 consideration the Company paid for the transfer of the entire share capital of Yong Heng	1,229
Proceeds of sale of SMML to unrelated third party for US\$1,000	(938)
	10,000,291

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Net cash flow from the acquisition of Yong Heng and its subsidiaries is calculated as follows:

	\$
Consideration for the investment in Yong Heng and its subsidiaries	10,000,291
Consideration satisfied by issue of shares	(10,000,000)
Cash and cash at bank of Yong Heng and its subsidiaries	11,048
	11,339

#### 11. INVESTMENT IN SUBSIDIARIES

The cost of investment in Yong Heng Investment Limited ("Yong Heng"), the total cost of investment, should read as "10,000,291" instead of "10,000,000"

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#### 12. OTHER PAYABLES

	<b>The Company 2013</b>	<b>The Group 2013</b>
	<b>\$</b>	<b>\$</b>
Other payables – related parties*	31,048	33,792
Accruals	77,330	77,941
	108,378	111,733

\* Other payables due to related parties are non-trade in nature, unsecured, interest-free and repayable on demand

Other payables are denominated in the following currencies:

	<b>The Company 2013</b>	<b>The Group 2013</b>
	<b>\$</b>	<b>\$</b>
Australian Dollar	30,738	33,481
Chinese Renminbi	-	612
Singapore Dollar	77,640	77,640
	108,378	111,733

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#### 14. OTHER INCOME

	<b>The Group 2013</b>
	<b>\$</b>
Interest income	40,360

**15. LOSS BEFORE INCOME TAX**

	<b>The Group 2013 \$</b>
<hr/>	
Loss before tax has been arrived at after charging (crediting):	
Interest income	(40,360)
Provision for director's fee	77,990
Employee benefit expense	138,317
Initial listing fee and pro-rated annual listing fee	70,444
Depreciation of plant and equipment	7,725
	<hr/> <hr/>

**Page 36****17. INCOME TAX EXPENSE**

	<b>The Group 2013 \$</b>
<hr/>	
Current tax for the financial period	-
	<hr/> <hr/>

Provision for enterprise income tax of the subsidiaries operating in the PRC is made in accordance with the Income Tax Law of the PRC concerning Foreign Investment Enterprises and Foreign Enterprises and various local income tax laws.

Taxation has been provided at the appropriate tax rates prevailing in Singapore, Hong Kong and the PRC in which the Group operates on the estimated assessable profits for the financial period. These rates generally range from 16.50% to 30% for the reporting period.

The reconciliation of income tax expense applicable to the loss before income tax at the statutory income tax rates to the income tax expense for the reporting period is as follows:

	<b>The Group 2013 \$</b>
<hr/>	
Loss before income tax	(435,688)
Tax at applicable rate	(90,063)
Tax effect of non-taxable revenue	(10,010)
Tax effect of non-deductible expenses	100,073
Tax for the financial period	-
	<hr/> <hr/>

The Group has not commenced business and has not earned its first dollar of business receipt since the date of incorporation.

No deferred tax has been provided, as the Group did not have any significant temporary differences which gave rise to a deferred tax asset or liability at the reporting date.

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**18. LOSS PER SHARE**

The first portion of this section remains unchanged.

Loss figures are calculated as follows:

	<b>The Group 2013 \$</b>
Loss for the purpose of calculating basic and diluted loss per share	<u>(435,688)</u>

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**25. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Cont'd)**

**Liquidity risk (Cont'd )**

The table below analyses the maturity profile of the Company's and the Group's financial liabilities based on contractual undiscounted cash flows:

<b>The Group</b>	<b>Less than 1 year 2013 \$</b>	<b>Between 2-5 years 2013 \$</b>	<b>Over 5 years 2013 \$</b>	<b>Total 2013 \$</b>
Other payables	33,792	-	-	33,792
Accrued expenses	77,941	-	-	77,941
	<u>111,733</u>	<u>-</u>	<u>-</u>	<u>111,733</u>
<b>The Company</b>	<b>Less than 1 year 2013 \$</b>	<b>Between 2-5 years 2013 \$</b>	<b>Over 5 years 2013 \$</b>	<b>Total 2013 \$</b>
Other payables	31,048	-	-	31,048
Accrued expenses	77,330	-	-	77,330
Amount due to subsidiary	26,000	-	-	26,000
	<u>134,378</u>	<u>-</u>	<u>-</u>	<u>134,378</u>

The other portion of this section remains unchanged.

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## 25. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Cont'd)

## Interest rate risk (Cont'd )

The Group	Weighted average effective interest rate 2013	Fixed interest rate with average maturity within 3 months 2013 \$	Non-interest bearing 2013 \$	Total 2013 \$
<b>Financial Assets</b>				
Cash and cash equivalents	0.74%	916,200	1,263,784	2,179,984
Other receivables	-	-	758,086	758,086
		916,200	2,021,870	2,938,070
<b>Financial Liabilities</b>				
Other payables	-	-	111,733	111,733
		-	111,733	111,733

The other portion of this section remains unchanged.

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