ABM RESOURCES NL
AND CONTROLLED ENTITIES

ABN 58 009 127 020

INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2015

Contents

ABN 58 009 127 020   ACN 009 127 020

Directors	Dr Michael Etheridge (Chairman) Mr Darren Holden (Managing Director) (resigned 16 October 2015) Mr Graeme Sloan (resigned 30 September 2015) Mr Andrew Ferguson Dr Helen Garnett Mr Richard Procter
Chief Executive Officer	Mr Brett Lambert (appointed 16 October 2015)
Secretary	Ms Jutta Zimmermann
Auditors	BDO Audit (WA) Pty Ltd 38 Station Street SUBIACO WA 6008
Bankers	Australia and New Zealand Banking Group Limited Level 10, 77 St Georges Terrace PERTH WA 6000
Share Registry	Security Transfer Registrars Pty Ltd 770 Canning Highway APPLECROSS WA 6153 Telephone: +61 8 9315 2333
Solicitors	Ward Keller Northern Territory House Level 7, 22 Mitchell Street DARWIN NT 0800 Piper Alderman Level 16, 70 Franklin Street ADELAIDE SA 5000
Stock Exchange	Australian Securities Exchange Limited ASX Code: ABU
Registered Office	Level 1, 141 Broadway NEDLANDS WA 6009 Telephone: +61 8 9423 9777 Fax: +61 8 9423 9733
Principal Place of Business	1/1B Stokes Street ALICE SPRINGS NT 0870 Telephone: +61 8 9423 9760 Fax: + 61 8 9423 9759
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DIRECTORS' REPORT

The Directors of ABM Resources NL present their report on the consolidated entity (Group), consisting of ABM Resources NL and the entities it controlled at the end of, and during, the half-year ended 31 December 2015.

Directors

Dr Michael Etheridge	Non-Executive Chairman	
Mr Darren Holden	Managing Director	Resigned 16 October 2015
Mr Graeme Sloan	Non-Executive Director	Resigned 30 September 2015
Mr Andrew Ferguson	Non-Executive Director	
Dr Helen Garnett	Non-Executive Director	
Mr Richard Procter	Non-Executive Director	

The Directors have been appointed for the whole period unless otherwise disclosed.

Operating Results

The consolidated loss of the Group for the half-year ended 31 December 2015 after providing for income tax amounted to $22,605,222 (2014: loss of $5,843,951).

Review of Operations

Since the start of the 2015/2016 financial year:

- ABM exercised the sublease agreement with Tanami Gold NL for the Coyote Processing Plant for a 12 month period to mid-July 2016 and declared commercial production of the Old Pirate Mine.
- Released a new mine plan for the Old Pirate Mine downgrading production numbers and foreshadowing the closure of the Old Pirate Mine in approximately April 2016.
- Undertook extensional drilling programs at Old Pirate and Buccaneer and regional drilling programs at various prospects in close proximity to the Old Pirate Mine.
- Intersected new mineralised zones at Hyperion East and added further strong results to Hyperion Central.
- Re-negotiated the agreement with Independence Group NL, adding new tenements including a tenement which is subject to an earn-in and joint venture agreement with Castile Resources Pty Ltd.
- Continued exploration by Independence Group at the Bumblebee Prospect led to the discovery of a potential Gold, Copper, Silver, Lead, Zinc and Cobalt mineral field.
- Continued to discuss the North Arunta Divestment Projects with potential interested parties.
- Reviewed asset values following the decision to cease mining at the Old Pirate Mine and reduced non-core tenement holdings leading to a significant asset impairment.
- Several director and management changes occurred with Graeme Sloan and Darren Holden resigning and Brett Lambert being appointed Chief Executive Officer of the Company.
- Cancelled 333,067 shares following a share-buy-back to cover an employee loan of a former employee in a cash-neutral transaction.

Events Subsequent to the Reporting Date

- The Group surrendered numerous tenements in the Lake Mackay and North Arunta areas which were impaired at 31 December 2015 resulting in an impairment charge of $7,808,521 for the half-year ended 31 December 2015.
- During January ABM commenced cash-backing of the ANZ bonding and guarantee facility depositing $2.75 million into a restricted bank account with a further $1.05 million deposited in February. The total facility is currently drawn to $3.8M.
- During February 2016 the Company was issued with a Section 249D Notice requesting a shareholder's meeting.

Auditor's 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 5.

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

MIKE ETHERIDGE
Non-Executive Chairman

Dated this 4th day of March 2016
Perth, Western Australia

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DECLARATION OF INDEPENDENCE BY WAYNE BASFORD TO THE DIRECTORS OF ABM RESOURCES NL

As lead auditor for the review of ABM Resources NL for the half-year ended 31 December 2015, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of ABM Resources NL and the entities it controlled during the period.

Wayne Basford

Director

BDO Audit (WA) Pty Ltd

Perth, 4 March 2016

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

		Consolidated	
		31 December 2015	**31 December 2014**
		$	**$**
Revenue from continuing activities	3	13,994,715	214,150
Other income		1,142,646	1,644,627
Mining and processing expenses		(15,065,587)	-
Administrative expenses			
Employee and Directors benefit expenses		(1,017,886)	(784,395)
Lease expenses		(69,652)	(33,147)
Depreciation expenses		(16,106)	(12,545)
Consultancy expenses		(207,939)	(391,259)
Legal fees		(38,435)	(34,646)
Other expenses		(455,511)	(517,376)
Exploration expenses		(1,871,846)	(5,929,360)
Impairment of property, plant and equipment	5	(2,635,641)	-
Impairment of capitalised exploration and evaluation expenditure	6	(7,808,521)	-
Impairment of mining assets	7	(8,555,459)	-
Loss before income tax expense		(22,605,222)	(5,843,951)
Income tax expense		-	-
Loss for the half-year		(22,605,222)	(5,843,951)
Loss attributable to members of ABM Resources NL		(22,605,222)	(5,843,951)
Other comprehensive income		-	-
Total other comprehensive income for the half-year		-	-
Total comprehensive income for the half-year		(22,605,222)	(5,843,951)
Total comprehensive income for the half-year attributable to members of ABM Resources NL		(22,605,222)	(5,843,951)
Basic loss per share attributable to the ordinary equity holders of the Company			
Basic loss per share (cents per share)		(6.59)	(2.15)
Diluted earnings per share		n/a	n/a

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2015

		Consolidated	
		31 December 2015	30 June 2015
	Notes	$	$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		7,544,295	13,583,128
Trade and other receivables		2,941,707	900,650
Inventories	4	4,840,859	1,135,118
Other current assets		312,193	604,738
TOTAL CURRENT ASSETS		15,639,054	16,223,634
NON-CURRENT ASSETS			
Trade and other receivables		455,086	455,086
Property, plant and equipment	5	3,117,695	6,169,794
Exploration and evaluation expenditure	6	10,051,054	15,896,213
Mine properties	7	-	13,755,271
TOTAL NON CURRENT ASSETS		13,623,835	36,276,364
TOTAL ASSETS		29,262,889	52,499,998
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		6,457,465	6,842,046
Employee benefits		472,859	645,359
Provisions		1,600,000	-
TOTAL CURRENT LIABILITIES		8,530,324	7,487,405
NON-CURRENT LIABILITIES			
Employee benefits		152,916	177,298
Provisions		1,616,172	3,266,596
TOTAL NON-CURRENT LIABILITIES		1,769,088	3,443,894
TOTAL LIABILITIES		10,299,412	10,931,299
NET ASSETS		18,963,477	41,568,699
EQUITY			
Contributed equity	8	164,733,001	164,733,001
Reserves		2,507,171	2,579,416
Accumulated losses		(148,276,695)	(125,743,718)
TOTAL EQUITY		18,963,477	41,568,699

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Consolidated 31 December 2015 $	Consolidated 31 December 2014 $
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipt from gold and silver sales	12,845,307	-
Payments to suppliers and employees	(1,907,737)	(1,217,679)
Interest received	63,688	227,310
Payments for exploration	(1,764,122)	(5,483,882)
Payments for mining and processing	(6,551,591)	-
Net cash inflow/(outflow) from operating activities	2,685,545	(6,474,251)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	-	(31,384)
Payments for mine development	(18,317,969)	-
Receipt from pre-production revenue	9,723,591	-
Purchase of exploration interest	(130,000)	-
Proceeds from bond deposit refund	-	181,509
Proceeds from sale of property, plant and equipment	-	5,454
Net cash flow on divestment of subsidiary	-	(118,000)
Net cash outflow from investing activities	(8,724,378)	37,579
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	7,745,467
Share issue costs	-	(326,010)
Net cash inflow from financing activities	-	7,419,457
Net increase/(decrease) in cash and cash equivalents	(6,038,833)	982,785
Cash and cash equivalents at beginning of reporting period	13,583,128	10,199,737
Cash and cash equivalents at end of reporting period	7,544,295	11,182,522

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

	Notes	Contributed Equity $	Share-based Payment Reserve $	Employee Options Reserve $	Retained Earnings $	Total $
Balance at 1 July 2014		143,136,705	7,260,409	779,416	(120,001,809)	31,174,721
Comprehensive income for the half-year						
Loss for the half-year		-	-	-	(5,843,951)	(5,843,951)
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the half-year		-	-	-	(5,843,951)	(5,843,951)
Transaction with owners in their capacity as owners:						
Shares issued	8	7,745,467	-	-	-	7,745,467
Transaction costs	8	(326,010)	-	-	-	(326,010)
Employee shares bought-back	8	(262,598)	-	-	-	(262,598)
Total transactions with owners		7,156,859	-	-	-	7,156,859
Balance at 31 December 2014		150,293,564	7,260,409	779,416	(125,845,760)	32,487,629
Balance at 1 July 2015		164,733,001	1,800,000	779,416	(125,743,718)	41,568,699
Comprehensive income for the half-year						
Loss for the half-year		-	-	-	(22,605,222)	(22,605,222)
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the half-year		-	-	-	(22,605,222)	(22,605,222)
Transaction with owners in their capacity as owners:						
Recognition of treasury shares	8	(119,904)	-	-	-	(119,904)
Employee shares bought-back	8	119,904	-	-	-	119,904
Transfer of reserve on vested shares issued to employees		-	-	(72,245)	72,245	-
Total transactions with owners		-	-	(72,245)	72,245	-
Balance at 31 December 2015		164,733,001	1,800,000	707,171	(148,276,695)	18,963,477

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

This general purpose interim financial report for the half-year reporting period ended 31 December 2015 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. 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 ABM Resources NL during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Going concern

The financial statements have been prepared on the going concern basis of accounting which assumes that the Group will be able to meet its commitments, complete mine closure and rehabilitation, realise its assets and discharge its liabilities in the ordinary course of business. During the half-year ended 31 December 2015, the Group incurred a consolidated loss after income tax of $22,605,222 and a net cash outflow of $6,038,833.

In arriving at this position, the Directors recognise the Company is dependent on implementing one or more of various funding alternatives available to it including:

- Equity raising;
- Debt facility;
- Recovery of performance bonds from the Department of Mines and Energy; and
- Asset sales.

The Directors believe that at the date of signing the financial report there are reasonable grounds to believe that having regard to the matters set out above, the Group will be able to raise sufficient funds to meet its obligations as and when they fall due.

In the event that the Group does not achieve the matters set out above there is material uncertainty which may cast significant doubt on whether the Group will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at amounts stated in this interim financial report.

Other than the impairment assessments undertaken, the interim financial report does not include any adjustment relating to the recoverability or classification of recorded asset amounts or classifications of liabilities that might be necessary should the Group not be able to continue as a going concern.

(b) Estimates

The preparation of the half-year financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these consolidated half-year financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2015.

Recoverable amount for mine properties and other non-current assets

Gold production from the Old Pirate Gold mine did not achieve forecast levels and a revised mine plan was released to market during December 2015 marginally shortening the mine-life and significantly reducing forecast gold production. Under the requirements of Australian Accounting Standards, this is a trigger event for assessing whether the carrying value of the Group's mine properties and other non-current assets may be impaired.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES cont'd

Following the decision to close the mine in April 2016 an impairment assessment was undertaken to determine the recoverable amount of each of the Group's Cash Generating Units (CGU) having regard to the higher of their value in use (VIU) or their fair value less costs of disposal.

VIU was determined by discounting the future cash flows expected to be generated from the continuing use of the CGU's. VIU as at 31 December 2015 was determined in a consistent manner to that disclosed in the Group's 2015 Annual report for assessing the impairment of mine properties and other property, plant and equipment as at 30 June 2015. As a result the Company recognised impairment charges in relation to mine properties and mining property, plant and equipment totalling $8,555,459 and $2,635,641 respectively (refer to Note 5 and Note 7).

The Company fair valued the remaining in-ground exploration resource after mine closure under AASB 6 *Exploration for and Evaluation of Mineral Resources*, allocating $1,833,362 (refer to Note 7) to exploration and evaluation expenditure. This value was derived by assessing resource values of recent acquisitions.

Impairment of other non-current assets was determined in a consistent manner to that disclosed in the Group's Annual report for assessing the impairment of exploration and evaluation expenditure. The Company undertook a full review of the carrying value of its exploration and evaluation assets based on the potential for future economic benefits that may arise. Some non-core tenements were surrendered following the end of the financial year and the carrying value of other non-core tenements was re-valued to an amount the Company considers recoverable. Following this assessment, the Company recognised an impairment charge to exploration and evaluation expenditure totalling $7,808,521 (refer to Note 6).

NOTE 2: SEGMENT INFORMATION

Following the NT Department of Mines and Energy approval of the Mine Management Plan for the Old Pirate Gold Project and commencement of mining operations in April 2015, the full Board of Directors, who are the chief operating decision makers, identified two main reportable segments from the Group's main activities, being the Mining and Processing segment and Exploration segment. In the previous year, reportable segments were identified as the Trial Mining/Development and Exploration segment. The prior period comparative has been amended to reflect these changes.

Management assesses the performance of the operating segments based on a measure of mining and processing expenditure, and exploration expenditure for each activity. The measure excludes items such as the effects of share based payment expenses, interest income and corporate expenses as these activities are centralised.

	Mining & Processing $	Exploration $	Total $
Half-year ended 31 December 2015			
Segment revenue	13,935,207	-	13,935,207
Segment other income	-	1,142,482	1,142,482
Segment loss			
Total segment loss	(12,321,480)	(8,537,885)	(20,859,365)
Inter-segment loss	-	-	-
Net segment loss	(12,321,480)	(8,537,885)	(20,859,365)

NOTE 2: SEGMENT INFORMATION cont'd

	Mining & Processing $	Exploration $	Total $
Segment loss includes the following significant items:			
Depreciation expenses	(1,380,578)	(301,022)	(1,681,600)
Impairment of capitalised exploration and evaluation expenditure	-	(7,808,521)	(7,808,521)
Impairment of mining assets	(8,555,459)	-	(8,555,459)
Impairment of property, plant and equipment	(2,635,641)	-	(2,635,641)
Other expenses	(13,685,009)	(1,570,824)	(15,255,833)
Total segment assets			
31 December 2015	6,751,276	13,951,393	20,702,669
Half-year ended 31 December 2014 (restated)			
Segment revenue	-	-	-
Segment other income	-	1,634,836	1,634,836
Segment loss			
Total segment loss	-	(4,294,524)	(4,294,524)
Inter-segment loss	-	-	-
Net segment loss	-	(4,294,524)	(4,294,524)
Segment loss includes the following significant items:			
Depreciation expenses	-	(435,160)	(435,160)
Other expenses	-	(5,494,200)	(5,494,200)
Total segment assets			
30 June 2015	19,318,551	18,454,319	37,772,870

Reconciliation of segment result to Group net profit/(loss) before tax is provided as follows:

	Consolidated 31 December 2015 $	Consolidated 31 December 2014 $
Net segment loss	(20,859,365)	(4,294,524)
Corporate items:		
Interest revenue	59,508	214,150
Other revenue	164	9,791
Employee and Directors' benefit expenses	(1,017,886)	(784,395)
Depreciation expenses	(16,106)	(12,545)
Other expenses	(771,537)	(976,428)
Net loss before tax from continuing operations	(22,605,222)	(5,843,951)

NOTE 2: SEGMENT INFORMATION cont'd

Segment assets reconcile to total assets as follows:

	Consolidated	
	31 December 2015 $	**30 June 2015 $**
Segment assets	20,702,669	37,772,870
Cash and cash equivalents	7,544,295	13,583,128
Trade and other receivables	431,300	569,713
Other current assets	65,125	38,682
Trade and other receivables – non-current	455,086	455,086
Property, plant and equipment	64,414	80,519
Total assets per statement of financial position	29,262,889	52,499,998

Segment revenue reconciles to total revenue from continuing operations as follows:

	Consolidated	
	31 December 2015 $	**31 December 2014 $**
Segment revenue	13,935,207	-
Interest received	59,508	214,150
Total revenue from continuing operations	13,994,715	214,150

NOTE 3: REVENUE

	Consolidated	
	31 December 2015 $	**31 December 2014 $**
Gold and silver sales	13,935,207	-
Interest received	59,508	214,150
	13,994,715	214,150

NOTE 4: INVENTORIES

	Consolidated 31 December 2015 $	Consolidated 30 June 2015 $
ROM inventory – at net realisable value	1,128,453	444,843
Gold in circuit – at net realisable value	1,972,782	130,456
Gold metal account – at net realisable value	509,741	-
Diesel fuel – at cost	680,432	168,338
Consumables and stores – at cost	549,451	391,481
	4,840,859	1,135,118

The cost of production of gold inventory exceeded the net realisable value by $1,601,723 (2014: nil) during the half-year ended 31 December 2015. Gold inventory was, in line with ABM's accounting policies, assessed at the lower of net realisable value and cost.

NOTE 5: PROPERTY, PLANT AND EQUIPMENT

	Infrastructure $	Plant and Equipment $	Construction in Progress $	Total $
At 30 June 2015				
Cost	188,949	5,933,578	2,656,472	8,778,999
Accumulated depreciation	(51,353)	(2,557,852)	-	(2,609,205)
Net book value	137,596	3,375,726	2,656,472	6,169,794
Half-year ended 31 December 2015				
Opening net book value	137,596	3,375,726	2,656,472	6,169,794
Additions	-	-	1,281,247	1,281,247
Disposals	-	-	-	-
Transfers	-	3,038,182	(3,038,182)	-
Impairment expense [1)]	-	(1,736,104)	(899,537)	(2,635,641)
Depreciation expense	(9,447)	(1,688,258)	-	(1,697,705)
Closing net book value	128,149	2,989,546	-	3,117,695
At 31 December 2015				
Cost	188,949	5,933,578	-	6,122,527
Accumulated depreciation	(60,800)	(2,944,032)	-	(3,004,832)
Net book value	128,149	2,989,546	-	3,117,695

1) The carrying value of property, plant and equipment was assessed for impairment and was written down to its recoverable amount. The impairment losses have been recognised in profit or loss. Refer to Note 1(b) for details.

NOTE 6: EXPLORATION AND EVALUATION EXPENDITURE

	Consolidated	
	31 December 2015 $	30 June 2015 $
Carrying amount at the beginning of reporting period	15,896,213	17,617,075
Exploration interest acquired	130,000	125,000
Transfer to mine properties in development (Note 7)	-	(1,833,362)
Transfer from mine properties in production (Note 7)	1,833,362	-
Less: Impairment expense [1)]	(7,808,521)	(12,500)
Carrying amount at the end of reporting period	10,051,054	15,896,213

1) The carrying value of exploration and evaluation expenditure was assessed for impairment and written down to its recoverable amount. The impairment relates to original acquisition cost of tenements which have been either relinquished subsequent to the end of the reporting period, or the original tenement value for the tenements was no longer considered to be fully recoverable. The impairment relates to ABM's non-core tenements only. The impairment losses have been recognised in profit or loss. Refer to Note 1(b) for details.

NOTE 7: MINE PROPERTIES

	Consolidated	
	31 December 2015 $	30 June 2015 $
Mine properties in development	-	13,755,271
	-	13,755,271

Reconciliations of the carrying amounts at the beginning and end of the financial year are as follows:

	Consolidated	
	31 December 2015 $	30 June 2015 $
Mine properties in development		
Carrying amount at the beginning of reporting period	13,755,271	-
Additions	12,440,259	15,512,161
Pre-production revenue	(9,723,591)	(998,297)
Transfer from exploration and evaluation expenditure (Note 6)	-	1,833,362
Transfer to mine properties in production	(13,700,371)	
Transfer to property, plant and equipment	(386,077)	(2,656,472)
Transfer to inventory	(2,427,045)	-
Depreciation expense capitalised	41,554	64,517
Carrying amount at the end of reporting period	-	13,755,271

NOTE 7: MINE PROPERTIES cont'd

	Consolidated 31 December 2015 $	30 June 2015 $
Mine properties in production		
Carrying amount at the beginning of reporting period	-	-
Additions	1,260,737	-
Transfer from mine properties in development	13,700,371	-
Amortisation expense	(4,572,287)	-
Impairment expense [1]	(8,555,459)	-
Transfer to exploration and evaluation expenditure (Note 6) [2]	(1,833,362)	-
Carrying amount at the end of reporting period	-	-

1) The balance was impaired as the assessed carrying value of expenditure not yet amortised exceeds its estimated recoverable amount. The asset was written down to its recoverable amount and the impairment losses have been recognised in profit or loss. Refer to Note 1(b) for details.

2) Refer to Note 1(b) for details.

NOTE 8: CONTRIBUTED EQUITY

Details	Date	Number of Shares	Issue Price $	Value $
Opening balance at the beginning of reporting period [1]	1 July 2014	252,459,502		143,136,705
Share placement	11 July 2014	21,515,188	0.360	7,745,467
Employee shares bought-back	25 July 2014	(654,048)	0.401	(262,598)
Transaction costs relating to share issues				(326,010)
Closing balance	31 December 2014	273,320,642		150,293,564
Opening balance at the beginning of reporting period	1 July 2015	343,287,553		164,733,001
Recognition of treasury shares [2]	16 September 2015			119,904
Employee shares bought-back	19 September 2015	(333,067)	0.360	(119,904)
Closing balance	31 December 2015	342,954,486		164,733,001

1) At a general meeting held on 27 June 2014 shareholders approved an issued capital consolidation where every fifteen shares were consolidated into one share and every fifteen options were consolidated into one option. All fractional entitlements were rounded up. The last day of trading on a pre-consolidation basis was 30 June 2014 and the first day of trading on a post-consolidation and deferred settlement basis was 1 July 2014. The Company commenced normal T+3 trading on 11 July 2014.

2) Director and employee loans have been derecognised in the prior period to take into account the treasury share nature of the underlying securities. The total number of treasury shares as at 31 December 2015 was 3,260,200 (2014: 3,593,267). An amount of $119,904 in relation to the Directors and employees share loans has been reversed following the completion of an employee share buy-back. The remaining balances have not been repaid.

NOTE 9: DIVIDENDS

No dividends were paid or declared during the half-year.

NOTE 10: FAIR VALUES OF FINANCIAL INSTRUMENTS

(a) Recurring fair value measurements

The Group does not have any financial instruments that are subject to recurring or non-recurring fair value measurements.

(b) Fair values of financial instruments not measured at fair value

The following instruments are not measured at fair value in the statement of financial position. These had the following fair values at 31 December 2015:

	Carrying Amount $	Fair Value $
Assets		
Trade and other receivables	3,396,793	3,396,793
Liabilities		
Trade and other payables	6,457,465	6,457,465

The carrying amounts of trade and other receivables and trade and other payables are assumed to equal their fair value.

NOTE 11: CONTINGENCIES

(a) Environmental

The Group provides for all known environmental liabilities. While the Directors believe that, based upon current information, its current provisions for the environmental rehabilitation are adequate, there can be no assurance that material new provisions will not be required as a result of new information or regulatory requirements with respect to known sites or identification of new remedial obligations at other sites.

Bank guarantees totalling $4,107,829 (2014: $3,854,734) have been provided. Term deposits of $350,000 (2014: $350,000) secure these guarantees. The remaining $3,757,829 are non-cash backed performance bonds and guarantees under a performance bond and guarantee facility with Australia and New Zealand Banking Group Limited (ANZ). Subsequent to the end of the reporting period the full amount of the bond and guarantee facility was cash-backed at the request of the ANZ.

(b) Bank Guarantee – Other

Estimates of the potential financial effect of contingent liabilities that may become payable:

	Consolidated	
	31 December 2015 $	31 December 2014 $
The Parent Entity has provided a bank guarantee to a third party in relation to the Business Card facility. A term deposit of the same amount secures this guarantee.	70,000	70,000
The Parent Entity has provided a bank guarantee to the lessor of the Nedlands premises. A term deposit of the same amount secures this guarantee.	35,086	35,086

NOTE 12: RELATED PARTY TRANSACTIONS

Transactions between related parties occur on normal commercial terms and conditions and are no more favourable than those available to other parties unless otherwise stated. During the year loan transactions occurred between the Parent Entity and it's wholly owned subsidiaries.

The terms and conditions of the transactions with Directors, other key management personnel and their related parties and entities were no more favourable than those available, or which might reasonably be expected to be available, on similar transactions with non-Director related parties and entities on an arm's length basis.

NOTE 13: EVENTS OCCURRING AFTER THE REPORTING PERIOD

- The Group surrendered numerous tenements in the Lake Mackay and North Arunta areas which were impaired at 31 December 2015 resulting in an impairment charge of $7,808,521 for the half-year ended 31 December 2015.
- During January ABM commenced cash-backing of ANZ bonding and guarantee facility depositing $2.75 million into a restricted bank accounts with a further $1.05 million deposited in February. The total facility is currently drawn to $3.8M.
- During February 2016 the Company was issued with a Section 249D Notice requesting a shareholder's meeting.

DIRECTORS' DECLARATION

The Directors of the Group declare that:

(a) the financial statements and notes set out on pages 6 to 18 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 consolidated entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and

(b) there are reasonable grounds to believe that ABM Resources NL will be able to pay its debts as and when they become due and payable, subject to the matters in Note 1(a).

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

Dated this 4th day of March 2016

MIKE ETHERIDGE
Non-Executive Chairman

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of ABM Resources NL

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of ABM Resources NL which comprises the consolidated statement of financial position as at 31 December 2015, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a statement of 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's 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 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 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 ABM Resources NL, 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 confirm that the independence declaration required by the *Corporations Act 2001,* which has been given to the directors of ABM Resources NL, would be in the same terms if given to the directors as at the time of this auditor's review report.

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 ABM Resources NL 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 modifying our conclusion, we draw attention to Note 1(a) in the half-year financial report, which indicates that the ability of the consolidated entity to continue as a going concern is dependent upon the future successful raising of necessary funding. This condition, along with other matters as set out in Note 1(a), indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

BDO Audit (WA) Pty Ltd

BDO

Wayne Basford
Director

Perth, 4 March 2016