

King Island Scheelite Limited and its controlled entities
ABN 40 004 681 734

31st December 2010

Results for Announcement to the Market

	Half-year ended 31 December		
	2010 \$000	2009 \$000	Movement %
Revenues from ordinary activities	-	-	-
Earnings / (Losses) before interest and income tax	1,461	(493)	396%
Net financing income	54	13	315%
Reversal of forgiven loan interest previously capitalised	(168)	-	-
Income tax (expense) / benefit	(404)	144	(381)%
Profit / (Loss) from ordinary activities after tax attributable to members	943	(336)	381%
Net profit / (loss) for the period attributable to members	943	(336)	381%
	Cents	Cents	
Profit / (Loss) per share – basic	1.5	(0.5)	400%
Profit / (Loss) per share – diluted	1.5	(0.5)	400%

Dividends	Amount per security	Franked amount per security at 30%
2011 interim dividend	-	-
2010 final dividend paid	-	-
Record date for determining entitlements to the interim dividend:	N/A	-

Brief explanation of any figures reported above or other items of importance not previously reported to the market:

Refer to the Directors' Report included in the half-year financial report for explanations.

Discussion and Analysis of the results for the half-year ended 31st December 2010:

Refer to the Directors' Report included in the half-year financial report for commentary.

Net Tangible Assets per ordinary share (NTA Backing)

Current Period	Previous corresponding period
0.3 cents	(0.9) cents

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31 December 2010

Results for Announcement to the Market (continued)

DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

Equity Accounted Associates and Joint Venture Entities	%Ownership Interest		Contribution to Net Loss	
	Current Period %	Previous Corresponding Period %	Current Period A\$ '000	Previous Corresponding Period A\$ '000
Australian Tungsten Pty Ltd (a wholly owned subsidiary of King Island Scheelite Limited) and HNC (Australia) Scheelite Pty Ltd established the Dolphin Joint Venture. Refer Note 7.	-	50.0	-	-
Balfour Minerals Pty Ltd (a wholly owned subsidiary of King Island Scheelite Limited) and Pleiades Resources Pty Ltd established the Balfour Joint Venture.	70.0	35.0	-	-

Aggregate Share of Profits (Losses) of Associates and Joint Venture Entities

Groups' Share of Associates' and Joint Venture Entities':

Profit(Loss) from ordinary activities before tax

Income tax on ordinary activities

Profit(Loss) from ordinary activities after tax

Share of net profit(loss) of associates and joint venture entities

Current Period A\$ '000	Previous Corresponding Period A\$ '000
-	-
-	-
-	-
-	-

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CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT

31 DECEMBER 2010

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King Island Scheelite Limited
Condensed Consolidated Interim Financial Report 31st December 2010

DIRECTORS' REPORT

The Directors of King Island Scheelite Limited (**Company**) present their report together with the consolidated financial report for the half year ended 31st December 2010 and the review report thereon.

Directors

The directors of the Company at any time during or since the end of the interim period are:

Anthony HAGGARTY	(Non-executive chairman)	Appointed 7 th April 1998
Robin MORRITT	(Non-executive director)	Appointed 24 th May 2005
Andrew PLUMMER	(Non-executive director)	Appointed 1 st March 2006
ZENG Shao Xiong	(Non-executive director)	Appointed 16 th September 2008
FAN Xue Qiang (Jeff FAN)	(Alternate to ZENG Shao Xiong)	Appointed 16 th September 2008

Review of operations

Key Points

- Retained \$2.13 million cash on hand, and after termination of the Dolphin Joint Venture (DJV) the loan of \$1.92 million from Hunan Nonferrous Metals Corporation Limited (HNC) has been forgiven, leaving the Company debt-free.
- Terminated the Dolphin Joint Venture (DJV), with HNC forgiving the \$1.92 million loan and relinquishing all DJV assets and tenements to the Company in return for a future royalty of 2% of gross revenue from the project, capped at \$3.9 million.
- Completed the Balfour Joint Venture (BJV) tin & tungsten drilling campaign at Balfour, NW Tasmania, including magnetite-copper-gold intercepts.

Dolphin Joint Venture (DJV)

After discussion with HNC and their new majority shareholder, MinMetals Corporation, it was negotiated to terminate the DJV as the goals of the joint venture partners differed.

Termination was effected on 17th December 2010 under the following terms:

- The Company, through its wholly owned subsidiary Australian Tungsten Pty Ltd (ATPL), assumed all future tenement obligations;
- HNC transferred its 50% interest in the joint venture assets (including land and tenements) from the DJV to ATPL;
- HNC forgave the loan owed by ATPL and all associated security was released;
- ATPL granted HNC a royalty of 2% on future revenue from the project, capped at \$3.9 million; and
- HNC have retained their shareholding in the Company and retain a position on the Company's Board.

DIRECTORS' REPORT (continued)

The accounts at 31st December 2010 reflect the position after termination of the DJV, namely with the Company now owning 100% of the joint venture assets and debt-free. Forgiveness of the \$1.92 million loan has been booked to profit in December.

Plans to advance the Dolphin Project, as it is now known, are currently being assessed by our recently appointed corporate advisors, Pacific Road Corporate Finance. Current market conditions indicate an NPV in excess of \$60 million, as a base case on the remnant ore-body. Pacific Road is looking at strategies to further de-risk the project and increase its value, prior to securing major funding required to construct the full project.

Balfour Joint Venture (BJV)

The Company continues to explore within the BJV tenements in NW Tasmania, along with our partner Pleiades Resources Pty Ltd (Pleiades). The BJV initially undertook a detailed ground-based gravity survey to better understand the spatial relationship of subjacent granite to historic tin & tungsten mineralisation in the area of Balfour.

Specimen Hill Prospect (tin & tungsten):

The first phase of a diamond drilling programme announced on 22nd October 2009 was completed and results made available on 23rd December 2009. The drilling encountered a low density network of tin & tungsten mineralised veins.

Roaring 41 South Prospect (magnetite-copper-gold):

The second phase of the drilling programme commenced on 11th June 2010, after the requirement of additional studies and approvals.

Two exploratory diamond drill holes were completed in July 2010 with the encouraging results prompting the Company to conduct down-hole magnetic surveys to better define the next drill targets. This information is currently being reviewed before committing to further drilling of this target.

In conjunction with this review, another review is being undertaken for further tin-tungsten or copper-gold targets within the Balfour tenements.

BJV expenditures incurred on the current drilling programme totalled \$0.50 million, including the additional down-hole magnetic surveys which were not originally planned. Upon completion of the agreed drilling programme, the Company's interest in this joint venture increased from 35% to 70%.

The Company's Director Dr Morrith is also a director and shareholder of Pleiades.

Tungsten Market

During the December 2010 half year, the Australian dollar value of tungsten concentrates increased by approximately 15% even with the exchange rate increasing up to parity. Since 31st December 2010 concentrate prices have continued to rise, with a current price as at 8 February 2011 of approximately AUD 271 per mtu as compared with AUD 221 in June 2010.

DIRECTORS' REPORT (continued)

Outlook

The Company, together with Pacific Road, anticipates commencing a programme in the next quarter to de-risk and add further value to the Dolphin project. This includes implementing a staged development approach to reduce funding requirement, as well as drilling the Dolphin South area to confirm additional resources which have long been considered to exist, adding significant value to the project.

In order to move forward its exploration of the BJV tenements, the Company will review the results from the recently completed drilling and magnetic survey work. This review will incorporate advice from geologists in order to devise the best plan for the Company.

Subsequent events

There has not arisen in the interval between the end of the half year and the date of this review report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity.

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

The lead auditor's independence declaration is set out on page 5 and forms part of the directors' report for the half year ended 31st December 2010.

Rounding off

The Company is of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and in accordance with that Class Order, amounts in the condensed consolidated interim financial report and directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Signed in accordance with a resolution of the Board of directors:

Chairman



AJ Haggarty

Sydney

18 February 2011



King Island Scheelite Limited
Condensed Consolidated Interim Financial Report 31st December 2010

LEAD AUDITOR'S INDEPENDENCE DECLARATION under Section 307C of the Corporations Act 2001

To: the directors of King Island Scheelite Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31st December 2010 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

Shane O'Connor
Partner

Sydney

18 February 2011

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King Island Scheelite Limited
Condensed Consolidated Interim Financial Report 31st December 2010

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the half year ended 31st December 2010

	Note	31 Dec 2010 \$000	31 Dec 2009 \$000
Revenue		-	-
Administration expenses		(483)	(493)
Results from operating activities		(483)	(493)
Financial income		54	54
Financial expense		-	(41)
Net financing income		54	13
Gain on acquisition of 50% of the Dolphin Joint Venture's net assets	7	1,776	-
Net Other Income		1,776	-
Profit / (Loss) before tax		1,347	(480)
Income tax (expense) / benefit		(404)	144
Net profit / (loss) for the period		943	(336)
Other comprehensive income		-	-
Income tax on other comprehensive income		-	-
Other comprehensive income for the period net of income tax		-	-
Total comprehensive profit / (loss) for the period		943	(336)
		cents	cents
Basic profit / (loss) per share attributable to ordinary equity holders – continuing operations		1.5	(0.5)
Diluted profit / (loss) per share attributable to ordinary equity holders – continuing operations		1.5	(0.5)

The condensed notes on pages 10 to 14 are an integral part of these consolidated interim financial statements.

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King Island Scheelite Limited
Condensed Consolidated Interim Financial Report 31st December 2010

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 31st December 2010

Consolidated	Issued capital	Accumulated losses	Share option reserve	Total Equity
	\$000	\$000	\$000	\$000
Balance at 1 July 2009	43,955	(14,068)	237	30,124
Total comprehensive loss for the period	-	(336)	-	(336)
Other	-	(1)	-	(1)
Balance at 31 December 2009	<u>43,955</u>	<u>(14,405)</u>	<u>237</u>	<u>29,787</u>
Balance at 1 July 2010	43,955	(14,647)	327	29,635
Total comprehensive profit for the period	-	943	-	943
Balance at 31 December 2010	<u>43,955</u>	<u>(13,704)</u>	<u>327</u>	<u>30,578</u>

The condensed notes on pages 10 to 14 are an integral part of these consolidated interim financial statements.

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King Island Scheelite Limited
Condensed Consolidated Interim Financial Report 31st December 2010

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
As at 31st December 2010

	Note	31 Dec 2010 \$000	30 June 2010 \$000
Current assets			
Cash and cash equivalents		2,134	2,621
Trade and other receivables		46	38
Inventories		28	28
Total current assets		2,208	2,687
Non-current assets			
Trade and other receivables		14	-
Property, plant and equipment		481	485
Intangible assets	4	30,409	30,209
Total non-current assets		30,904	30,694
Total assets		33,112	33,381
Current liabilities			
Trade and other payables		57	51
Provisions		74	9
Total current liabilities		131	60
Non-current liabilities			
Loans and borrowings	8	-	1,687
Deferred tax liabilities		2,403	1,999
Total non-current liabilities		2,403	3,686
Total liabilities		2,534	3,746
Net assets		30,578	29,635
Equity			
Issued capital	9	43,955	43,955
Reserves		327	327
Accumulated losses		(13,704)	(14,647)
Total equity		30,578	29,635

The condensed notes on pages 10 to 14 are an integral part of these consolidated interim financial statements.

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King Island Scheelite Limited
Condensed Consolidated Interim Financial Report 31st December 2010

CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
For the half year ended 31 December 2010

	31 Dec 2010 \$000	31 Dec 2009 \$000
Cash flows from operating activities		
Cash acquired from Dolphin Joint Venture	21	-
Cash paid to suppliers and employees	(437)	(638)
Research and development expenditure tax rebate	-	15
Interest received	54	54
Cash used in operating activities	<u>(362)</u>	<u>(569)</u>
Cash flows from investing activities		
Payments for purchase of property, plant and equipment	-	(1)
Purchase of exploration and evaluation assets	(308)	(894)
Net cash used in investing activities	<u>(308)</u>	<u>(895)</u>
Cash flows from financing activities		
Proceeds from borrowings	183	705
Net cash generated from financing activities	<u>183</u>	<u>705</u>
Net decrease in cash and cash equivalents	(487)	(759)
Cash and cash equivalents at 1 July	2,621	3,745
Cash and cash equivalents at 31 December	<u>2,134</u>	<u>2,986</u>

The condensed notes on pages 10 to 14 are an integral part of these consolidated interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1. Reporting entity

King Island Scheelite Limited (**Company**) is a company domiciled in Australia. The condensed consolidated interim financial report of the Company as at and for the half year ended 31st December 2010 comprises the Company and its subsidiaries (together referred to as the "Group") and the Group's interest in associates and jointly controlled entities.

The consolidated annual financial report of the Group as at and for the year ended 30th June 2010 is available upon request from the Company's registered office at Level 1, 95 -101 Sussex Street Sydney, NSW 2000 or at www.kingislandscheelite.com.au.

2. Statement of compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards AASB 134 Interim Financial Reporting and the Corporations Act 2001.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the Group as at and for the year ended 30th June 2010.

This consolidated interim financial report was approved by the Board of Directors on 18 February 2011.

The Company is of a kind referred to in ASIC Class Order 98/100 dated 10th July 1998 and in accordance with the Class Order, amounts in the consolidated interim financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

3. Significant accounting policies

The accounting policies applied by the Group in the consolidated interim financial report are the same as those applied by the Group in its consolidated financial report as at and for the year ended 30th June 2010.

4. Intangible Assets

The carrying value of the intangible asset is dependent upon future positive exploration results.

The estimates and underlying assumptions used to support the book value of intangible assets, consisting of exploration and evaluation expenditure and mining rights, are reviewed on an ongoing basis. These assumptions include life of mine, strip ratio, finance discount rate, selective mining, US dollar (USD)/AUD exchange rate, production costs and AUD selling price of WO₃ (Wolframite Ore Tungsten Trioxide).

Notes to the Condensed Consolidated Interim Financial Statements (continued)

5. Estimates

The preparation of interim financial reports 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 this consolidated interim financial report, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30th June 2010.

6. Segment reporting

Business and geographical segments

The Group operates within the tungsten industry in Australia.

7. Acquisition of 50% share of Dolphin Project

During the half year ended 31st December 2010, the Dolphin Joint Venture (DJV) was terminated and 50% of the DJV's net assets were acquired by the Company, increasing the Company's interest in these net assets to 100%:

Identifiable net assets acquired and liabilities assumed	Note	\$000
Increase in cash and cash equivalents		21
Increase in trade and other receivables		9
Increase in trade and other creditors		(3)
Decrease in provisions		1
Forgiveness of loan payable	8	1,916
Reversal of forgiven loan interest previously capitalised	8	(168)
Gain on acquisition of 50% of the Dolphin Joint Venture's net assets		<u>1,776</u>

King Island Scheelite Limited
Interim Financial Report 31st December 2010

Notes to the Condensed Consolidated Interim Financial Statements (continued)

8. Loans and Borrowings – non current

	31 st December 2010		30 th June 2010	
	Face Value \$000	Carrying Amount \$000	Face Value \$000	Carrying Amount \$000
Loan from Hunan Nonferrous Metals Corporation Ltd				
Cash calls	-	-	1,578	1,578
Interest payable	-	-	109	109
	-	-	1,687	1,687

The loan payable prior to 17th December 2010, the date of termination of the Dolphin Joint Venture (DJV), to Hunan Nonferrous Metals Corporation Ltd totalled \$1,916,000.

On 17th December 2010, this loan was forgiven under the terms of the DJV termination agreement resulting in the loan's face and carrying values at 31st December 2010 being \$Nil.

For the period of this loan, interest charges totalling \$168,000 were capitalised to intangible assets. As these interest charges are no longer required to be paid, the capitalisation of these costs have subsequently been reversed. Refer Note 7.

9. Issued Capital

	31 st December 2010 \$000	30 th June 2010 \$000
Fully paid ordinary shares	43,955	43,955
	Number of shares	
Fully paid ordinary shares	000	\$000
Balance 1 st July 2009	62,374	43,955
Balance 31 st December 2009	62,374	43,955
Balance 1 st July 2010	62,374	43,955
Balance 31 st December 2010	62,374	43,955

Notes to the Condensed Consolidated Interim Financial Statements (continued)

10. Related Party Transactions

Transactions with Directors

During the half year ended 31st December 2010:

- (i) XLX Pty Ltd rendered corporate consulting services to the Company. Messrs Haggarty and Plummer are each directors of XLX Pty Ltd;
- (ii) Until termination of the Dolphin Joint Venture (DJV) agreement on 17th December 2010, HNC (Australia) Scheelite Pty Ltd (HAS), the DJV partner to the Company's wholly owned subsidiary Australian Tungsten Pty Ltd (ATPL), was responsible for 50% of direct costs incurred to maintain the DJV. Messrs Zeng and Fan are each associates of HAS and remain, as the Company's Board members, associates of the Company; and
- (iii) Pleiades Resources Pty Ltd (Pleiades) is the Balfour Joint Venture (BJV) partner to the Company's wholly owned subsidiary Balfour Minerals Pty Ltd. The Company's director Dr Morritt is also a director and shareholder of Pleiades, which at the date of this report has a 30% (30th June 2010 65%) interest in the BJV.

These charges were made to the Company on normal terms and conditions and in the ordinary course of business. Following are details of these charges:

	Transaction Value half		Balance Outstanding:	
	31 st Dec 2010	31 st Dec 2009	(Payable) / Receivable 31 st Dec 2010	31 st Dec 2009
	\$	\$	\$	\$
Directors' Fees	60,052	60,155	(7,194)	(14,388)
Sponsorship	-	6,600	-	-
Office rent and supplies	-	256	-	-
Corporate consulting fees	3,250	11,391	-	-
Exploration consulting fees	-	4,600	-	-
Loan by Hunan Nonferrous Metals Corporation Ltd (HNC):	229,575	1,351,334	-	-
HNC loan forgiven	1,916,083	-	-	-
Balfour Joint Venture costs	139,000	351,086	-	-

All outstanding balances with these related parties were settled within one month of 31st December. Until termination of the DJV agreement (17th December 2010), when the charge was extinguished, there was a cross charge between ATPL and HAS. Each DJV participant (ATPL and HAS) jointly and severally charged all its DJV interest for the benefit of the other DJV participant as security for the due and punctual performance, observance and fulfilment of all its DJV obligations, collateral liabilities and payment in full of all secured money. The maximum prospective liability secured by this cross charge totalled \$200 million.

Notes to the Condensed Consolidated Interim Financial Statements (continued)

11. Dividends

No dividends were paid by the Company during the half year to 31st December 2010.

12. Contingencies

Commencing 17th December 2010 and under the agreed terms relating to termination of the Dolphin Joint Venture, Australian Tungsten Pty Ltd has a liability to Hunan Nonferrous Metals Corporation Ltd which is contingent on the successful extraction of tungsten ore or concentrate from the Dolphin Project on King Island.

The amount payable is a 2% royalty on gross revenue, and the maximum royalty amount payable is \$3,900,000.

13. Subsequent events

There has not arisen in the interval between the end of the half year and the date of this review report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity.

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DIRECTORS' DECLARATION

In the opinion of the directors of King Island Scheelite Limited ("the Company"):

1. the financial statements and notes set out in pages 6 to14, are in accordance with the Corporations Act 2001 including:
 - (a) giving a true and fair view of the financial position of the consolidated entity as at 31st December 2010 and its performance, as represented by the results of its operations and cash flows for the half year ended on that date; and
 - (b) complying with Australian Accounting Standards AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Sydney

18 February 2011

Signed in accordance with a resolution of the directors:



AJ Haggarty

Chairman

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King Island Scheelite Limited and its controlled entities
ABN 40 004 681 734

Independent auditor's review report to the members of King Island Scheelite Limited

Report on the financial report

We have reviewed the accompanying interim financial report of King Island Scheelite Limited, which comprises the condensed consolidated interim statement of financial position as at 31 December 2010, condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the interim period ended on that date, notes to the financial statements, notes 1-13 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the Group comprising the company and the entities it controlled at the half-year's end or from time to time during the interim period.

Directors' responsibility for the interim financial report

The directors of the company are responsible for the preparation of the interim financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such control as the directors determine is necessary to enable the preparation of the interim 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 interim 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 interim financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the Group's financial position as at 31 December 2010 and its performance for the interim period ended on that date; and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As auditor of King Island Scheelite Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a interim 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.

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Independence

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

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of King Island Scheelite Limited is not in accordance with the Corporations Act 2001, including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2010 and of its performance for the interim period ended on that date; and
- (b) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

KPMG

Shane O'Connor
Partner

Sydney

18 February 2011

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SHAREHOLDER INFORMATION

At 31st January 2011 issued capital was 62,373,758 ordinary fully paid shares held by 836 holders. The 20 largest Holders of ordinary shares and their holdings at 31st January 2011 were:

Rank	Name	Units	% of Units
1.	CATHERINE MORRITT	13,555,000	21.7%
2.	MR RICHARD WILLMOT CHADWICK + MRS GWENDA ANN CHADWICK	4,990,962	8.0%
3.	HUNAN NONFERROUS METALS CORPORATION LIMITED	4,450,000	7.1%
4.	THE GLEN RURAL PTY LTD	3,994,504	6.4%
5.	CHRYSALIS INVESTMENTS PTY LTD	3,182,697	5.1%
6.	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	2,514,800	4.0%
7.	RANAMOK PTY LTD <RANAMOK FAMILY A/C>	1,940,000	3.1%
8.	HFTT PTY LTD <HAGGARTY FAMILY A/C>	1,892,085	3.0%
9.	JP MORGAN NOMINEES AUSTRALIA LIMITED <CASH INCOME A/C>	1,782,796	2.9%
10.	MR SCOTT GILCHRIST	1,273,564	2.0%
11.	INVIA CUSTODIAN PTY LIMITED <DAVIES FAMILY A/C>	1,249,250	2.0%
12.	SERLETT PTY LTD <DILIGENT SUPER FUND A/C>	1,117,806	1.8%
13.	BUDBERTH PTY LTD <IPSEITY S/F A/C>	1,000,000	1.6%
14.	MR VICTOR JOHN PLUMMER	818,668	1.3%
15.	MR ANDREW HENDERSON PLUMMER	744,146	1.2%
16.	MR ROBERT SLADE FORBES	716,286	1.1%
17.	MR DONALD BOYD	600,000	1.0%
18.	HOLTEX PTY LTD <BUCKERIDGE S/F A/C>	582,777	0.9%
19.	RYTECH PTY LTD <RYTECH SUPERFUND A/C>	550,000	0.9%
20.	VIEWADE PTY LIMITED <OLIVER SUPER FUND A/C>	474,090	0.8%
Totals: Top 20 holders of ORDINARY SHARES (TOTAL)		47,429,431	75.9%

Distribution of Holders and Holdings at 31st January 2011:

Range	Total holders	Units	% of Issued Capital
1 - 1,000	332	70,160	0.11
1,001 - 5,000	159	490,877	0.79
5,001 - 10,000	98	787,935	1.26
10,001 - 100,000	196	6,906,130	11.07
100,001 - 9,999,999,999	51	54,118,656	86.77
Rounding			0.00
Total	836	62,373,758	100.00
	Minimum Parcel Size	Holders	Units
Minimum \$ 500.00 parcel at \$ 0.2750 per unit	1,819	356	102,124