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**LATROBE MAGNESIUM LIMITED
AND ITS CONTROLLED ENTITIES**

ABN 52 009 173 611

**HALF YEAR
FINANCIAL REPORT**

31 DECEMBER 2019

TABLE OF CONTENTS

	Page
Company Directory.....	3
Directors' Report	4
Auditor's Independence Declaration	8
Statement of Profit or Loss and other Comprehensive Income	9
Statement of Financial Position	10
Statement of Changes in Equity	11
Statement of Cash Flows	12
Notes to the Financial Statements.....	13
Directors' Declaration	19
Independent Auditor's Review Report	20

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COMPANY DIRECTORY

Directors

Jock Murray, Chairman
David Paterson
Kevin Torpey
Philip Bruce
John Lee

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Chief Executive Officer

David Paterson

Secretary

John Lee

Bankers

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Solicitors

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Stock Exchange

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20 Bridge Street
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ASX CODE: LMG

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DIRECTORS' REPORT

The Directors submit the financial report of Latrobe Magnesium Limited ("the Company" or "LMG") and of the Group being the Company and its subsidiaries for the half-year ended 31 December 2019.

DIRECTORS

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

J S Murray, Chairman
D O Paterson Chief Executive Officer
K A Torpey
P F Bruce
J R Lee

REVIEW OF OPERATIONS

The consolidated loss of the Group for the half-year after providing for income tax was \$866,478 (2018: \$772,979). The loss was mainly due to the feasibility study and test work on Yallourn fly-ash for the use in the Latrobe Magnesium Plant.

During the half year ended 31 December 2019, the Company has made significant progress with:

- i. achieving positive results on processing Yallourn fly ash;
- ii. completing feasibility study using Yallourn fly ash; and
- iii. securing 10 year ash supply agreement with EnergyAustralia, Yallourn.

LATROBE MAGNESIUM PROJECT

1. Ash Supply Agreement

In October 2019, Latrobe Magnesium Limited signed an agreement with EnergyAustralia Yallourn Pty Ltd (Yallourn) to secure ash supply to LMG's initial 3,000 tonnes per annum magnesium plant for the next ten years.

The agreement requires certain approvals and conditions to be satisfied. It also deals with the principal issues in relation to Yallourn increasing its supply of ash to LMG's 40,000 tpa planned expanded magnesium plant. There are a number of conditions that need to be addressed before this expansion can occur.

The ash supplied to LMG's initial plant represents only 12% of Yallourn's current annual production.

LMG has identified other sources of feed stock for its 40,000 tpa plant should the power station be closed earlier for any reason.

DIRECTORS' REPORT

2. Feasibility Study

In September 2019, LMG announced that its 3,000 tpa magnesium plant was estimated to generate EBITDA of up to \$5.6 million per annum when it is operating at its name plate capacity. This estimate was later revised in October 2019 to \$6.5 million per annum due mainly to savings in energy usage.

The initial plant is estimated to employ up to 54 on-going direct employees and contractors and 50 to 75 construction jobs.

The feasibility study estimates the capital cost to be in the order of \$54 million. This estimate includes design growth and contingencies of \$6 million.

3. Community Briefings

In December 2019, LMG organised a community briefing to outline the project to all stakeholders in the Latrobe Valley so that they had the opportunity to be fully informed and understand the benefits of the project. The briefing was well attended and the presentation was well received by the participants.

LMG intends to complete another Community Briefing in April when its emissions, noise and traffic reports have been completed by GHD. LMG does not expect any major variations from what it announced in its December 2019 briefing.

4. Project Funding

LMG intends to fund the capital cost by raising the following finances:

Type of Finance	A\$M's
Project Finance	30
Equity Exclusivity Payment	12
Government Grants	12
Total Funds	54

LMG will be making its final investment decision in May 2020 once, it has:

- obtained the necessary development approval from the Latrobe City Council and the Environment Protection Agency for its Tramway Road site; and
- secured funding from the sources shown above.

This timing has been delayed by three months from the date that was previously announced due to some changes in the planning approval process.

DIRECTORS' REPORT

5. Company Funding

In October 2019, LMG announced it had secured project funding of \$2.7 million from Australian-based finance company RnD Funding Pty Ltd, repayable in October 2020.

This funding allows LMG to carry out additional engineering studies, optimisation of its 3,000 tpa plant and provide additional working capital, prior to its construction. The funding was also be used to refinance its existing \$1.5 million project finance facility.

In February 2020, LMG secured a Research and Development funding facility in the amount of \$440,000.

6. Capital Issue

The Company has a number of alternatives which it is investigating in relation to its future equity raisings required to provide construction capital and working capital funding for year 2020.

7. Warrant Issue

Under the October 2018 funding agreement with RnD Funding Pty Ltd, LMG issued 12,495,000 unlisted warrants. The warrants have an exercise price of \$0.02 and are exercisable for a period up to 3 years post the drawdown dates.

Under the October 2019 funding agreement with RnD Funding Pty Ltd, LMG has issued 35,889,199 unlisted warrants. The warrants have an exercise price of \$0.03 and are exercisable for a period up to 3 years post the drawdown date.

EVENTS SUBSEQUENT TO REPORTING DATE

In February 2020, LMG secured a Research and Development funding facility in the amount of \$440,000.

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

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 8 for the half-year ended 31 December 2019 and forms part of this report.

DIRECTORS' REPORT

This report is signed in accordance with a resolution of the Board of Directors.



J S Murray
Chairman

Sydney

10 March 2020



D O Paterson
Chief Executive Officer

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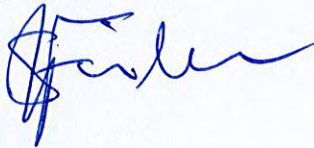
**AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF LATROBE
MAGNESIUM LIMITED**

As lead auditor for the review of Latrobe Magnesium Limited for the half-year ended 31 December 2019, I declare to the best of my knowledge and belief, there have been:

- i. No contraventions of the auditor independence requirements of 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.

Nexia

Nexia Sydney Partnership



Stephen Fisher
Partner

Sydney

Dated: 10 March 2020

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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the half year ended 31 December 2019

	Note	Consolidated Entity	
		31 December 2019 \$	31 December 2018 \$
Revenue			
Finance Income		2,074	1,732
Other Income			
- Research and development tax rebate	2	233,210	370,450
		-----	-----
		235,284	372,182
Research and evaluation expenses		(175,440)	(508,460)
Finance Costs		(374,424)	(122,826)
Administration expenses		(551,898)	(513,875)
		-----	-----
Loss before income tax expense		(866,478)	(772,979)
Income tax expense		-	-
		-----	-----
Loss attributable to members of the parent entity		(866,478)	(772,979)
		=====	=====
Other Comprehensive Income			
Other comprehensive income		-	-
		-----	-----
Total comprehensive income		(866,478)	(772,979)
		=====	=====
		No.	No.
Average weighted shares on issue		1,296,503,069	1,279,010,795
Losses per share (cents per share)		(0.07)	(0.06)
Diluted losses per share (cents per share)		(0.07)	(0.06)

The financial statements should be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION
 For the half year ended 31 December 2019

	Note	Consolidated Entity	
		31 December 2019 \$	30 June 2019 \$
Current Assets			
Cash and cash equivalents		468,666	401,750
Trade and other receivables		346,884	839,848
		-----	-----
Total Current Assets		815,550	1,241,598
		-----	-----
Non-Current Assets			
Property plant & equipment		1,988	2,270
Intangible assets	3	6,896,851	6,891,729
Trade and other receivables		16,993	16,993
		-----	-----
Total Non-Current Assets		6,915,832	6,910,992
		-----	-----
Total Assets		7,731,382	8,152,590
		-----	-----
Current Liabilities			
Borrowing	4	2,668,951	2,471,710
Trade and other payables		190,275	274,285
		-----	-----
Total Current Liabilities		2,859,226	2,745,995
		-----	-----
Total Liabilities		2,859,226	2,745,995
		-----	-----
Net Assets		4,872,156	5,406,595
		=====	=====
Equity			
Issued capital	6	33,562,283	33,562,283
Warrant Reserves	5	382,240	50,201
Accumulated losses		(29,072,367)	(28,205,889)
		-----	-----
Total Equity		4,872,156	5,406,595
		=====	=====

The financial statements should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY
For the half year ended 31 December 2019

	Note	Issued Capital \$	Warrant Reserves \$	Accumulated Losses \$	Total \$
Balance at 1 July 2018		33,243,049	-	(26,690,417)	6,552,632
Warrants Issued		-	33,541	-	33,541
Total comprehensive income		-	-	(772,979)	(772,979)
Shares issued during period	6	319,234	-	-	319,234
Balance at 31 December 2018		<u>33,562,283</u>	<u>33,541</u>	<u>(27,463,396)</u>	<u>6,132,428</u>
Balance at 1 July 2019		33,562,283	50,201	(28,205,889)	5,406,595
Warrants Issued	5	-	332,039	-	332,039
Total comprehensive income		-	-	(866,478)	(866,478)
Shares issued during period	6	-	-	-	-
Balance at 31 December 2019		<u>33,562,283</u>	<u>382,240</u>	<u>(29,072,367)</u>	<u>4,872,156</u>

The financial statements should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS
For the half-year ended 31 December 2019

	Consolidated Entity	
	31 December 2019	31 December 2018
	\$	\$
Cash Flows from Operating Activities		
Receipts from operations	705,430	996,194
Payments to suppliers and employees	(789,089)	(1,187,741)
Interest received	958	659
Interest and other cost of finance paid	(55,144)	(95,691)
	-----	-----
Net Cash used in Operating Activities	(137,845)	(286,579)
	-----	-----
Cash Flows from Investing Activities		
Purchase of Plant & Equipment	(117)	-
Payment for International Patent Costs	(5,122)	(18,173)
	-----	-----
Net Cash used in Investing Activities	(5,239)	(18,173)
	-----	-----
Cash Flows from Financing Activities		
Repayment of Borrowing	(640,000)	(660,000)
Loan Funding	850,000	1,350,000
	-----	-----
Net Cash provided by Financing Activities	210,000	690,000
	-----	-----
Net Increase in Cash and Cash Equivalents	66,916	385,248
Cash and Cash Equivalents at Beginning of Period	401,750	51,087
	-----	-----
Cash and Cash Equivalents at End of Period	468,666	436,335
	=====	=====

The financial statements should be read in conjunction with the accompanying notes.

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NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2019

NOTE 1 SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These general purpose financial statements for the interim half-year reporting period ended 31 December 2019 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

Basis of preparation

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2019 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity during the financial half-year ended 31 December 2019 and are not expected to have any significant impact for the full financial year ending 30 June 2020.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going Concern Basis of Accounting

For the half year ended 31 December 2019 the consolidated entity recorded a net loss of \$866,478 (2018: \$772,979) and a net cash outflow from operating activities of \$137,845 (2018: \$286,579).

Notwithstanding the loss for the half year, negative cash flow from operations and historical financial performance, the financial report has been prepared on a going concern basis. This assessment is based on cash on hand and the financial facilities available to the consolidated entity at balance date, the collection of trade and other receivables.

The Company has the ability to raise extra funds through a placement if required or debt funds. The Directors have entered into binding documents showing that they will support the Company with an equity and debt raising should it be required. However, should sufficient and appropriate capital not be available to the Company on a timely basis the Directors may cause the cessation of the magnesium project resulting in a reduction in expenditure on the project, staff and Directors. The business would, under this scenario, continue to operate on existing capital reserves with further support from the Directors.

NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2019

The Company has prepared cash flow forecasts for this base case scenario. The Company is therefore satisfied that it will be able to continue to operate as a going concern on this basis.

NOTE 2 LOSS FROM ORDINARY ACTIVITIES

The following revenue and expense items are relevant in explaining the financial performance of the interim period.

	Consolidated Entity	
	31 December 2019	31 December 2018
	\$	\$
(i) Revenue		
Finance Income	2,074	1,732
Other Income		
- Research and development tax rebate	233,210	370,450
	-----	-----
	235,284	372,182
	=====	=====
(ii) Expenses		
- Depreciation	398	611
- Research and Evaluation Expenses	175,440	508,460
- Directors Fees	218,514	218,508

NOTE 3 INTANGIBLE ASSETS

	Consolidated Entity	
	31 December 2019	30 June 2019
	\$	\$
Research and Development in Progress	5,684,000	5,684,000
Ecoengineers Pty Ltd acquisition	1,080,000	1,080,000
	-----	-----
	6,764,000	6,764,000
International Patent Costs	132,851	120,625
	-----	-----
	6,896,851	6,884,625
	=====	=====

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NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2019

NOTE 4 BORROWING

	Consolidated Entity	
	31 December 2019	30 June 2019
	\$	\$
Current		
R&D Loan Facility	-	673,620
Warrant Loan Facility	2,547,828	1,683,987
Directors' Loan Facilities	121,123	114,103
	-----	-----
Total	2,668,951	2,471,710
	=====	=====
i. <u>R&D loan facility</u>		
Balance as at 30 June 2019	\$673,620	
Accrued financing costs to October 2019	21,524	

Repaid from receipt of 2019 R&D tax rebate of \$705,430	\$695,144	
	=====	
ii. <u>Warrant Loan Facility</u>		
Interest Rate:	1.25% per month	
Maturity Date:	15 October 2020	
Repayment:	Cash in full or refinancing into a project finance facility	
Balance as at 30 June 2019	\$1,683,987	
Add back Warrant Reserve	50,201	
Accrued financing costs to October 2019	108,175	

Rollover to October 2019	1,842,363	
Additional Loan Facility at October 2019	850,000	

Total Warrant Loan Facility	2,692,363	
Finance fees capitalised at 31-Dec-19	46,250	
Interest accrued at 31-Dec-19	90,873	
Warrant Reserves at 30-Jun-19	(50,201)	
Warren Reserves at 21-Oct-19	(332,039)	
Warrant Finance Costs	100,582	

Loan as at 31 December 2019	\$2,547,828	
	=====	
iii. <u>Directors' Loans</u>	\$200,000	
Interest Rate:	1% per month	
Maturity Date:	31 December 2020	
Repayment:	Cash in full or by Issue of LMG shares	
Balance as at 30-Jun-19	\$114,103	
Interest accrued at 31-Dec-19	7,020	

Loan as at 31 December 2019	\$121,123	
	=====	

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NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2019

NOTE 5 UNLISTED WARRANTS

Under the term of the warrant loan facility of \$1.5 million, LMG issued 12,495,000 unlisted warrants. The warrants have an exercise price of \$0.02 and are exercisable for a period up to 3 years post the draw down dates which were 10 October 2018, 14 December 2018 and 29 March 2019. The value of the warrants using Black-Scholes Option Value method is \$50,201.

Under the term of the increased warrant loan facility of \$2.7 million, LMG issued 35,889,199 unlisted warrants. The warrants have an exercise price of \$0.03 and are exercisable for a period up to 3 years post the draw down date which was 21 October 2019. The value of the warrant using Black-Scholes Option Value method is \$332,039.

Unlisted Warrants	
Total warrants outstanding at beginning of the period	12,495,000
Granted in the period	35,889,199
Exercised in the period	-
Lapsed in the period	-
Outstanding at the end of the period	48,384,199

NOTE 6 ISSUED CAPITAL

	Consolidated Entity	
	31 December 2019	30 June 2019
	\$	\$
(a) Ordinary Shares Issued and Fully Paid		
Movements in ordinary shares on issue:		
Balance at beginning of reporting period	33,563,283	33,243,049
10 Dec 2018 31,865,750 shares issued at \$0.008 to convert outstanding fees owing to Directors	-	254,926
10 Dec 2018 8,038,500 shares issued at \$0.008 to convert outstanding fees owing to Project Director	-	64,308
Balance at end of reporting period	33,562,283	33,562,283
(b) Shares on Issue		
Balance at beginning of reporting period	1,296,503,069	1,256,598,819
Share Issues:		
- 10 December 2018	-	31,865,750
- 10 December 2018	-	8,038,500
Balance at end of reporting period	1,296,503,069	1,296,503,069

NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2019

NOTE 7 SEGMENT INFORMATION

AASB 8 requires a management approach under which segment information is presented on the same bases as that used for internal reporting purposes. The Group consists of one business segment being the development of its Latrobe Magnesium Project.

NOTE 8 CONTINGENT LIABILITIES

There are no contingent liabilities and there has been no change in contingent liabilities since the last annual reporting date.

NOTE 9 EVENTS SUBSEQUENT TO BALANCE DATE

In February 2020, LMG secured a Research and Development funding facility in the amount of \$440,000.

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

NOTE 10. ACCOUNTING ESTIMATES AND JUDGEMENTS

The Group assesses impairment at each reporting date by evaluating conditions specific to the Group that may lead to an impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value calculations performed in recoverable amounts incorporate a number of key estimates.

No impairment has been recognised in respect of the intangible assets for the half year ended 31 December 2019 because:

- the Company's internal valuation indicates that the recoverable amount of the asset is greater than the book value of the assets;
- the magnesium price supports the sale price estimate used in this valuation;
- the Company is utilising a Hydromet Process and the proven Thermal Reduction Process in its process with estimates of its capital and operating costs which are based on its prefeasibility study; and
- the current market capitalisation of the Company as at 10 March 2020 is in the order of \$9.1 million for this single project company.

NOTES TO THE FINANCIAL STATEMENTS
For the half-year ended 31 December 2019

NOTE 11: CAPITAL AND LEASING COMMITMENTS

Operating lease commitments

The Company's office lease expired on 30 September 2016 and is currently on month to month basis. Discussion with the property manager to renew the lease for a further 3 years at the current rent has been delayed due to a change in the management of the property. The monthly rent and outgoings of \$5,371 is payable monthly in advance.

There are no other non-cancellable operating lease rentals.

The Company extended its option agreement to lease a property at 320 Tramway Road, Morwell, Victoria to 30 April 2020. This site is intended for the installation of the future magnesium plant and associated facilities.

NOTE 12: RELATED PARTY TRANSACTIONS

Transactions between related parties are on normal commercial terms and conditions, no more favourable than those available to other parties unless otherwise stated.

Transactions with and amounts receivable from and payable to Directors of related parties or their director related entities which:

- a. occur within a normal employee, customer or supplier relationship on terms and conditions no more favourable than those which it is reasonable to expect the entity would have adopted if dealing with the director or director related entities at arms length in the same circumstances;
- b. do not have the potential to adversely affect decisions about the allocations of scarce resources made by users of the financial report, or the discharge of accountability by the director's if disclosed in the financial report only by general description; and
- c. are trivial or domestic in nature must be excluded from the detailed disclosures required. Such transactions and amounts receivable or payable shall be disclosed in the financial report by general description.

Other related entities	Consolidated Entity	
	31 December 2019	31 December 2018
	\$	\$
(i) Director's fees were paid to J S Murray Pty Ltd of which J S Murray is a principal.	22,500	30,000
(ii) Director's fees were paid to Famallon Pty Ltd of which K A Torpey is a principal.	13,404	10,902
(iii) Director's fees were paid to Stockholders Relation Pty Ltd of which J R Lee is a principal.	13,404	10,902
(iv) Director's loan provided by D O Paterson, principal loan plus interest	61,133	54,253
(v) Director's loan provided by Famallon Pty Ltd of which K A Torpey is a principal, principal loan plus interest.	59,990	53,237

DIRECTORS' DECLARATION
For the half-year ended 31 December 2019

In the Directors' opinion:

- a) the financial statements and notes set out on pages 9 to 18 are in accordance with the Corporations Act 2001, including:
- (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2019 and of its performance for the half-year ended on that date; and
 - (ii) complying with Australian Accounting Standards AASB 134: Interim Financial Reporting, the Corporation Regulations 2001 and other mandatory professional reporting requirements; and
- b) there are reasonable grounds to believe that the Company, with the continued support of its Directors, will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the Directors



J S Murray
Chairman



D O Paterson
Chief Executive Officer

Sydney

10 March 2020

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF LATROBE MAGNESIUM LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Latrobe Magnesium Limited, which comprises the Statement of Financial Position as at 31 December 2019, Statement of Profit or Loss and Other 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 Latrobe Magnesium Limited (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 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 2019 and its performance for the half year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Latrobe Magnesium Limited, 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 Latrobe Magnesium Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

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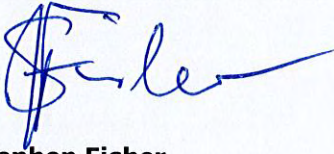
Conclusion

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 Latrobe Magnesium Limited and controlled entities is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2019 and of its performance for the half-year ended on that date; and
- b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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Stephen Fisher

Partner

Sydney

Dated: 10 March 2020