



ABN 83 141 128 841

Half-year Financial Report

30 June 2017

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CORPORATE DIRECTORY

Directors

Mr. Peter Youd (Non-Executive Chairman)
Mr. Jack James (Non-Executive Director)
Mr. Bat-Ochir Sukhbaatar (Non-Executive Director)
Ms. Paula Cowan (Non-Executive Director)

Company Secretary

Mr. Jack James

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Share Registry

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Telephone: 1300 288 664
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Auditors

BDO Audit (WA) Pty Ltd
38 Station Street
SUBIACO, WA 6008

Stock Exchange

Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
ASX Code: HAR

DIRECTORS' REPORT

The Directors of Haranga Resources Limited ('the Company' or 'Haranga') submit the financial report of the consolidated entity consisting of Haranga Resources Limited and the entities it controlled at the end of, or during the half-year ended 30 June 2017. In order to comply with the provisions of the *Corporations Act 2001*, the Directors' report as follows:

Directors

The names of Directors who held office during or since the end of the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Mr. Peter Youd	Non-Executive Chairman (appointed 1 June 2017)
Mr. Jack James	Non-Executive Director
Mr. Bat-Ochir Sukhbaatar	Non-Executive Director
Ms. Paula Cowan	Non-Executive Director (appointed 28 March 2017)
Mr. Brian McMaster	Non-Executive Chairman (resigned 1 June 2017)
Mr. Matthew Wood	Non-Executive Director (resigned 28 March 2017)

Results

The profit after tax for the half-year ended 30 June 2017 was \$669,076 (2016: loss \$540,760).

Review of Operations

SELENGE IRON ORE PROJECT

On 1 June 2017, the Company announced it had entered into a formal share sale agreement with Amarbaatar Bilguun ('the Buyer') for the sale of the Company's 100% interest in Mongolian subsidiary Haranga Iron LLC.

Haranga Iron LLC is the holder of an 80% interest in Haranga Khuder LLC which holds the Selenge Project in Mongolia, comprising of mining license 18934A and exploration license 11335X.

The material terms of the Share Sale Agreement are detailed below:

- On execution, the Buyer paid the Company a non-refundable deposit of US\$100,000;
- On receipt of required shareholder and other regulatory approvals, the Buyer will pay the Company US\$1,000,000; and
- On the date that is 12 months from the first date that proceeds from the sale or other disposition of product from the Selenge Project are received, the Buyer will pay the Company US\$3,500,000.

The decision to divest the Selenge Project was taken following a sustained period of investor disinterest in the Project. The Board continues to actively pursue other opportunities to restore shareholder value.

Subsequent to half-year end, the required shareholder approval under ASX Listing Rule 11.2 to complete the transaction was received on 26 July 2017 at a general meeting of shareholders.

As announced on 4 August 2017, the Company completed the sale of the Selenge Project upon receipt of \$1,257,027 (US\$1,000,000) from the Buyer.

The Directors, together with the Company's corporate adviser, are continuing to assess various recapitalisation opportunities for the Company and will provide an update in due course.

COMPARISON OF MINERAL RESOURCES

There have been no changes to the mineral resources during the half-year.

Selenge Resource Estimates Split by Deposit (Cutoff = 12.5% Fe) as at 30 June 2017:

Deposit	Measured		Indicated		Inferred		TOTAL	
	Mt	Fe Grade	Mt	Fe Grade	Mt	Fe Grade	Mt	Fe Grade
Dundbulag	96.4	16.6	103.5	16.1	-	-	199.9	16.4
Bayantsogt	20.7	23.0	15.0	22.8	0.55	16.6	36.3	22.8
Undur Ukhaa	9.3	15.8	8.9	15.1	-	-	18.2	15.4
TOTAL	126.4	55.04	127.4	54.0	0.55	16.6	254.4	54.6

Governance Arrangements and Internal Controls

A summary of the governance and controls applicable to the Company's Mineral Resource process is as follows:

- Review and validation of drilling and sampling methodology and data spacing, geological logging, data collection and storage, sampling and analytical quality control;
- Review of known and interpreted geological structure, lithology and weathering controls;
- Review of estimation methodology relevant to the mineralisation style;
- Visual validation of block model against raw data; and
- Internal peer review by senior company personnel.

CORPORATE**Finance Facility**

On 24 March 2017, the Company signed a further Amendment to the Binding Terms Sheet with Sanjiv Noronha for the unsecured interim finance facility of \$200,000. As at the date of the variation, the balance owing was \$100,000 plus interest. The Company repaid \$50,000 on 28 March 2017 and the remaining \$50,000 plus interest on 28 April 2017. The Company no longer holds any financing facilities.

Board Changes

On 28 March 2017, Ms. Paula Cowan was appointed as a Non-Executive Director of the Company and Mr. Matthew Wood resigned from his position as a Non-Executive Director.

On 1 June 2017, the Company announced the appointment of Mr Peter Youd to the Board of Directors of the Company and the resignation of Mr Brian McMaster from the Board.

Other

On 30 May 2017, the Company announced that it had appointed CPS Capital Group Pty Ltd ('CPS Capital') to act as corporate adviser and broker to assist in a recapitalisation of the Company.

Events Occurring After the Reporting Period

On 26 July 2017, the Company received shareholder approval under ASX Listing Rule 11.2 to complete the sale of the Selenge Project in Mongolia.

As announced on 4 August 2017, the Company completed the sale of the Selenge Project upon receipt of \$1,257,027 (US\$1,000,000) from the Buyer.

There were no other significant events subsequent to reporting date.

Auditor's Independence Declaration

Section 307C of the *Corporations Act 2001* requires our auditors, BDO, to provide the Directors of the Group with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 3 and forms part of this Directors' Report for the half-year ended 30 June 2017.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3) of the *Corporations Act 2001*.



Peter Youd
Non-Executive Chairman

Perth, Western Australia
7 September 2017

Competent Person's Statement

The technical information contained in this announcement in relation to the JORC Code (2012) Compliant Resource for the Selenge Project Deposits has been reviewed by Mr Peter Ball of DataGeo Ltd, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Ball has sufficient experience relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Mineral Resources and Ore Reserves'. Mr Ball consents to the inclusion in this report of the matters based on his information, and information presented to him, in the form and context in which it appears. Refer to the HAR ASX announcement dated 7 May 2013 for further details.

DECLARATION OF INDEPENDENCE BY MATTHEW CUTT TO THE DIRECTORS OF HARANGA RESOURCES LIMITED

As lead auditor for the review of Haranga Resources Limited for the half-year ended 30 June 2017, 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 Haranga Resources Limited and the entities it controlled during the period.



Matthew Cutt

Director

BDO Audit (WA) Pty Ltd

Perth, 7 September 2017

Consolidated Statement of Profit or Loss and Other Comprehensive Income
for the half-year ended 30 June 2017

	Note	2017 \$	2016 \$
Revenue from continuing operations			
Interest income		161	578
Other income	4	-	25,618
Service administration fee		(60,000)	(60,000)
Professional and consulting fees		(171,152)	(150,109)
Travel expenses		-	(49,404)
Foreign exchange gain / (loss)		(6,172)	(2,537)
Other expenses	5	(19,092)	(7,246)
Loss from continuing operations before income tax		(256,255)	(243,100)
Income tax benefit		-	-
Net loss for the half-year		(256,255)	(243,100)
Discontinued operations			
Profit / (loss) for the year from discontinued operations	7	923,896	(94,914)
Other Comprehensive Income			
<i>Items that will be reclassified to profit or loss:</i>			
Foreign currency translation		1,435	(202,746)
Other comprehensive income for the half-year, net of tax		1,435	(202,746)
Total comprehensive profit / (loss) for the half-year		669,076	(540,760)
Profit / (loss) for the period attributable to:			
Owners of Haranga Resources Limited		478,220	(331,457)
Non-controlling interests		189,421	(6,557)
		667,641	(338,014)
Comprehensive profit / (loss) for the period attributable to:			
Owners of Haranga Resources Limited		479,655	(534,203)
Non-controlling interests		189,421	(6,557)
		669,076	(540,760)
Profit / (loss) per share from continuing operations attributable to owners of Haranga Resources Limited			
Basic / diluted profit / (loss) from continuing and discontinued		0.14	(0.09)
Basic / diluted profit / (loss) from continuing operations per share		(0.05)	(0.06)
Basis / diluted profit / (loss) from discontinued operations per share		0.19	(0.03)

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 30 June 2017

	Note	30 June 2017 \$	31 December 2016 \$
Current Assets			
Cash and cash equivalents	6	2,928	144,655
Other receivables		5,486	108,104
Other current assets		23	79,157
Assets held for sale	7	1,417,828	-
Total Current Assets		1,426,265	331,916
Non-Current Assets			
Plant and equipment		-	310,762
Total Non-Current Assets		-	310,762
Total Assets		1,426,265	642,678
Current Liabilities			
Trade and other payables	8	966,305	816,669
Borrowings		-	150,000
Liabilities held for sale	7	116,671	-
Total Current Liabilities		1,082,976	966,669
Total Liabilities		1,082,976	966,669
Net Assets		343,289	(323,991)
Equity			
Issued capital	9	40,340,817	40,342,613
Reserves		2,941,940	2,940,505
Accumulated losses		(40,247,153)	(40,725,373)
Capital and reserves attributable to owners of Haranga Resources Limited		3,035,604	2,557,745
Non-controlling interest		(2,692,315)	(2,881,736)
Total Equity		343,289	(323,991)

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 30 June 2017

	2017 \$	2016 \$
	Inflows/(Outflows)	
Cash flows from operating activities		
Payments to suppliers and employees	(140,797)	(93,669)
Interest received	161	578
Receipt of refundable security deposit	133,023	-
Finance costs	(7,884)	-
Net cash outflow from operating activities	(15,497)	(93,091)
Cash flows from investing activities		
Receipts from sale of fixed assets	33,811	-
Payments for exploration and evaluation expenditure	-	(55,945)
Net cash inflow / (outflow) from investing activities	33,811	(55,945)
Cash flows from financing activities		
Proceeds from issue of shares	-	193,274
Payments for share issue costs	(7,876)	(29,746)
Repayment of borrowings	(150,000)	-
Net cash (outflow) / inflow from financing activities	(157,876)	163,528
Net (decrease) / increase in cash held	(139,562)	14,492
Cash and cash equivalents at beginning of period	144,655	62,034
Net foreign exchange differences	(673)	375
Cash and cash equivalents at the end of the period	6	76,901

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 30 June 2017

	Issued Capital	Accumulated Losses	Reserves	Non-controlling interests	Total
	\$	\$	\$	\$	\$
Balance at 1 January 2017	40,342,613	(40,725,373)	2,940,505	(2,881,736)	(323,991)
Profit for the half-year	-	478,220	-	189,421	667,641
<i>Other comprehensive income</i>					
Foreign currency translation	-	-	1,435	-	1,435
Total comprehensive profit for the half-year	-	478,220	1,435	189,421	669,076
Transactions with owners in their capacity as owner					
Equity issued by rights issue	-	-	-	-	-
Costs of issue	(1,796)	-	-	-	(1,796)
Balance at 30 June 2017	40,340,817	(40,247,153)	2,941,940	(2,692,315)	343,289
Balance at 1 January 2016	39,944,203	(20,090,339)	6,206,349	251,899	26,312,112
Loss for the half-year	-	(331,457)	-	(6,557)	(338,014)
<i>Other comprehensive income</i>					
Foreign currency translation	-	-	(202,746)	-	(202,746)
Total comprehensive loss for the half-year	-	(331,457)	(202,746)	(6,557)	(540,760)
Transactions with owners in their capacity as owner					
Equity issued by rights issue	193,274	-	-	-	193,274
Costs of issue	(36,678)	-	-	-	(36,678)
Balance at 30 June 2016	40,100,799	(20,421,796)	6,003,603	245,342	25,927,948

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

1. Corporate Information

The financial report consists of the consolidated financial statements of Haranga Resources Limited and its subsidiaries for the half-year ended 30 June 2017 was authorised for issue in accordance with a resolution of the Directors on 7 September 2017.

Haranga Resources Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Group are described in the Directors' Report.

2. Basis of Preparation

These general purpose financial statements for the half-year reporting period ended 30 June 2017 have been prepared in accordance with Australian Accounting Standard *134 Interim Financial Reporting* and the *Corporations Act 2001*.

These half-year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the annual financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 31 December 2016 and any public announcements made by Haranga Resources Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The half-year report has been prepared on an accruals basis and is based on historical costs.

Going Concern

The Group incurred a net profit after tax for the half-year ended 30 June 2017 of \$667,641 (2016: loss \$338,014) and experienced net cash outflows of \$139,562 (2016: net cash inflow \$14,492). At 30 June 2017, the Group has net assets of \$343,289 (31 December 2016: net liabilities \$323,991). As at 30 June 2017, the Group's cash balance stood at \$2,928 and the Group had \$966,305 in trade creditors overdue or on extended payment terms.

The ability of the Group to continue as a going concern is dependent on securing additional funding through equity and / or debt to fund its activities. These conditions indicate a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Notwithstanding the above, the Directors of the Group have prepared the half-year report on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business. Subsequent to half-year end, on 4 August 2017, the Group completed the sale of the Selenge Project upon receipt of \$1,257,027 from the Buyer. Funds from the sale of the Selenge Project have been used to settle approximately \$915,000 in trade creditors as at 30 June 2017.

In addition to the above, to enable the Group to continue operating, the Group will seek to raise additional funds through equity and/or debt and on 30 May 2017, signed a mandate appointing CPS Capital Group Pty Ltd to act as corporate adviser and broker to assist in the recapitalisation of the Company. As at the date of this report, the Directors consider that there are sufficient funds to meet the entity's working capital requirements over the course of the next 12 months.

Should the Group not be able to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the half-year financial statements. The half-year financial report does not include any adjustments relating to the recoverability and classification of the recorded amounts or liabilities that might be necessary should the Group not continue as a going concern.

New and Amending Accounting Standards and Interpretations

In the half-year ended 30 June 2017, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group's operations and effective for the current reporting period.

It has been determined by the Directors that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group's business and, therefore, no change is necessary to the Group accounting policies.

The Directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 30 June 2017. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group's business and, therefore, no change necessary to the Group accounting policies.

New and amended accounting standards and interpretations have been published but are not mandatory. The Group has decided against early adoptions of these standards, and has determined the potential impact on the financial statements from the adoption of these standards and interpretations is not material to the Group.

(a) Discontinued Operations

A discontinued operation is a component of the Group's business that represents a separate major line of business or geographical area of operations that has been disposed of or is held for sale, or is a subsidiary acquired exclusively with a view to resale. Classification as a discontinued operation occurs upon disposal or when the operation meets the criteria to be classified as held for sale, if earlier. When an operation is classified as discontinued, the comparative consolidated statement of profit or loss and other comprehensive income is re-presented as if the operation had been discounted from the start of the comparative period.

(b) Significant accounting judgments and key estimates

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

3. Segment Reporting

The Group predominantly operated in one geographical segment for the 2017 and 2016 financial years.

The Group operates in the mineral exploration industry. For management purposes, the Group is organised into one main operating segment which involves the exploration for minerals. All of the Group's activities are interrelated and discrete financial information is reported to the Board (Chief Operating Decision Maker) as a single segment which is equivalent to the financial statements of the Group as a whole. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment.

4. Other Income

On 1 June 2017, the Company announced that it had entered into a Share Sale Agreement for the sale of the its 100% interest in Mongolian subsidiary Haranga Iron LLC. As per the Share Sale Agreement, the Company received a non-refundable deposit of US\$100,000 (AU\$133,023) which has been recognised as other income. Refer to note 7 for further detail.

5. Expenses

Other expenses:

	30 June 2017	30 June 2016
	\$	\$
ASIC and ASX fees	2,070	757
Interest expense	2,039	-
Postage	2,123	9
Share registry costs	3,494	3,408
Other	9,366	3,072
	19,092	7,246

	30 June 2017 \$	31 December 2016 \$
6. Cash and Cash Equivalents		
Cash at bank	2,928	144,655
Cash at bank attributable to discontinued operations – refer to note 7	1,492	-
	4,420	144,655

7. Discontinued Operations

On 1 June 2017, the Company announced that it had entered into a Share Sale Agreement for the sale of its 100% interest in Mongolia subsidiary Haranga Iron LLC. Haranga Iron LLC is the holder of an 80% interest in Haranga Khuder LLC which holds the Selenge Project in Mongolia. For the key terms of the proposed divestment refer to ASX announcement 'Divestment of Mongolian Interest and Board Changes' released on 1 June 2017.

As at 30 June 2017, there were a number of conditions precedent to completing the sale of the Selenge Project outstanding including the required shareholder approval of the disposal and therefore the subsidiary is classified as a disposal group held for sale.

Subsequent to half-year end, the Company received shareholder approval to dispose of the subsidiary on 26 July 2017 at a general meeting of shareholders. As announced on 4 August 2017, the Company completed the sale of the subsidiary.

The loss for the half-year ended 30 June 2017 from discontinued operations is as follows:

	30 June 2017 \$	30 June 2016 \$
Loss for the half-year from discontinued operations		
Other income – refer to note 4	133,023	147
Reversal of exploration impairment	1,100,321	-
	1,233,344	147
Expenses	(309,448)	(95,061)
Profit / (loss) before income tax	923,896	(94,914)
Income tax expense	-	-
Profit / (loss) after tax attributable to the discontinued operation	923,896	(94,914)
Cash flows from discontinued operations		
Net cash outflow from operating activities	(177,155)	(112,630)
Net cash inflow from investing activities	130,282	601
Net cash outflow from financing activities	42,116	111,620
Effect of exchange rate fluctuations on cash	(225)	622
Net decrease in cash generated by the subsidiary	(4,982)	213

Assets and liabilities held for resale as at 30 June 2017 were as follows:

	30 June 2017 \$
Assets	
Cash and cash equivalents	1,492
Trade and other receivables	64,156
Other assets	61,755
Plant and equipment	190,104
Deferred exploration and evaluation expenditure	1,100,321
Total Assets	1,417,828
Liabilities	
Trade and other payables	116,671
Total Liabilities	116,671

	30 June 2017 \$	31 December 2016 \$
8. Trade and Other Payables		
Other payables	877,980	734,497
Accruals	88,325	82,172
Closing balance	966,305	816,669

		30 June 2017	31 December 2016	
		\$	\$	
9. Issued Capital				
(a) Issued and paid up capital				
Ordinary shares fully paid		40,340,817	40,342,613	
	2017		2016	
	Number of shares	\$	Number of shares	\$
(b) Movements in shares on issue				
Opening balance	484,525,904	40,342,613	341,845,828	39,944,203
Shares issued via rights issue	-	-	84,680,076	302,359
Shares issued via placement	-	-	58,000,000	174,000
Costs of issue	-	(1,796)	-	(77,949)
Closing balance	484,525,904	40,340,817	484,525,904	40,342,613

10. Dividends

No dividends have been paid or provided for during the half-year.

11. Contingent Liabilities

There are no contingent liabilities or contingent assets.

12. Events Occurring After the Reporting Period

On 26 July 2017, the Company received shareholder approval under ASX Listing Rule 11.2 to complete the sale of the Selenge Project in Mongolia.

As announced on 4 August 2017, the Company completed the sale of the Selenge Project upon receipt of \$1,257,027 (US\$1,000,000) from the Buyer.

There were no other significant events subsequent to reporting date.

13. Fair Value Measurement

The Company does not have any financial instruments that are subject to recurring fair value measurements. Due to their short term nature, the carrying amount of current receivables and current trade and other payables is assumed to approximate their fair value.

DIRECTORS' DECLARATION

In the opinion of the Directors of Haranga Resources Limited ('the Group'):

1. The financial statements and notes thereto, as set out on pages 4 to 11, are in accordance with the *Corporations Act 2001* including:
 - a. complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b. giving a true and fair view of the consolidated entity's financial position as at 30 June 2017 and of its performance for the half-year ended on that date; and
2. There are reasonable grounds to believe that Haranga Resources Limited will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the *Corporations Act 2001*.



Peter Youd
Non-Executive Chairman

Perth, Western Australia
7 September 2017

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Haranga Resources Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Haranga Resources Limited, which comprises the consolidated statement of financial position as at 30 June 2017, 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 30 June 2017 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 Haranga Resources 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 Haranga Resources Limited, 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 Haranga Resources Limited is not in accordance with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the consolidated entity's financial position as at 30 June 2017 and of its performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Emphasis of matter - Material uncertainty relating to going concern

We draw attention to Note 2 in the financial report which describes the events and/or conditions which give rise to 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. Our conclusion is not modified in respect of this matter.

BDO Audit (WA) Pty Ltd



Matthew Cutt

Director

Perth, 7 September 2017