

MACA Crushing Pty Ltd

ABN83 121360343

Financial Statements
For the year ended 30 June 2010

MACA Crushing Pty Ltd

ABN 83 121 360 343

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MACA Crushing Pty Ltd

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Directors' Declaration

The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies prescribed in Note 1 to the financial statements.

The directors of the company declare that:

1. the financial statements and notes, present fairly the company's financial position as at 30 June 2010 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
2. in the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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



Ross Campbell Williams
Director

Dated: 31 August 2010.

MACA Crushing Pty Ltd
ABN 83 121 360 343
Detailed Profit and Loss Statement
For the year ended 30 June 2010

	2010	2009
	\$	\$
Income		
Hire income	3,797,250	1,725,804
Insurance recoveries	-	1,272,035
Interest received	3,255	5,292
Other income	-	81,940
Total income	<u>3,800,505</u>	<u>3,085,071</u>
Expenses		
Accountancy	1,988	2,390
Amortisation Expense	1,659	707
Bank Fees And Charges	203	125
Depreciation - plant	2,319,987	1,309,428
Write-down to recoverable amount NPP	-	1,271,932
Filing Fees	212	212
Hire/rent of Plant & Equipment	-	100,000
Hire purchase charges	445,056	232,463
Total expenses	<u>2,769,105</u>	<u>2,917,257</u>
Profit from Ordinary Activities before income tax	<u>1,031,400</u>	<u>167,814</u>

MACA Crushing Pty Ltd
ABN 83 121 360 343
Profit and Loss Statement
For the year ended 30 June 2010

	2010	2009
	\$	\$
Operating profit before income tax	1,031,400	167,814
Income tax attributable to operating profit (loss)	136,050	-
Operating profit after income tax	895,351	167,814
Retained profits at the beginning of the financial year	258,617	90,803
Total available for appropriation	1,153,968	258,617
Retained profits at the end of the financial year	1,153,968	258,617

MACA Crushing Pty Ltd
ABN 83 121 360 343
Detailed Balance Sheet As At 30 June 2010

	Note	2010 \$	2009 \$
Current Assets			
Cash Assets			
Cash At Bank		148,993	141,340
Cash on hand		<u>70</u>	<u>70</u>
		<u>149,063</u>	<u>141,410</u>
Receivables			
Trade debtors		<u>409,337</u>	<u>-</u>
		<u>409,337</u>	<u>-</u>
Total Current Assets		<u>558,401</u>	<u>141,410</u>
Non-Current Assets			
Property, Plant and Equipment			
Plant & equipment - at cost		16,084,247	10,112,562
Less: Accumulated depreciation		<u>(6,108,873)</u>	<u>(3,788,886)</u>
		<u>9,975,374</u>	<u>6,323,676</u>
Other			
Preliminary expenses		1,700	1,700
Less: Accumulated amortisation		(1,360)	(1,020)
Borrowing expenses		7,456	5,881
Less: Accumulated amortisation		<u>(1,686)</u>	<u>(367)</u>
		<u>6,110</u>	<u>6,194</u>
Total Non-Current Assets		<u>9,981,485</u>	<u>6,329,871</u>
Total Assets		<u>10,539,886</u>	<u>6,471,281</u>

MACA Crushing Pty Ltd
ABN 83 121 360 343
Detailed Balance Sheet As At 30 June 2010

	Note	2010 \$	2009 \$
Current Liabilities			
Financial Liabilities			
Secured:			
Hire purchase		3,973,675	2,470,844
Less: Unexp interest charges		<u>(470,348)</u>	<u>(319,869)</u>
		<u>3,503,327</u>	<u>2,150,975</u>
Current Tax Liabilities			
GST payable control account		111,637	58,087
Input tax credit control account		(14,144)	(56,000)
GST clearing		(119)	-
Taxation		<u>84,661</u>	<u>(21,691)</u>
		<u>182,035</u>	<u>(19,604)</u>
Total Current Liabilities		<u>3,685,362</u>	<u>2,131,371</u>
Non-Current Liabilities			
Financial Liabilities			
Unsecured:			
Loan - Mining and Civil Australia		750,000	-
Secured:			
Hire purchase		5,306,694	4,392,046
Less: Unexp interest charges		<u>(356,208)</u>	<u>(310,824)</u>
		<u>5,700,486</u>	<u>4,081,222</u>
Total Non-Current Liabilities		<u>5,700,486</u>	<u>4,081,222</u>
Total Liabilities		<u>9,385,848</u>	<u>6,212,594</u>
Net Assets		<u>1,154,038</u>	<u>258,687</u>

Equity

MACA Crushing Pty Ltd

ABN 83 121 360 343

Detailed Balance Sheet As At 30 June 2010

	Note	2010	2009
		\$	\$
<hr/>			
Issued Capital			
Issued & paid up capital		70	70
Retained profits / (accumulated losses)		<u>1,153,968</u>	<u>258,617</u>
Total Equity		<u>1,154,038</u>	<u>258,687</u>

MACA Crushing Pty Ltd
ABN 83 121 360 343
Notes to the Financial Statements
For the year ended 30 June 2010

Note 1: Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared for use by directors and members of the company. The directors have determined that the company is not a reporting entity.

The report has been prepared in accordance with the requirements of the following Australian Accounting Standards.

AASB 1031: Materiality
AASB 110: Events after the Balance Sheet Date

No other Australian Accounting Standards or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Property, Plant and Equipment

Property, plant and equipment are carried at cost, independent of directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company.

(b) Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MACA CRUSHING PTY LTD

Report on the Financial Report

We have audited the accompanying special purpose financial report of MACA Crushing Pty Ltd (the company), which comprises the balance sheet as at 30 June 2010, the profit and loss statement for the year ended on that date, notes to the financial statements and the directors' declaration of the company.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the *Corporations Act 2001* and are appropriate to meet the needs of the members. The directors' responsibility also includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the directors' financial reporting under the *Corporations Act 2001*. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

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

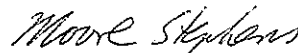
Auditor's Opinion

In our opinion, the financial report of MACA Crushing Pty Ltd is in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2010 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1 and complying with the *Corporations Regulations 2001*.



NEIL PACE
PARTNER



MOORE STEPHENS
CHARTERED ACCOUNTANTS

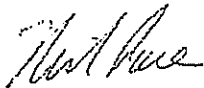
Signed at Perth this 31st day of August 2010.

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF MACA CRUSHING PTY LTD

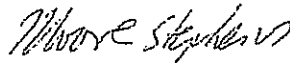
I declare, that to the best of my knowledge and belief, during the year ended 30 June 2010 there have been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.



NEIL PACE
PARTNER



MOORE STEPHENS
CHARTERED ACCOUNTANTS

Signed at Perth this 31st day of August 2010.