

3D RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN: 15 120 973 775

**Financial Report For The Half Year Ended
31 December 2018**

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Financial Report For The Half Year Ended 31 December 2018

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The half year financial report is prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 'Interim Financial Reporting'. The half year financial report does not include all the notes of the type usually included in an annual financial report. It is recommended that this financial report be read in conjunction with the financial report for the year ended 30 June 2018 and any public announcements made by the Company since 30 June 2018 in accordance with any continuous disclosure obligations arising under the Corporations Act 2001.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
DIRECTORS' REPORT

Your directors present their report on the consolidated entity (referred to herein as the Group) consisting of 3D Resources Limited and its controlled entities for the half year ended 31 December 2018.

General Information

Directors

The following persons were directors of 3D Resources Limited during or since the end of the half year up to the date of this report.

Mr Ian Hastings

Mr Peter Mitchell

Mr John Chegwidzen

Unless otherwise stated, all directors were in office for the period under review, and up to the date of this report.

DIRECTORS' REPORT

In accordance with continuous disclosure requirements, it is recommended that this half year be read in conjunction with any public announcements lodged with the Australian Securities Exchange for the half year.

Review of Operations

The consolidated loss for the six month period ended 31 December 2018 was \$658,980. (2017 loss: \$1,036,634)

The net assets and net current liabilities of the Group as at 31 December 2018 were \$454,384 and (\$288,126) respectively.

During the six month period ending 31 December 2018, 3D Resources Ltd ("the Company") largely focused on its Haitian Gold Projects and also reviewed several other potentially compatible gold opportunities.

Haiti Gold Projects

In June 2018, the Company terminated the original acquisition agreement it had entered into in August 2017 under which it was to acquire a 75% interest in two Haitian companies Ayiti Gold Company SA ("Ayiti") and Delta Societe Miniere SA ("Delta"), which held a 100% interest in the Grand Bois and Morne Bossa Gold projects respectively. The Company believed the projects had merit despite the risks and continued discussions with the vendors with a view to trying to find a workable solution to acquire and control the projects.

In September 2018, the Company entered into a restructured "Acquisition Agreement" whereby its wholly owned subsidiary Haiti Gold Australia Pty Ltd agreed to acquire all of the issued capital in both Ayiti and Delta. Under this new agreement the vendor was to receive a 25% Net Profit Interest rather than have a direct involvement in the operations of the Haitian companies. The new Acquisition Agreement included a number of conditions precedent that needed to be met before the agreement took effect, including inter-alia that the Vendors supply documentation which provided proof of ownership of the shares in Ayiti and Delta and the land on which the projects were based. The agreement was extended several times to allow the conditions precedent to be met and the vendors provided several sets of documents claimed to prove ownership of the land, but they failed to supply land titles registered in the Haitian company's names. The documentation provided was supplied to the Company's Haitian lawyers who advised that it was not adequate.

The Company agreed to assist the vendors undertake the procedures necessary to rectify the deficiencies and the parties agreed to extend completion of the Acquisition to 30 March 2019 to allow this to happen. A key term of the extension was that the Vendors supply documentation required to satisfy the Conditions Precedent by 31 January 2019. Although the Vendors supplied numerous further documents, the Company's legal advice continued to be that they remained deficient and consequently the Company advised that it not complete the acquisition until the deficiencies were rectified. The vendors were either unable or unwilling to do so and despite several opportunities chose to improperly terminate the agreement.

Over the period the Company has been involved in this project, it has gained a much deeper understanding of the technical and legal problems associated with the projects, and the political processes in Haiti which may equip it to invest in Haiti at some future time. However, the difficulties dealing with the vendor of the projects, together with the vendors' inability to provide basic legal documentation agreed upon has made the risks of proceeding with these projects at the present time unacceptable.

Cosmo Newberry

The Company completed a reconnaissance program on the Cosmo Newberry area. This work was carried out under a short term access agreement with the Yilka Native title holders and was aimed at providing the geological information required to plan a full scale exploration program on the project.

The work involved:

- Sampling of known gold mineralisation to determine the geochemical profile associated with that gold mineralisation. Nine samples yielded 0.1g/tAu up to 7.7g/t Au from old mullock dumps
- Testing various geochemical sampling methods over some low order geochemical anomalies in sand covered areas that had been generated in a program in the 1990's. These tests confirmed the existence of the gold anomalies up to 15ppb gold in these sand covered areas.

Following a decision by the Federal Court to accept a further native title group claim for the same area, the court instructed the two native title groups to merge under a new body corporate. At the year end this new body corporate had not formed and it is understood that negotiations continue between the native title groups involved. Until this is resolved the Company is unable to formalise a new access agreement to allow exploration to continue and is limited to analysis of existing data and other planning and preparatory activities.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
DIRECTORS' REPORT

East Kimberly (3D Resources Ltd - 80%)

The Company retained the Mining License (M80/0247) covering the Mt Angelo North deposit and all the JORC resources announced to date. We continue to look at potential ways to create value from this project.

Your directors thank all shareholders for their continued support

Auditor's Independence Declaration

The lead auditor's independence declaration is included on page 3 of the half year financial report.

Signed in accordance with a resolution of directors made pursuant to s.306(3)(a) of the Corporations Act 2001.



On behalf of the Directors

Mr Peter Mitchell

Managing Director

Dated: 15 March 2019



Level 13, Freshwater Place, 2 Southbank Boulevard,
Southbank VIC 3006

Phone: 03 9690 5700
Facsimile: 03 9690 6509
Website: www.morrrows.com.au

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF 3D RESOURCES LIMITED

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2018 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.

Morrrows

MORROWS AUDIT PTY LTD

L.S. WONG

Director

Melbourne: 15 March 2019

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3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2018

| | Consolidated Group | |
|---|-------------------------|---------------------------|
| | 31 December 2018 | 31 December 2017 |
| | \$ | \$ |
| Continuing operations | | |
| Revenue and other income | 304 | 733 |
| Administration expenses | (57,669) | (132,594) |
| Audit fees | (9,500) | (2,000) |
| Share registry costs | (6,076) | - |
| Depreciation and amortisation expense | (2,404) | (1,324) |
| Directors' fees | (223,223) | (150,937) |
| Consulting fees | (75,781) | (92,392) |
| Exploration costs | (85,423) | (148,303) |
| Impairment of goodwill | - | (317,312) |
| Insurance | (15,480) | (135) |
| Legal and professional fees | (61,791) | (59,950) |
| Tenancy costs | (4,527) | (14,380) |
| Travel and accommodation | (117,410) | (118,040) |
| Finance costs | - | - |
| Profit before income tax | <u>(658,980)</u> | <u>(1,036,634)</u> |
| Tax expense | - | - |
| Net Profit for the year | <u><u>(658,980)</u></u> | <u><u>(1,036,634)</u></u> |
| Other comprehensive income: | | |
| Items that may be reclassified subsequently to profit or loss: | | |
| Exchange differences on translating foreign operations, net of tax | - | (3,284) |
| Total other comprehensive income for the year | <u>-</u> | <u>(3,284)</u> |
| Total comprehensive income for the year | <u><u>(658,980)</u></u> | <u><u>(1,039,918)</u></u> |
| Net loss attributable to: | | |
| Members of the parent entity | (658,980) | (911,233) |
| Non-controlling interest | - | (125,401) |
| | <u>(658,980)</u> | <u>(1,036,634)</u> |
| Total comprehensive income attributable to: | | |
| Members of the parent entity | (658,980) | (914,659) |
| Non-controlling interest | - | (125,259) |
| | <u>(658,980)</u> | <u>(1,039,918)</u> |
| Earnings per share | | |
| From continuing and discontinued operations: | | |
| Basic and diluted loss per share (cents) | (0.07) | (0.14) |
| From continuing operations: | | |
| Basic and diluted loss per share (cents) | (0.07) | (0.14) |

The accompanying notes form part of these financial statements.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

| | Note | Consolidated Group | |
|----------------------------------|------|--------------------|------------------|
| | | 31 December 2018 | 30 June 2018 |
| | | \$ | \$ |
| ASSETS | | | |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | | 87,701 | 382,947 |
| Trade and other receivables | | 23,449 | 31,038 |
| Other assets | | 14,233 | 14,945 |
| TOTAL CURRENT ASSETS | | <u>125,383</u> | <u>428,930</u> |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | | 16,129 | 18,533 |
| Exploration expenditure | 3 | 726,381 | 736,091 |
| TOTAL NON-CURRENT ASSETS | | <u>742,510</u> | <u>754,624</u> |
| TOTAL ASSETS | | <u>867,893</u> | <u>1,183,554</u> |
| LIABILITIES | | | |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 413,509 | 221,507 |
| TOTAL CURRENT LIABILITIES | | <u>413,509</u> | <u>221,507</u> |
| TOTAL LIABILITIES | | <u>413,509</u> | <u>221,507</u> |
| NET ASSETS | | <u>454,384</u> | <u>962,047</u> |
| EQUITY | | | |
| Issued capital | 4 | 12,012,022 | 11,860,705 |
| Reserves | | 36,088 | 36,088 |
| Retained earnings | | (11,593,726) | (10,934,746) |
| TOTAL EQUITY | | <u>454,384</u> | <u>962,047</u> |

The accompanying notes form part of these financial statements.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2018

| Note | Issued Capital | Accumulated Losses | Option Reserve | Foreign Currency Translation Reserve | Subtotal | Non- controlling interests | Total |
|---|-------------------|-----------------------|-------------------|---|------------------|----------------------------------|--------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Consolidated Group | | | | | | | |
| Balance at 1 July 2017 | 10,661,455 | (9,449,983) | - | - | 1,211,472 | - | 1,211,472 |
| Comprehensive income | | | | | | | |
| Loss for the year | - | (911,233) | - | - | (911,233) | (125,401) | (1,036,634) |
| Other comprehensive income for the year | - | - | - | (3,426) | (3,426) | 142 | (3,284) |
| Total comprehensive income for the year | - | (911,233) | - | (3,426) | (914,659) | (125,259) | (1,039,918) |
| Transactions with owners, in their capacity as owners, and other transfers | | | | | | | |
| Shares issued during the period | 1,060,250 | - | - | - | 1,060,250 | - | 1,060,250 |
| Transaction costs | (96,000) | - | - | - | (96,000) | - | (96,000) |
| Options issued during the period | - | - | 36,000 | - | 36,000 | - | 36,000 |
| Total transactions with owners and other transfers | 964,250 | - | 36,000 | - | 1,000,250 | - | 1,000,250 |
| Balance at 31 December 2017 | 11,625,705 | (10,361,216) | 36,000 | (3,426) | 1,297,063 | (125,259) | 1,171,804 |
| Balance at 1 July 2018 | 11,860,705 | (10,934,746) | 36,000 | 88 | 962,047 | - | 962,047 |
| Comprehensive income | | | | | | | |
| Loss for the year | - | (658,980) | - | - | (658,980) | - | (658,980) |
| Other comprehensive income for the year | - | - | - | - | - | - | - |
| Total comprehensive income for the year | - | (658,980) | - | - | (658,980) | - | (658,980) |
| Transactions with owners, in their capacity as owners, and other transfers | | | | | | | |
| Shares issued during the period | 154,000 | - | - | - | 154,000 | - | 154,000 |
| Transaction costs | (2,683) | - | - | - | (2,683) | - | (2,683) |
| Total transactions with owners and other transfers | 151,317 | - | - | - | 151,317 | - | 151,317 |
| Balance at 31 December 2018 | 12,012,022 | (11,593,726) | 36,000 | 88 | 454,384 | - | 454,384 |

The accompanying notes form part of these financial statements.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

| | Consolidated Group | |
|---|--------------------|------------------|
| | 31 December 2018 | 31 December 2017 |
| | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Interest received | 724 | 1,590 |
| Payments to suppliers and employees | (322,464) | (619,192) |
| Payments used for security bonds | - | - |
| Net cash generated by operating activities | (321,740) | (617,602) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Payments for exploration expenses | (110,637) | (211,774) |
| Payments for property, plant and equipment | - | (27,101) |
| Payments for purchase of subsidiaries | - | (126,199) |
| Net cash (used in)/generated by investing activities | (110,637) | (365,074) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from issue of shares | 154,000 | 1,000,250 |
| Proceeds from shares yet to be issued | 2,304 | - |
| Payments for capital raising costs | (19,173) | (60,000) |
| Net cash provided by (used in) financing activities | 137,131 | 940,250 |
| Net increase in cash held | (295,246) | (42,426) |
| Cash and cash equivalents at beginning of financial year | 382,947 | 527,351 |
| Effect of exchange rates on cash holdings in foreign currencies | - | (754) |
| Cash and cash equivalents at end of financial year | 87,701 | 484,171 |

The accompanying notes form part of these financial statements.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

These consolidated financial statements and notes represent those of 3D Resources Limited and Controlled Entities (the "group").

The financial statements were authorised for issue on [insert date] by the directors of the company.

Note 1 Summary of Significant Accounting Policies

Statement of compliance

The half year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half year financial report does not include all the notes of the type usually included in the annual financial report. It is therefore recommended that this financial report be read in conjunction with the financial report for the year ended 30 June 2018 and any public announcements made by the Company since 30 June 2018 in accordance with continuous disclosure obligations arising under the Corporations Act 2001.

Basis of Preparation

The consolidation financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise stated.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were used in the Group's last reporting annual financial statements at 30 June 2018, unless otherwise stated.

(a) Foreign Currency Transactions and Balances

Functional and presentation currency

The functional currency of the Company is the currency of the primary economic environment in which that entity operates. The financial statements are presented in Australian dollars, which is the Company's functional currency.

Transaction and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in profit or loss, except exchange differences that arise from net investment hedges.

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income to the extent that the underlying gain or loss is recognised in other comprehensive income, otherwise the exchange difference is recognised in the profit or loss.

The Company

The financial results and position of foreign operations whose functional currency is different from the entity's presentation currency are translated as follows:

- assets and liabilities are translated at exchange rates prevailing at the end of the reporting period;
- income and expenses are translated at exchange rates on the date of transaction; and
- all resulting exchange differences are recognised in other comprehensive income.

Exchange differences arising on translation of foreign operations with functional currencies other than Australian dollars are recognised in other comprehensive income and included in the foreign currency translation reserve in the statement of financial position and allocated to non-controlling interest where relevant. The cumulative amount of these differences is reclassified into profit or loss in the period in which the operation is disposed of.

(b) Exploration and Development Expenditure

Exploration, evaluation and development expenditures incurred are capitalised in respect of each identifiable area of interest. These costs are only capitalised to the extent that they are expected to be recovered through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit or loss in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to capitalise costs in relation to that area.

Costs of site restoration are provided for over the life of the project from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with local laws and regulations and clauses of the permits. Such costs have been determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

(Note 1: Summary of Significant Accounting Policies (Cont'd))

Any changes in the estimates for the costs are accounted for on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly, the costs have been determined on the basis that the restoration will be completed within one year of abandoning the site.

(d) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key Judgements

(ii) Exploration and Evaluation Expenditure

Exploration expenditures incurred are capitalised in respect of each identifiable area of interest. These costs are only capitalised to the extent that they are expected to be recovered through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to a relinquished area are written off in full against the profit or loss in the year in which the division to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest will be amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

(e) Going Concern

The half year financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and realisation of assets and the settlement of liabilities in the ordinary course of business.

The Company incurred a loss for the six month period ended 31 December 2018 of \$658,980 (31 December 2017: loss of \$1,036,634) and net cash outflows from operation activities of \$321,740. (31 December 2017: net cash outflows of \$617,602)

The directors have prepared a cash flow forecast, which indicates that the Company will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this financial report.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate. In particular, given the Company's history of raising capital to date, the directors are confident of the Company's ability to raise additional funds as and when they are required.

Should the Company be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

Note 2 Interests in Subsidiaries

(a) Information about Principal Subsidiaries

The subsidiaries listed below have share capital consisting solely of ordinary shares or ordinary units which are held directly by the Group. The proportion of ownership interests held equals the voting rights held by Group. Each subsidiary's principal place of business is also its country of incorporation.

| Name of subsidiary | Principal place of business | Ownership interest held by the Group | |
|-----------------------------|-----------------------------|--------------------------------------|---------------------|
| | | At 31 December 2018 | At 31 December 2017 |
| Platquest Resources Pty Ltd | Australia | 100% | 100% |
| Alltower Pty Ltd | Australia | 100% | 100% |
| Haiti Gold Aust Pty Ltd | Australia | 100% | 100% |
| Delta Société Minière SA* | Haiti | - | 70% |
| Ayiti Gold Company SA* | Haiti | - | 70% |

*70% owned by Haiti Gold Aust Pty Ltd

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

Note 3 Deferred Exploration and Evaluation

| | \$ |
|--------------------------------------|----------------|
| Balance at 1 July 2017 | 573,530 |
| Current year expenditure capitalised | 187,656 |
| Exploration costs written off | (25,095) |
| Balance at 30 June 2018 | <u>736,091</u> |
| | |
| Balance at 1 July 2018 | 736,091 |
| Current year expenditure capitalised | 75,713 |
| Exploration costs written off | (85,423) |
| Balance at 31 December 2018 | <u>726,381</u> |

The value of the Company's interest in exploration expenditure is dependent upon the:

- continuance of the economic entity's right to tenure of the areas of interest;
- the results of future exploration; and
- the recoupment of costs through successful development and exploitation of the areas of interest, or alternatively, by their sale.

75% of Peter Mitchell's Director's Fees have been capitalised as Deferred Exploration and Evaluation Assets.

The recovery of deferred exploration and evaluation costs is dependent upon the success of pre-feasibility studies, exploration and evaluation or sale or farm-out of the exploration interest. A percentage of the CEO's salary and associated costs are capitalised in line with the Company's policy of capitalising costs directly relating to pre-feasibility and exploration. Broadly, the Company has three cost centres, Corporate, Pre-feasibility and Exploration. Where identifiable, costs associated with Pre-feasibility and Exploration cost centres are capitalised. These costs are annually reviewed for impairment and a charge is made direct to the Statement of profit or loss and other comprehensive income of the Company where an impairment is identified.

An impairment of \$85,423 (31 December 2017: \$25,095) was brought to account for the financial year for costs associated with tenements that were previously deemed to no longer have any value to the Group. The Company still intends to exploit for economical gain the remaining tenements under its control.

The Group's exploration properties may be subjected to claim(s) under native title, or contain sacred sites, or sites of significance to Aboriginal people. As a result, exploration properties or areas within the tenements may be subjected to exploration restrictions, mining restrictions and/or claims for compensation. At this time, it is not possible to quantify whether such claims exist and therefore, the quantum of such potential claims cannot be estimated.

The Group has reviewed all of its tenements and has only carried forward the expenses on the tenements that given rise to a potential economic benefit to the Company through development or exploration.

The Group has considered the impairment indicators below and confirms no such indicators are applicable at 31 December 2018. As such, the Group does not consider that a full impairment test is necessary.

Impairment indications

- The period for which the entity has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned;
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area;
- Sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale;
- Evidence is available of obsolescence or physical damage of an asset;
- The net assets of the Group exceeds its market capitalisation.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

Note 4 Issued Capital

| (a) Ordinary Shares | No. | \$ |
|---|--------------------|-------------------|
| Balance at 1 July 2017 | 654,597,776 | 10,661,455 |
| Shares issued during the year | 231,346,153 | 1,310,250 |
| Less transaction costs arising from issue of shares | - | (111,000) |
| Balance at 30 June 2018 | <u>885,943,929</u> | <u>11,860,705</u> |
| Balance at 1 July 2018 | 885,943,929 | 11,860,705 |
| Shares issued during the year | 44,000,000 | 154,000 |
| Less transaction costs arising from issue of shares | - | (2,683) |
| Balance at 31 December 2018 | <u>929,943,929</u> | <u>12,012,022</u> |

(b) Options

The following reconciles the outstanding options to subscribe for fully paid ordinary shares in the Company at the beginning and end of the financial period.

| | No. | \$ |
|----------------------------------|--------------------|-----------|
| Balance at 1 July 2017 | 171,982,785 | - |
| Issued during the financial year | 86,711,539 | - |
| Lapsed during the financial year | - | - |
| Balance at 30 June 2018 | <u>258,694,324</u> | <u>-</u> |
| Balance at 1 July 2018 | 258,694,324 | - |
| Issued during the period | 22,000,000 | - |
| Lapsed during the period | - | - |
| Balance at 31 December 2018 | <u>280,694,324</u> | <u>-</u> |

| | Number | Issue Date | Expiry Date | Exercise Price |
|------------------|---------------|-------------------|--------------------|-----------------------|
| | | | | \$ |
| Listed Options | 110,919,563 | 15/12/2016 | 15/12/2019 | 0.007 |
| Listed Options | 27,729,889 | 20/01/2017 | 15/12/2019 | 0.007 |
| Listed Options | 33,333,333 | 9/05/2017 | 15/12/2019 | 0.007 |
| Listed Options | 4,500,000 | 23/08/2017 | 15/12/2019 | 0.007 |
| Listed Options | 38,461,539 | 6/09/2017 | 15/12/2019 | 0.007 |
| Listed Options | 4,500,000 | 20/09/2017 | 15/12/2019 | 0.007 |
| Listed Options | 34,250,000 | 15/06/2018 | 15/12/2019 | 0.007 |
| Listed Options | 22,000,000 | 14/11/2018 | 15/12/2019 | 0.007 |
| Unlisted Options | 5,000,000 | 23/08/2017 | 1/08/2019 | 0.004 |

3D RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN: 15 120 973 775

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

Note 5 Operating Segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and in determining the allocation of resources.

Unless stated otherwise, all accounts are reported to the Board of Directors, being the chief decision makers with respect to operating segments, which are determined in accordance with accounting policies that are consistent to those adapted in the annual financial statements of the consolidated entity.

(i) **Segment Revenue**

| | 3D Resources | Platquest | Alltower | Haiti | Total |
|---|-------------------------|------------------|-----------------|------------------|---------------------------|
| 6 months ended 31 December 2018 | \$ | \$ | \$ | \$ | \$ |
| Total segment revenue | - | - | - | - | - |
| <i>Reconciliation of segment revenue to group revenue</i> | | | | | |
| Total segment revenue | - | - | - | - | - |
| Segment net loss from continuing operations before tax | (64,712) | - | - | (20,711) | (85,423) |
| Amounts not included in segment result but reviewed by Board: | | | | | |
| Interest Revenue | | | | | 277 |
| <u>Administrative expenses</u> | | | | | |
| Directors' fees | | | | | (223,223) |
| Consultancy fees | | | | | (75,781) |
| Occupancy costs | | | | | (4,527) |
| Other costs | | | | | (270,303) |
| Impairment of goodwill | | | | | - |
| Other exploration costs written off | | | | | - |
| Net loss before tax from continuing operations | | | | | <u><u>(658,980)</u></u> |
| 6 months ended 31 December 2017 | \$ | \$ | \$ | \$ | \$ |
| Total segment revenue | - | - | - | - | - |
| <i>Reconciliation of segment revenue to group revenue</i> | | | | | |
| Total segment revenue | - | - | - | - | - |
| Segment net loss from continuing operations before tax | - | (25,095) | - | (110,788) | (135,883) |
| Amounts not included in segment result but reviewed by Board: | | | | | |
| Interest Revenue | | | | | 1,166 |
| <u>Administrative expenses</u> | | | | | |
| Directors' fees | | | | | (150,937) |
| Consultancy fees | | | | | (92,392) |
| Occupancy costs | | | | | (14,380) |
| Other costs | | | | | (314,476) |
| Impairment of goodwill | | | | | (317,312) |
| Other exploration costs written off | | | | | (12,420) |
| Net loss before tax from continuing operations | | | | | <u><u>(1,036,634)</u></u> |

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

(Note 5: Operating Segments (Cont'd))

(ii) Segment assets

| | 3D Resources | Platquest | Alltower | Haiti | Total |
|--|-----------------|-----------|-----------|------------|-----------------------|
| As at 31 December 2018 | \$ | \$ | \$ | \$ | \$ |
| Segment assets - opening balance | 732,828 | - | - | 3,263 | 736,091 |
| Segment assets increased for the period: | | | | | - |
| Capital expenditure/exploration | 58,265 | - | - | 17,448 | 75,713 |
| Write off | (64,712) | - | - | (20,711) | (85,423) |
| | <u>726,381</u> | <u>-</u> | <u>-</u> | <u>(0)</u> | <u>726,381</u> |
| Reconciliation of segment assets to group assets | | | | | |
| Unallocated assets: | | | | | |
| — Cash | | | | | 87,701 |
| — Receivables | | | | | 23,449 |
| — Other assets | | | | | 30,362 |
| Total group assets | | | | | <u><u>867,893</u></u> |

| | 3D Resources | Platquest | Alltower | Haiti | Total |
|--|-----------------|-----------|-----------|--------------|-------------------------|
| As at 30 June 2018 | \$ | \$ | \$ | \$ | \$ |
| Segment assets - opening balance | 570,267 | - | - | 3,263 | 573,530 |
| Segment assets increased for the period: | | | | | - |
| Capital expenditure/exploration | 188,173 | 25,095 | - | 68,595 | 281,863 |
| Write off | (25,612) | (25,095) | - | (68,595) | (119,302) |
| | <u>732,828</u> | <u>-</u> | <u>-</u> | <u>3,263</u> | <u>736,091</u> |
| Reconciliation of segment assets to group assets | | | | | |
| Unallocated assets: | | | | | |
| — Cash | | | | | 382,947 |
| — Receivables | | | | | 31,038 |
| — Other assets | | | | | 33,478 |
| Total group assets | | | | | <u><u>1,183,554</u></u> |

(iii) Segment liabilities

| | 3D Resources | Platquest | Alltower | Haiti | Total |
|--|-----------------|-----------|-----------|-----------|-----------------------|
| As at 31 December 2018 | \$ | \$ | \$ | \$ | \$ |
| Segment liabilities | - | - | - | - | - |
| Reconciliation of segment liabilities to group liabilities | | | | | |
| Intersegment eliminations | | | | | |
| Unallocated liabilities: | | | | | |
| — Trade and other payables | | | | | 413,509 |
| Total group liabilities | | | | | <u><u>413,509</u></u> |

| | 3D Resources | Platquest | Alltower | Haiti | Total |
|--|-----------------|-----------|-----------|-----------|-----------------------|
| As at 30 June 2018 | \$ | \$ | \$ | \$ | \$ |
| Segment liabilities | - | - | - | - | - |
| Reconciliation of segment liabilities to group liabilities | | | | | |
| Intersegment eliminations | | | | | |
| Unallocated liabilities: | | | | | |
| — Trade and other payables | | | | | 221,507 |
| Total group liabilities | | | | | <u><u>221,507</u></u> |

3D RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 15 120 973 775
NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

Note 6 Events After the Reporting Period

Other than the following, the directors are not aware of any significant events since the end of the reporting period.

On 23 January 2019, the Company's non-renounceable rights issue closed. A total of \$343,082 was raised, net of capital raising costs. A total of 177,277,163 fully paid ordinary shares were issued.

Under the terms of the Rights issue, the Directors of the Company have reserved the right to issue the Rights Issue shortfall of 287,394,801 ordinary shares at their discretion within three months of the Rights Issue closing date (23 January 2019). At the date of this report, no further shares have been issued.

On 12 February 2019, the Company announced that it has elected not to proceed further with the Acquisition Agreement to acquire Ayiti Gold Company SA ("Ayiti") and Delta Societe Miniere SA ("Delta"), which respectively own the Grand Bois and Morne Bossa gold projects in Haiti.

The Acquisition Agreement, which was executed on 16 September 2018, had been extended three times to allow the conditions precedent to be satisfied, with the most recent extension being agreed on 6 December 2018. The Company agreed to the latest extension on the basis that the vendors would deliver the requisite documentation by 31 January 2019, for a proposed completion of the Acquisition Agreement on 31 March 2019.

The Company did not receive the relevant deliverables by the agreed deadline of 31 January 2019, and despite giving the vendors further opportunity to demonstrate that they are able to fulfil their obligations under the Acquisition Agreement, the Company had received no response. Given this, the Company had concluded that the vendors were unable or unwilling to satisfy these conditions precedent.

The Company had therefore decided not to further extend the Acquisition Agreement however the Company has indicated that it remains open to purchasing the project outright and discussions are continuing to this end. No formal offer has been made at the date of this report.

Note 7 Financial Risk Management

The Group's financial instruments consist mainly of deposits with banks, receivable and trade and other payable.

The Group's financial instruments consist of those which are measured at amortised cost including trade and other receivables and trade and other payables. The carrying amount of these financial assets and liabilities approximate their fair value.

3D RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN: 15 120 973 775

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of 3D Resources Limited, the directors of the company declare that:

1. the financial statements and notes, as set out on pages 4 to 14, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Australian Accounting Standards, which, as stated in accounting policy Note 1 to the financial statements, constitutes compliance with International Financial Reporting Standards; and
 - (b) give a true and fair view of the financial position as at 31 December 2018 and of the performance for the year ended on that date of the consolidated group;
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; and
3. the directors have been given the declarations required by section 295A of the Corporations Act 2001 from the Chief Executive Officer and Chief Financial Officer.

Director



Mr Peter Mitchell

Dated this 15 March 2019



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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF 3D RESOURCES LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of 3D Resources Limited (the Entity), which comprises the consolidated statement of financial position as at 31 December 2018, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated 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.

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 the Entity is not in accordance with the Corporations Act 2001 including:

- i. giving a true and fair view of the Entity's financial position as at 31 December 2018 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 Related to Going Concern

We draw attention to Note 1 (e) in the half-year financial report which indicates that the ability of the Entity to continue as a going concern is dependent on its ability to generate additional funds from future equity or debt raising activities. The events and conditions, including being a net current liability position and incurring a loss for the period, indicate the existence of a material uncertainty that may cast significant doubt about the Entity's ability to continue as a going concern and therefore the Entity may be unable to realise its assets and discharge its liabilities in the normal course of business at amounts stated in the half year financial report

Our opinion is not qualified in respect of this matter.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Entity are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) 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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF 3D RESOURCES LIMITED

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 financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the Entity's financial position as at 31 December 2018 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 the Entity, 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.

Morrrows

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L.S. WONG

Director

Melbourne: 15 March 2019

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