

22 February 2017

Australian Securities Exchange  
Level 40, Central Park  
152-158 St George's Terrace  
Perth WA 6000

**APPENDIX 4D AND HALF-YEAR REPORT FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

Please find attached Appendix 4D – Half-Year Report and the Company's Half-Year Financial Report for the period ended 31 December 2016.

The half-year financial report does not include all the notes of the type normally included in an annual financial report and accordingly the financial report should be read in conjunction with the annual financial report for the year ended 30 June 2016.

The financial report for the half year ended 31 December 2016 incorporates a review of operations during the period.

**By Order of the Board**

For further information contact:

Loren King  
**Company Secretary**

Fraser Range Metals Group Limited  
Tel: (+61 8) 6489 1600

## **APPENDIX 4D**

**for the half-year ended 31 December 2016**

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### **RESULTS FOR ANNOUNCEMENT TO THE MARKET**

<b>Revenue from Ordinary Activities:</b>	11,461
<b>Previous Corresponding Period:</b>	698
<b>Percentage Change:</b>	Up 1542%
<b>Net Loss Attributed to Members:</b>	(168,756)
<b>Previous Corresponding Period:</b>	(82,538)
<b>Percentage Change:</b>	Up 104%
<b>Net Comprehensive Loss Attributed to Members:</b>	(168,756)
<b>Previous Corresponding Period:</b>	(82,538)
<b>Percentage Change:</b>	Up 104%
<b>There is no proposal to pay a dividend.</b>	
<b>Net Tangible Assets Per Security:</b>	0.0123
<b>Previous Corresponding Period:</b>	0.0021

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**FRASER RANGE**

METALS GROUP

ACN 098 236 938

**INTERIM REPORT**

FOR THE HALF-YEAR ENDED

31 DECEMBER 2016

# INTERIM REPORT

for the half-year ended 31 December 2016

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# CORPORATE DIRECTORY

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## DIRECTORS

Josh Russell Puckridge (Executive Chairman)  
Glenn Ross Whiddon (Non-Executive Director)  
Thomas Bahen (Non-Executive Director)

## COMPANY SECRETARY

Loren Anne King

## REGISTERED OFFICE

C/- Cicero Corporate Services Pty Ltd  
Suite 9, 330 Churchill Avenue  
Subiaco, WA 6008

## POSTAL ADDRESS

PO Box 866  
Subiaco, WA 6904

## PRINCIPAL PLACE OF BUSINESS

Suite 9, 330 Churchill Avenue  
Subiaco, WA 6008

## CONTACT INFORMATION

Tel: (08) 6489 1600  
Fax: (08) 6489 1601  
Email: [info@frmetals.com.au](mailto:info@frmetals.com.au)  
Website: [www.frmetals.com.au](http://www.frmetals.com.au)

## AUDITORS

Bentleys Audit & Corporate (WA) Pty Ltd  
Level 3, 216 St Georges Terrace  
Perth WA 6000

## SHARE REGISTRY

Security Transfer Registrars Pty Ltd  
Alexandrea House  
Suite 1, 770 Canning Highway  
Applecross, WA 6153  
Tel: (61 8) 9315 2333  
Fax: (61 8) 9315 2233

## BANKER

National Australia Bank  
Level 1 / 1238 Hay Street  
West Perth WA 6005

## HOME STOCK EXCHANGE

Australian Securities Exchange Limited (**ASX**)  
Level 40, Central Park  
152-158 St George's Terrace  
Perth WA 6000

ASX Code: **FRN**

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## DIRECTORS' REPORT

The directors of Fraser Range Metals Group Limited (ASX: FRN, **Company** or **FRN** or **Fraser Range**) submit herewith the financial report of the Company for the half-year ended 31 December 2016. In order to comply with the provisions of the *Corporations Act 2001*.

The names, appointment periods and particulars of the Company directors who held office during and/or since the end of the half-year are:

Director	Position	Date Appointed	Date Resigned
Mr Josh Russell Puckridge	Executive Chairman	3 Mar 2016	-
Mr Glenn Ross Whiddon	Non-Executive Director	3 Mar 2016	-
Mr Thomas Bahen	Non-Executive Director	16 February 2017	-
Mr Ian Prentice	Non-Executive Director	3 Mar 2016	16 February 2017
Mrs Loren Anne King	Non-Executive Director	20 Nov 2015	29 July 2016

The names of the secretaries in office at any time during or since the end of the year are:

Company Secretary	Position	Date Appointed	Date Resigned
Mrs Loren Anne King	Company Secretary	24 Nov 2015	-

Directors have been in office since 1 July 2016 up until the date of this report unless otherwise stated.

## FINANCIAL POSITION

The loss for the half-year after providing for income tax amounted to \$168,756 (2015: \$82,538).

## REVIEW OF OPERATIONS

### CORPORATE ACTIVITIES

#### Board Changes

On 29 July 2016, Mrs Loren King (nay Jones) resigned as a Director of the Company. Mrs King remains on as Company Secretary.

#### Capital Preservation

The Board of the Company agreed to reduce Directors' fees to \$33,000 p.a. (fully inclusive) for Non-Executive Directors from 1 July 2016.

Mr. Puckridge, Executive Chairman of the Company, has agreed to reduce his executive services fees to \$44,000 p.a. (fully inclusive).

### EXPLORATION ACTIVITIES

#### Dundas Project

##### *ELA 63/1792*

During the Period the Company progressed the preparation of an environmental management plan as part of the tenement application process. It is expected that the plan will be completed and submitted to the Department of Parks and Wildlife for review during the current period.

ELA 63/1792 is a full-sized exploration licence application (covering an area of 202km<sup>2</sup>) about 100km south south-west of Independence Group's Nova nickel – copper deposit. The application covers metagranitic and gneissic rocks of the Biranup Zone adjacent to a structurally emplaced sequence of metamorphosed mafic rocks, Archean granite and greenstone of the Northern Foreland.

# DIRECTORS' REPORT

Cobalt, base metal and precious metal occurrences have been identified within the application area by previous explorers.

The collation and review of historic exploration data continues, with the aim of identifying targets for testing upon grant of the tenement.

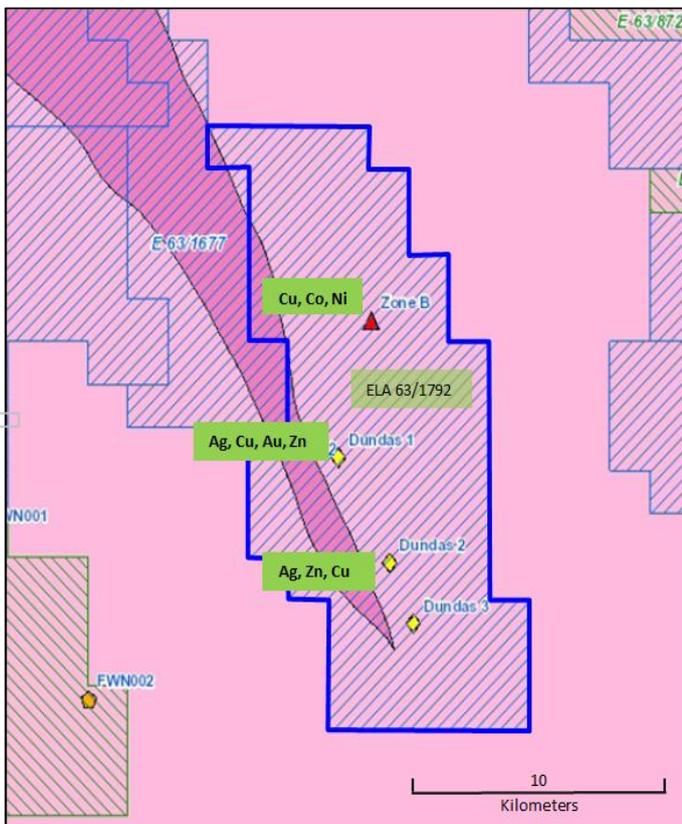
## Fraser Range Project

*E28/2385, E28/2390 & E28/2392*

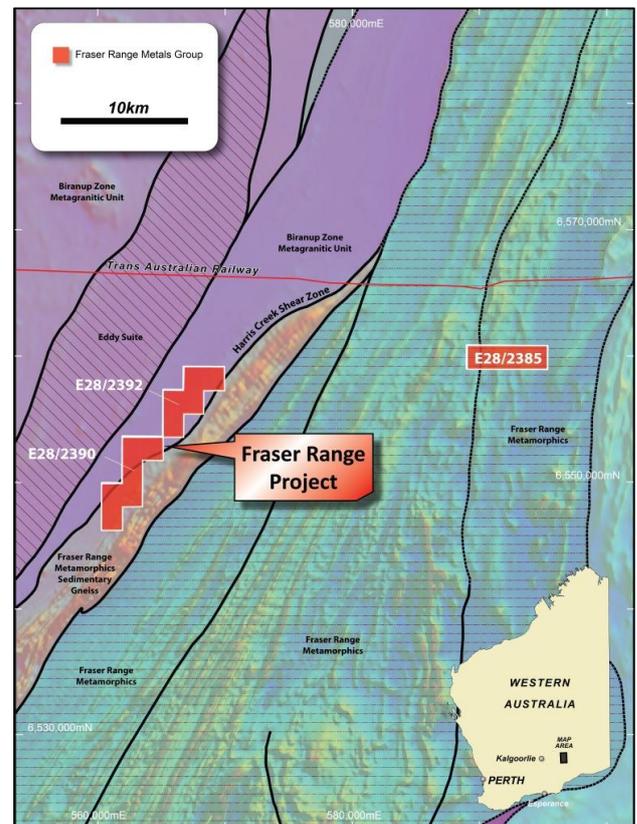
During the Period, the Company continued to progress its exploration strategy across the Fraser Range Project, with targets for gold and nickel mineralisation identified and planning proceeding for the next phase of activity, which is expected to involve low level or ground based geophysical surveys.

The Fraser Range Project is located on a major tectonic suture between the Eastern Biranup Zone and the Fraser Complex on the western edge of the major Fraser Range Gravity High and is positioned within a major north west trending linear structural corridor that creates a distinct break in the Fraser Range Gravity High. E28/2390 and E28/2392 are located proximal to the regionally extensive Harris Lake Shear Zone which hosts Segue Resources Limited's Corvette Gold Prospect approximately 140km to the north of the project.

Four geochemical anomalies have been identified from shallow auger drilling over the project; one nickel and two gold anomalies on E28/2385 and a gold anomaly on E28/2392, which sits within the Harris Lake Shear Zone. The Company continues to progress its plans to conduct ground based surveying and truthing to confirm the reliability of the auger anomalies prior to undertaking further exploration activity, which will likely involve low level or ground based geophysical surveys designed to assist in the mapping of the underlying geological sequences and structures in the area of the defined geochemical anomalies. Timing of the ground based activity will be subject to land access, weather and finalising agreements with relevant contractors.



**Figure 1:** ELA 63/1972 Mineral Occurrences



**Figure 2:** Fraser Range Project, Geological Setting

## DIRECTORS' REPORT

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### New Opportunities

The Company acknowledges its obligation to shareholders to assess all new opportunities and potentials for growth to drive shareholder value. This obligation may see the Company look to invest in, or acquire, new projects. The Company, from time to time, reviews potential new projects for acquisition that may be held and operated in conjunction with the Company's current project.

The Company will inform the market accordingly of any such new opportunity should it present a genuine opportunity for shareholders.

### **EVENTS SUBSEQUENT TO THE BALANCE DATE**

On 16 February 2017, Mr Ian Prentice resigned as a Director of the Company. Concurrently Mr Thomas Bahen was appointed to the Board in the role of Non-Executive Director.

At the time of this report there were no further events subsequent to the reporting date that required disclosure.

### **AUDITOR'S INDEPENDENCE DECLARATION**

The lead auditor's independence declaration, as required under section 307C of the Corporations Act 2001 for the half-year ended 31 December 2016 has been received and can be found on page 5.

This Directors' report is signed in accordance with a resolution of directors made pursuant to s.298(2) of the *Corporations Act 2001*.

*For, and on behalf of, the Board of the Company,*



**Josh Russell Puckridge**

Executive Chairman

Perth, Western Australia this 22<sup>nd</sup> day of February 2017

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**Bentleys Audit & Corporate  
(WA) Pty Ltd**

London House  
Level 3,  
216 St Georges Terrace  
Perth WA 6000

PO Box 7775  
Cloisters Square WA 6850

ABN 33 121 222 802

T +61 8 9226 4500

F +61 8 9226 4300

[bentleys.com.au](http://bentleys.com.au)

To the Board of Directors

**Auditor's Independence Declaration under Section 307C of the  
Corporations Act 2001**

As lead audit director for the review of the financial statements of Fraser Range Metals Group Limited for the half year ended 31 December 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- any applicable code of professional conduct in relation to the review.

Yours faithfully



**BENTLEYS**  
**Chartered Accountants**



**DOUG BELL CA**  
**Director**

Dated at Perth this 22<sup>nd</sup> day of February 2017

## DIRECTORS' DECLARATION

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The Directors of Fraser Range Metals Group Limited declare that:

1. the financial statements and accompanying notes, as set out on pages 9 to 14 are in accordance with the *Corporations Act 2001*, and:
  - (a) comply with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001* and other mandatory professional reporting requirements; and
  - (b) give a true and fair view of the Group's financial position as at 31 December 2016 and of its performance for the half-year ended on that date;
2. in the Directors' opinion, there are reasonable grounds to believe that the Group 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 and is signed for on behalf of the Directors by:



**Josh Russell Puckridge**

Executive Chairman

Perth, Western Australia this 22<sup>nd</sup> day of February 2017

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## Independent Auditor's Review Report

### To the Members of Fraser Range Metals Group Limited

We have reviewed the accompanying half-year financial report of Fraser Range Metals Group Limited ("the Company") which comprises the condensed statement of financial position as at 31 December 2016, the condensed statement of profit or loss and other comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

#### 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 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.

#### 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 Company's financial position as at 31 December 2016 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 Company 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.

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# Independent Auditor's Review Report

To the Members of Fraser Range Metals Group Limited (Continued)



## Independence

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

## Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Fraser Range Metals Group Limited is not in accordance with the Corporations Act 2001 including:

- a. Giving a true and fair view of the Company's financial position as at 31 December 2016 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

**BENTLEYS**  
Chartered Accountants

**DOUG BELL CA**  
Director

Dated at Perth this 22<sup>nd</sup> day of February 2017

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# CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half-year ended 31 December 2016

	Half-year ended 31 Dec 2016 \$	Half-year ended 31 Dec 2015 \$
<b>Continuing operations</b>		
Interest income	11,461	698
Audit fees	(7,250)	(6,000)
Accounting fees	-	(7,825)
Corporate compliance costs	(25,453)	(33,737)
Corporate fees	(76,350)	(15,000)
Directors' fees and consulting costs	(51,200)	-
Finance costs	(246)	-
Legal fees	-	(675)
Insurance Expense	(1,869)	(3,833)
Project Evaluation	(867)	-
Other expenses from ordinary activities	(16,982)	(16,166)
<b>Loss before income tax expense</b>	<b>(168,756)</b>	<b>(82,538)</b>
Income tax (benefit)/expense	-	-
<b>Loss after tax from continuing operations</b>	<b>(168,756)</b>	<b>(82,538)</b>
Other comprehensive income	-	-
<b>Total comprehensive loss for the year</b>	<b>(168,756)</b>	<b>(82,538)</b>
<b>Earnings/(Loss) Per Share</b>		
Basic and diluted loss per share (cents)	(0.068)	(0.261)

The condensed statement of comprehensive income is to be read in conjunction with the notes to the financial statements set out on pages 13 to 14.

# CONDENSED STATEMENT OF FINANCIAL POSITION

as at 31 December 2016

	Half-year ended 31 Dec 2016 \$	Full-year ended 30 June 2016 \$
<b>Current assets</b>		
Cash and cash equivalents	3,055,193	3,208,545
Trade and other receivables	8,339	30,540
Total current assets	3,063,532	3,239,085
<b>Non-current assets</b>		
Exploration assets	24,546	23,184
Total Non-current assets	24,546	23,184
<b>Total assets</b>	<b>3,088,078</b>	<b>3,262,269</b>
<b>Current liabilities</b>		
Trade and other payables	6,790	12,225
Total current liabilities	6,790	12,225
<b>Total liabilities</b>	6,790	12,225
<b>Net assets</b>	<b>3,081,288</b>	<b>3,250,044</b>
<b>Equity</b>		
Issued capital	31,836,017	31,836,017
Accumulated losses	(28,754,729)	(28,585,973)
<b>Total equity</b>	<b>3,081,288</b>	<b>3,250,044</b>

The condensed statement of financial position is to be read in conjunction with the notes to the financial statements set out on pages 13 to 14.

## CONDENSED STATEMENT OF CHANGES IN EQUITY

for the half-year ended 31 December 2016

	Issued capital \$	Accumulated losses \$	Total equity \$
<b>Balance at 1 July 2015</b>	<b>28,368,164</b>	<b>(28,219,008)</b>	<b>149,156</b>
Loss for the year	-	(82,538)	(82,538)
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>(82,538)</b>	<b>(82,538)</b>
Shares issued during the year	-	-	-
Capital Raising Costs	-	-	-
<b>Balance as at 31 December 2015</b>	<b>28,368,164</b>	<b>(28,301,546)</b>	<b>66,618</b>
<b>Balance as at 1 July 2016</b>	<b>31,836,017</b>	<b>(28,585,973)</b>	<b>3,250,044</b>
Loss for the year	-	(168,756)	(168,756)
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>(168,756)</b>	<b>(168,756)</b>
Shares issued during the year	-	-	-
Capital Raising Costs	-	-	-
<b>Balance as at 31 December 2016</b>	<b>31,836,017</b>	<b>(28,754,729)</b>	<b>3,081,288</b>

The condensed statement of changes in equity is to be read in conjunction with the notes to the financial statements set out on pages 13 to 14.

## CONDENSED STATEMENT OF CASH FLOWS

for the half-year ended 31 December 2016

	Half-year ended 31 Dec 2016 \$	Half-year ended 31 Dec 2015 \$
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	(163,451)	(77,085)
Interest received	11,461	698
Net cash used by operating activities	(151,990)	(76,387)
<b>Cash flows from investing activities</b>		
Proceeds from disposal of other non-current assets	-	-
Exploration and evaluation expenditure	(1,362)	-
Net cash generated by investing activities	(1,362)	-
<b>Cash flows from financing activities</b>		
Proceeds from issues of shares	-	-
Payments of share issue costs	-	-
Net cash generated by financing activities	-	-
<b>Net increase in cash and cash equivalents</b>	<b>(153,352)</b>	<b>(76,387)</b>
Cash and cash equivalents at the beginning of the year	3,208,545	167,402
<b>Cash and cash equivalents at the end of the year</b>	<b>3,055,193</b>	<b>91,015</b>

The condensed statement of cash flows is to be read in conjunction with the notes to the financial statements set out on pages 13 to 14.

# NOTES TO THE FINANCIAL STATEMENTS

## for the half-year ended 31 December 2016

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### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### 1.1. BASIS OF PREPARATION

These general purpose financial statements for the interim half-year reporting period ended 31 December 2016 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134: Interim Financial Reporting. AASB 134 ensures compliance with International Financial Reporting Standards IAS 134 "Interim Financial Reporting".

This interim financial report is intended to provide users with an update on the latest annual financial statements of Fraser Range Metals Group (the "Company"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the company for the year ended 30 June 2016, together with any public announcements made during the half-year.

The interim financial statements have been prepared in accordance with the accounting policies adopted in the Company's last annual financial statements for the year ended 30 June 2016.

#### 1.2. APPLICATION OF NEW AND REVISED ACCOUNTING STANDARDS

New or revised standards and interpretations that are first effective in the current reporting period.

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current half-year.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- 1.2.1. AASB 2015-1: Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012–2014 Cycle;
- 1.2.2. AASB 2015-2: Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101; and
- 1.2.3. AASB 2015-9: Amendments to Australian Accounting Standards – Scope and Application Paragraph

The adoption of the above standards have not had a material impact on this half year financial report.

# NOTES TO THE FINANCIAL STATEMENTS

## for the half-year ended 31 December 2016

### 2. ISSUED CAPITAL

#### (a) Issued capital

250,000,000 Fully paid ordinary shares with no par value  
(June 2016: 250,000,000)

31 Dec 2016	30 June 2016
\$	\$
31,836,017	31,836,017

Balance at beginning of the reporting period  
Shares issued  
At reporting date

No.	No.
250,000,000	31,625,441
-	218,374,559
250,000,000	250,000,000

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At the shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

### 3. SHARE BASED PAYMENTS

Pursuant to the prospectus issued on 19 January 2016, 25,000,000 advisor shares at a discounted price of \$0.001 were issued to various advisors for assisting in the capital raising including 7,500,000 shares to Mr Glen Whiddon. The fair value of these shares were considered to be \$0.02 being the issue price of the public offer.

### 4. SUBSEQUENT EVENTS

On 16 February 2017, Mr Ian Prentice resigned as a Director of the Company. Concurrently Mr Thomas Bahen was appointed to the Board in the role of Non-Executive Director.

At the time of this report there were no further events subsequent to the reporting date that required disclosure.

### 5. SEGMENT REPORTING

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

The board reviews financial information on the same basis as presented in the financial statements and has therefore determined the operating segment on this basis.

### 6. RELATED PARTY TRANSACTIONS

During the period the following related party transaction took place with director related entities:

Minerva Corporate Pty Ltd  
Cicero Corporate Services Pty Ltd

31 Dec 2016	31 Dec 2015
\$	\$
-	22,491
78,725	-
78,725	22,491