



INTERIM REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2017

FRASER RANGE METALS GROUP LIMITED

CONTENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

CORPORATE DIRECTORY	1
DIRECTORS' REPORT	2
AUDITOR'S INDEPENDENCE DECLARATION	5
DIRECTORS' DECLARATION	6
INDEPENDENT AUDITOR'S REPORT	7
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	9
STATEMENT OF FINANCIAL POSITION	10
STATEMENT OF CHANGES IN EQUITY	11
STATEMENT OF CASH FLOWS	12
NOTES TO THE FINANCIAL STATEMENTS	13

FRASER RANGE METALS GROUP LIMITED

CORPORATE DIRECTORY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

DIRECTORS

Glenn Ross Whiddon (Non-Executive Director)
Thomas Bahen (Non-Executive Director)
Aidan Platel (Non-Executive Director)

COMPANY SECRETARY

Zane Lewis

REGISTERED OFFICE

Suite 6, 295 Rokeby Road
Subiaco, WA 6008

CONTACT INFORMATION

Tel: (08) 6555 2950
Fax: (08) 6166 0261
Email: info@frmetals.com.au
Website: 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**

FRASER RANGE METALS GROUP LIMITED

DIRECTORS' REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

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 2017.

1. DIRECTORS

The names of the Directors of the Company in office during the period and up to the date of this report are:

Director	Position	Date Appointed	Date Resigned
Mr Glenn Ross Whiddon	Non-Executive Director	3 Mar 2016	-
Mr Thomas Bahen	Non-Executive Director	16 Feb 2017	-
Mr Aidan Platel	Non-Executive Director	20 Oct 2017	-
Mr Josh Russell Puckridge	Executive Chairman	3 Mar 2016	29 Nov 2017

2. SECRETARIES

The names of the secretaries of the Company in office during the period and up to the date of this report are:

Company Secretary	Position	Date Appointed	Date Resigned
Mr Zane Lewis	Company Secretary	1 Dec 2017	-
Mrs Loren Anne King	Company Secretary	24 Nov 2015	1 Dec 2017

Directors were in office since 1 July 2017 up until the date of this report unless otherwise stated.

3. PRINCIPAL ACTIVITIES

The Company is a mineral exploration company operating with early stage nickel, copper and gold exploration tenements in Western Australia's Fraser Range region.

4. REVIEW OF OPERATIONS

CORPORATE ACTIVITIES

Board Room Changes

On 20 October 2017, Mr Aidan Platel was appointed to the Board as Non-Executive Director. Mr Platel is a geologist with close to 20 years' experience in the minerals industry, in both mining and exploration roles across a wide range of commodities.

On 29 November 2017, Mr Josh Russell Puckridge resigned as director of the company due to other executive commitments.

Less Than Marketable Parcel Share Sale Facility

During the period, the company established a Share Sale Facility to holders of less than a marketable Parcel of shares in the company. The ASX Listing Rules define a "Marketable Parcel" of shares as a parcel with a market value of not less than \$500. As at the market close on 13 December 2017 a parcel of 23,809 shares in the company is less than a Marketable Parcel based on the closing price of \$0.021 per share.

The company's constitution includes small shareholding sale provisions. These provisions, which can only be invoked once in any 12-month period, allow the Company to sell the shares of a shareholder who holds less than a Marketable Parcel of shares, if the shareholder does not elect to opt-out.

The sale price will be determined once all of the shares under the Facility are sold. The closing date for receipt of the Share Retention Form was 29 January 2018.

On 7 March 2018 the Company closed its Sale Facility for less than Marketable Parcels. A total of 1,422,685 ordinary shares have been sold on behalf of the 1,999 shareholders who did not elect to retain their shares. \$25,608 (1.8 cents per share) has been received as consideration for those shares.

FRASER RANGE METALS GROUP LIMITED

DIRECTORS' REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

EXPLORATION ACTIVITIES

Fraser Range Project

E28/2385, E28/2390 & E28/2392

During the Period the Company invested time in developing a renewed strategy for the exploration of the Company's projects. From this planning, the company committed to an intensive three-phased exploration programme at its Fraser Range Project.

The initial phase comprised flying a high-resolution aeromagnetic survey over all of the three tenements. The survey was completed during the period and covered a 50m line-spacing, comprising approximately 2,200 line-kilometres. The final data was delivered to Southern Geoscience Consultants (SGC), who have extensive experience in geophysical surveys and modelling in the Fraser Range. In January 2018 SGC had completed the processing of the raw data from the recently-flown aeromagnetic survey and magnetic results successfully delineated the northwestern edge of the Fraser Complex, with evidence of faulted deeper portions of the Complex further to the northwest, within the FRN tenure. The data also shows extreme deformation and structural complexity of the area, including several structural breaks and bends in the trending geology. SGC will now use the data to complete a detailed litho-structural interpretation and 3D modelling, which will then be used to generate targets for a follow-up electromagnetic (EM) survey and drilling.

The second phase involved blanketing the same tenure with a ground gravity survey on a 200m line-spacing and 100m station-spacing, resulting in approximately 2,150 stations. Southern Geoscience Consultants have received all of the data from Atlas and are currently processing it as a matter of priority. Upon completion the Company will undertake interpretation and 3D modelling of the data in order to generate more focussed target areas to follow-up work.

The third phase of the exploration programme will comprise a detailed electromagnetics (EM) survey over the generated target areas, in addition to detailed mapping and surface geochemistry over the same areas.

Business Development

During the period the company assessed new projects for possible acquisition, to be acquired and maintained in conjunction with the Company's current Project. The company continues to assess new projects and acquisition opportunities that may be suitable to the Company to acquire for the purposes of creating shareholder value.

5. FINANCIAL POSITION & OPERATING RESULTS

The financial results of the Company for the half year ended 31 December 2017 are:

	31/12/2017	30/06/2017
Cash and cash equivalents (\$)	2,548,769	2,906,356
Net assets (\$)	2,692,827	2,934,274

	31/12/2017	31/12/2016
Revenue (\$)	18,450	11,461
Net loss after tax (\$)	(241,447)	(168,756)
Loss per share (cents)	(0.097)	(0.068)

FRASER RANGE METALS GROUP LIMITED

DIRECTORS' REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

6. EVENTS SUBSEQUENT TO THE BALANCE DATE

On 7 March 2018 the Company closed its Sale Facility for less than Marketable Parcels. A total of 1,422,685 ordinary shares have been sold on behalf of the 1,999 shareholders who did not elect to retain their shares. \$25,608 (1.8 cents per share) has been received as consideration for those shares.

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

7. 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 2017 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,



Glenn Ross Whiddon

Non-Executive Director

Perth, Western Australia this 13th day of March 2018

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 period ended 31 December 2017, 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



MARK DELAURENTIS CA
Director

Dated at Perth this 13th day of March 2018

FRASER RANGE METALS GROUP LIMITED

DIRECTORS' DECLARATION

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

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 2017 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:



Glenn Ross Whiddon

Non-Executive Director

Perth, Western Australia this 13th day of March 2018

Independent Auditor's Review Report

To the Members of Fraser Range Metals Group Limited

We have reviewed the accompanying financial report of Fraser Range Metals Group Limited ("the Company") which comprises the condensed statement of financial position as at 31 December 2017, 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 of the Company.

Directors Responsibility for the Financial Report

The directors of the Company are responsible for the preparation of the 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 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 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 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 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 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.

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 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 2017 and of its performance for the period ended on that date; and
- b. Complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations

A handwritten signature in blue ink that reads "Bentleys".

BENTLEYS
Chartered Accountants

A handwritten signature in blue ink that reads "Mark DeLaurentis".

MARK DELAURENTIS CA
Director

Dated at Perth this 13th day of March 2018

FRASER RANGE METALS GROUP LIMITED
CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Half-year ended 31 Dec 2017	Half-year ended 31 Dec 2016
	\$	\$
Continuing operations		
Interest income	18,450	11,461
Audit fees	(9,500)	(7,250)
Accounting fees	(4,930)	-
Corporate compliance costs	(21,862)	(25,453)
Corporate fees	(62,500)	(76,350)
Directors' fees and consulting costs	(54,167)	(51,200)
Insurance expense	(4,717)	(1,869)
Legal fees	(9,874)	-
Project evaluation	(54,229)	(867)
Travel expenses	(28,037)	-
Other expenses from ordinary activities	(10,081)	(17,228)
Loss before income tax expense	(241,447)	(168,756)
Income tax (benefit)/expense	-	-
Loss after tax from continuing operations	(241,447)	(168,756)
Other comprehensive income	-	-
Total comprehensive loss for the period	(241,447)	(168,756)
Earnings/(Loss) Per Share		
Basic and diluted loss per share (cents)	(0.097)	(0.068)

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.

FRASER RANGE METALS GROUP LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2017

	Notes	Half-year ended 31 Dec 2017 \$	Full-year ended 30 June 2017 \$
Current assets			
Cash and cash equivalents		2,548,769	2,906,356
Trade and other receivables		41,624	7,496
Total current assets		2,590,393	2,913,852
Non-current assets			
Exploration assets	3	149,994	31,538
Total Non-current assets		149,994	31,538
Total assets		2,740,387	2,945,390
Current liabilities			
Trade and other payables		47,560	11,116
Total current liabilities		47,560	11,116
Total liabilities		47,560	11,116
Net assets		2,692,827	2,934,274
Equity			
Issued capital		31,836,017	31,836,017
Accumulated losses		(29,143,190)	(28,901,743)
Total equity		2,692,827	2,934,274

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.

FRASER RANGE METALS GROUP LIMITED
CONDENSED STATEMENT OF CHANGES IN EQUITY
 FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Issued capital	Accumulated losses	Total equity
	\$	\$	\$
Balance at 1 July 2016	31,836,017	(28,585,973)	3,250,044
Loss for the period	-	(168,756)	(168,756)
Other comprehensive income	-	-	-
Total comprehensive income for the period	-	(168,756)	(168,756)
Shares issued during the period	-	-	-
Capital raising costs	-	-	-
Balance as at 31 December 2016	31,836,017	(28,754,729)	3,081,288
Balance as at 1 July 2017	31,836,017	(28,901,743)	2,934,274
Loss for the period	-	(241,447)	(241,447)
Other comprehensive income	-	-	-
Total comprehensive income for the period	-	(241,447)	(241,447)
Shares issued during the period	-	-	-
Capital raising costs	-	-	-
Balance as at 31 December 2017	31,836,017	(29,143,190)	2,692,827

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.

FRASER RANGE METALS GROUP LIMITED
CONDENSED STATEMENT OF CASH FLOWS
 FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Half-year ended 31 Dec 2017	Half-year ended 31 Dec 2016
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(250,910)	(163,451)
Interest received	7,929	11,461
Net cash used by operating activities	(242,981)	(151,990)
Cash flows from investing activities		
Payments for exploration and evaluation expenditure	(114,606)	(1,362)
Net cash used by investing activities	(114,606)	(1,362)
Cash flows from financing activities		
Proceeds from issues of shares	-	-
Payments of share issue costs	-	-
Net cash generated by financing activities	-	-
Net increase in cash and cash equivalents	(357,587)	(153,352)
Cash and cash equivalents at the beginning of the period	2,906,356	3,208,545
Cash and cash equivalents at the end of the period	2,548,769	3,055,193

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.

FRASER RANGE METALS GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

1.1 REPORTING ENTITY

Fraser Range Metals Group Limited (**Company** or **FRN** or **Fraser Range**) is a for-profit company limited by shares, domiciled and incorporated in Australia. The Company is a mineral exploration company operating with early stage nickel, copper and gold exploration tenements in Western Australia's Fraser Range region.

The address of the Company's registered office is Suite 6, 295 Rokeby Road Subiaco WA 6008.

1.2 BASIS OF PREPARATION

This interim financial report is intended to provide users with an update on the latest annual financial statements of Fraser Range Metals Group Limited. 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 combination with the annual financial statements of the Company for the year ended 30 June 2017, together with any public announcements made during the half-year.

The financial statements were authorised for issue by the Board of Directors on 13 March 2018.

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 report does not include notes of the type normally included in an annual report and shall be read in conjunction with the most recent annual financial report.

Basis of Measurement

The financial statements have been prepared on a going concern basis in accordance with the historical cost convention, unless otherwise stated.

Estimates

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Company's last annual financial statements for the year ended 30 June 2017.

1.3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of the historical financial information included in this report have been set out below.

Accounting policies

The Company has consistently applied the following accounting policies to all periods presented in the financial statements. The Company has considered the implications of new and amended Accounting Standards applicable for annual reporting periods beginning after 1 July 2017 but determined that their application to the financial statements is either not relevant or not material.

FRASER RANGE METALS GROUP LIMITED
NOTES TO THE FINANCIAL STATEMENTS
 FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

2. 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.

3. EXPLORATION ASSETS

	Half-year ended 31 Dec 2017	Full-year ended 30 June 2017
	\$	\$
Opening Balance	31,538	23,184
Additions during the period	118,456	8,354
Closing Balance	149,994	31,538

4. EVENTS SUBSEQUENT TO THE BALANCE DATE

On 7 March 2018 the Company closed its Sale Facility for less than Marketable Parcels. A total of 1,422,685 ordinary shares have been sold on behalf of the 1,999 shareholders who did not elect to retain their shares. \$25,608 (1.8 cents per share) has been received as consideration for those shares.

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

5. RELATED PARTY TRANSACTIONS

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

	Half-year ended 31 Dec 2017	Full-year ended 31 Dec 2016
	\$	\$
Administration Fees (Glenn Ross Whiddon)	1,800	-
Consulting Fees (Glenn Ross Whiddon)	5,000	-
Consulting Fees (Platel Consulting Pty Ltd – Aidan Platel)	53,509	-
Corporate Services (Cicero Corporate Services Pty Ltd)	60,000	78,725
	120,309	78,725