

# **BCD RESOURCES NL**

[www.bcdresources.com.au](http://www.bcdresources.com.au)

**BCD RESOURCES NL AND CONTROLLED ENTITIES**

**ASX APPENDIX 4D AND CONSOLIDATED  
FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2012**

**ABN 22 057 793 834**

**ASX CODE: BCD**

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ASX APPENDIX 4D

HALF-YEAR CONSOLIDATED FINANCIAL REPORT TO 31 DECEMBER 2012

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RESULTS FOR ANNOUNCEMENT TO THE MARKET

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	31 December 2012 \$'000	31 December 2011 \$'000	Percentage increase/ (decrease)
Revenue from ordinary activities	9,009	38,125	(76%)
EBITDA	(2,763)	6,932	(140%)
Net loss after tax attributable to members	(6,301)	(14,679)	57%

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**Dividends**

No dividends were declared or paid during the half-years ended 31 December 2011 and 31 December 2012.

**Explanation of Results**

In summary for the half-year ended 31 December 2012:

Loss before interest, tax, depreciation and amortisation (EBITDA) of negative \$2.763 million was a decrease of \$9.695 million compared to the December 2011 half year. This decrease mainly reflects: -

- completion of mining at the Tasmania Mine;
- costs of processing Lefroy tailings higher than anticipated due to high moisture;
- write-off of exploration expenditure (\$2.718 million);
- write-off of warehouse inventory; and
- increase in rehabilitation provision for the Tasmania Mine;

partly offset by: -

- increased profits from the sale of assets.

The net loss after tax attributable to members for the half-year of \$6.301 million includes the parent entity's share (\$3.344 million, 2011:\$4.111 million) of the \$3.765 million loss of the BCD Resources (Operations) NL group for the half-year.

The reduced after tax loss compared to the December 2011 half year was due mainly to: -

- lower depreciation and amortisation charges due to the closure of the Tasmania Mine;
- lower financial expenses due mainly to the redemption of convertible notes in February 2012;
- no requirement for write-back of future income tax benefit; and
- no diminution of goodwill,

partly offset by: -

- lower EBITDA.

Refer to the commentary in the Directors' Report for more information.

***CORPORATE INFORMATION***

***ABN 22 057 793 834***

***ASX CODE BCD***

***Directors***

Clive S Carroll  
David F Groves  
Nigel B Webb

Chairman  
Non-Executive Director  
Non-Executive Director

***Company Secretaries***

Brian D Coulter  
Richelle A Greenwood

***Registered Office and Principal Place of Business***

1 Rifle Range Road  
Beaconsfield TAS 7270  
Telephone: (03) 6383 6500  
Facsimile: (03) 6383 6590  
Website: [www.bcdresources.com.au](http://www.bcdresources.com.au)  
E-mail: [enquiries@bcdresources.com.au](mailto:enquiries@bcdresources.com.au)

***Mine Site Office***

1 Rifle Range Road  
Beaconsfield TAS 7270  
Telephone: (03) 6383 6500  
Facsimile: (03) 6383 6590

***Share Registry***

Computershare Investor Services Pty Limited  
PO Box 103  
Abbotsford Vic 3067  
Telephone: (03) 9415 5000  
(03) 9415 4661 (Investor Contact)  
1300 136 250 (Investor Contact)  
Facsimile: (03) 9473 2500  
Website: [www.computershare.com](http://www.computershare.com)

***Auditor***

RSM Bird Cameron Partners  
Level 8, Rialto South Tower  
525 Collins Street  
Melbourne Vic 3000

***Banker***

National Australia Bank Limited  
46 St John Street  
Launceston TAS 7250

**BCD RESOURCES NL**  
**HALF-YEAR FINANCIAL REPORT 31 DECEMBER 2012**

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Your directors submit their report for the half-year ended 31 December 2012.

**DIRECTORS**

The names of the Company's directors in office during the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Clive S Carroll (appointed 24 July 2012)  
David F Groves (appointed 31 August 2012)  
Nigel B Webb  
Michael D Botting (resigned 3 September 2012)  
Kevin J Perrin (resigned 3 September 2012)

**PRINCIPAL ACTIVITIES**

The principal activities of the Consolidated Entity during the half-year were:

- finalisation of production of gold from the Tasmania Mine in north-east Tasmania;
- production of gold from Lefroy tailings in north-east Tasmania; and
- rehabilitation of the Tasmania Mine site.

During the half year the Tasmania Mine was closed and site remediation commenced. The processing plant was converted to facilitate gold production using the carbon-in-leach method .

Following the consolidation of mine ownership in April 2007, the expanded BCD Resources NL group has a 100% direct interest in the Tasmania Mine. As at 31 December 2012, members of BCD Resources NL had an overall 94.88% equity interest in the Tasmania Mine (based on voting rights, and 94.24% based on total shares on issue). BCD Resources (Operations) NL (formerly Allstate Explorations NL), the 90.06% owned subsidiary of BCD Resources NL (based on voting rights, and 88.82% based on total shares on issue), is the manager of the Tasmania Mine.

**CONSOLIDATED RESULT**

Earnings before interest, tax, depreciation and amortisation (EBITDA) of negative \$2.763 million were a decrease of \$9.695 million compared to the December 2010 half year. This decrease mainly reflects: -

- completion of mining at the Tasmania Mine;
- costs of processing Lefroy tailings higher than anticipated due to high moisture ;
- write-off of exploration expenditure;
- write-off of warehouse inventory; and
- increase in rehabilitation provision for the Tasmania Mine;

partly offset by: -

- increased profits from the sale of assets

The net loss after tax attributable to members for the half-year of \$6.301 million includes the parent entity's share (\$3.344 million) of the \$3.765 million loss of the BCD Resources (Operations) NL group for the half-year.

The reduced after tax loss compared to the December 2011 half year was due mainly to: -

- lower depreciation and amortisation charges due to the closure of the Tasmania Mine;
- lower financial expenses due mainly to the redemption of convertible notes in February 2012;
- no requirement for write-back of future income tax benefit; and
- no diminution of goodwill,

partly offset by: -

- lower EBITDA.

Net assets at 31 December 2012 were \$9.519 million (30 June 2012: \$16.242 million).

**BCD RESOURCES NL**  
**HALF-YEAR FINANCIAL REPORT 31 DECEMBER 2012**

**REVIEW OF FINANCIAL RESULTS**

The financial results for the 31 December 2012 half-year for BCD Resources NL are summarised in the following table:

	<b>31 Dec 2012</b> <b>\$'000</b>	<b>31 Dec 2011</b> <b>\$'000</b>
Gold and silver sales revenue	8,716	37,915
Other revenue (excluding interest)	149	123
Total revenue (excluding interest)	8,865	38,038
EBITDA	(2,763)	6,932
Net loss after tax and minority interests	(6,301)	(14,679)
Basic loss per share (cents)	(5.39)	(12.90)*
Net tangible assets (cents per share)	8.15	9.97*

*\*December 2011 comparatives have been restated to reflect share consolidation (refer note 4(c)).*

**REVIEW OF OPERATIONS**

**1. Tasmania Mine**

The Tasmania Mine ceased mining ore in the year ending 30 June 2012. The processing plant continued to produce gold from gold in circuit in the September quarter. A total of 3,626 ounces of gold in circuit was recovered.

Operations commenced near Lefroy in NE Tasmania to provide materials for processing tailings in September 2012 after the existing Bacterial Oxidation Plant was modified to facilitate gold production to carbon-in-leach (CIL) technology processing. The project involved the treatment of historical Lefroy tailings material from September and this operation is due to complete in February 2013. To balance date the project has delivered 100,070 tonnes at an average grade of 1.4 g/t gold.

**2. Tasmania Mine Expenditure**

Cash costs of production were \$1,468 per ounce, \$134 per ounce (8%) lower than the average selling price for the half-year of A\$1,602 per ounce. Expenditure incurred in the half year result was higher than expected as the unpredictable quality and moisture content of the tailings increased costs of production.

**3. BCD Resources Revenue**

Total revenue from gold and by-product silver sales for the December 2012 half-year was \$8.716 million (December 2011 half-year \$37.915 million). The decrease from the previous corresponding half-year reflects reduced gold sales of 5,524 ounces (December 2011: 22,696 ounces) following closure of the Tasmania Mine and commencement of processing the lower grade Lefroy tailings.

**BCD RESOURCES NL**  
**HALF-YEAR FINANCIAL REPORT 31 DECEMBER 2012**

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**4. Ore Resources (as at 31 December 2012)**

The reported Identified Gold Resources for the Tasmania Mine and nearby Pinafore and Middle Arm Deposits were:

Category	Tonnes	Gold Grade (g/t)	Contained ounces
Indicated Resource (Tasmania Mine)	67,000	12.6	27,000
Inferred Resource (Pinafore Deposit)	810,000	1.5	38,000
Indicated Resource (Middle Arm Tailings)	517,000	1.8	29,900
<b>Total Resources</b>	<b>1,394,000</b>	<b>2.1</b>	<b>94,900</b>

The reported Identified Copper Resources were:

Category	Tonnes	Copper (%)	Gold (g/t)	Contained Cu tonnes
Inferred Resource (Thursdays Gossan)	10,600,000	0.45	Nil	48,000
Inferred Resource (Ararat Copper)	700,000	2.7	0.8	19,000
<b>Total</b>	<b>11,300,000</b>	<b>0.6</b>		<b>67,000</b>

**5. Exploration**

Exploration activities in the half-year were restricted by the need to draw from cash reserves for the rehabilitation of the Tasmania Mine.

**5.1 Tasmania Mine Resource**

Due to the closure of the Tasmania Mine no further extension drilling has been carried out.

**5.2 Pinafore Deposit, Lefroy**

The Pinafore deposit is not a viable project and has been written off in the half year result.

**5.3 Victorian Copper Project**

Discussions with various parties interested in investing in this project continued, with final bidding for the project closing on 31 January 2013. Bids are currently being reviewed by the Board.

**5.3 Middle Arm Tailings**

Exploration licence EL6/2012 was granted in August 2012, covering the historical tailings present in Middle Arm, Beaconsfield. Middle Arm is an 'arm' of the Tamar Estuary. The tailings originated from the Tasmania Mine operations conducted between 1877 and 1914. During this period, discharged tailings were deposited in the estuary. Subsequent recovery and re-treatment of some of these tailings occurred between 1985 and 1988 by a company called Golconda Resources.

Following a sampling program conducted in the September quarter a resource estimate of the remaining tailings was completed in the December quarter, and announced on 4 December 2012. The Mineral Resource estimate was completed in house by BCD. Cores were taken on a nominal 200mN by 100mE grid.

Metallurgical test work on tailings material from Middle Arm has commenced. Further technical, environmental and economic studies are required to determine the feasibility of extracting and treating the tailings via CIL in the Beaconsfield plant.

**6. Gold Hedging**

A 2,000 ounce hedging facility was entered into during the December quarter, with 281 ounces of December quarter gold shipments delivered into the forward contract and 725 ounces during January 2012.

**7. Tasmania Royalty Dispute**

The BCD Resources group continued its proceedings in the Supreme Court of Tasmania to recover alleged overpayment of Tasmanian mining royalty totalling \$2.6 million. These payments were made during the period 2003 to 2006 by the then receiver and manager of BCD and by the deed administrators of Allstate Explorations NL (now BCD Resources (Operations) NL). Both parties have agreed to mediate this matter at a time to be advised by the Court.

**ROUNDING**

The amounts contained in this report and in the half-year financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Class Order 98/0100, dated 10 July 1998 (amended by ASIC 05/641) and issued pursuant to section 341(1) of the *Corporations Act 2001*. The Company is an entity to which the Class Order applies.

**AUDITOR'S INDEPENDENCE DECLARATION**

A declaration of independence has been provided by the Company's auditor, RSM Bird Cameron Partners, and is attached at page 7.

This report is signed in accordance with a resolution of the Directors.



Clive S Carroll  
Chairman  
27 February 2013



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PO Box 248 Collins Street West VIC 8007  
T +61 3 9286 1800 F +61 3 9286 1999  
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### AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of BCD Resources NL for the half year ended 31 December 2012, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



**RSM BIRD CAMERON PARTNERS**



**J S CROALL**  
Partner

Melbourne, VIC  
Dated: 27 February 2013

**STATEMENT OF COMPREHENSIVE INCOME**

**HALF-YEAR ENDED 31 DECEMBER 2012**

	Notes	CONSOLIDATED	
		31 Dec 2012 \$'000	31 Dec 2011 \$'000
Revenue from gold and silver sales		<b>8,716</b>	37,915
Production costs	2(a)	<b>(7,884)</b>	(29,664)
<b>GROSS PROFIT FROM MINING OPERATIONS</b>		<b>832</b>	8,251
Corporate expenses	2(b)	<b>(818)</b>	(897)
Exploration expenditure written off		<b>(2,719)</b>	(1,074)
Depreciation and amortisation	2(c)	<b>(4,099)</b>	(14,488)
<b>OPERATING LOSS BEFORE OTHER INCOME/(EXPENSES)</b>		<b>(6,804)</b>	(8,208)
Other income	2(d)	<b>1,214</b>	742
Other expenses	2(e)	<b>(1,272)</b>	(90)
Diminution of goodwill		-	(1,891)
<b>OPERATING LOSS BEFORE FINANCE COSTS</b>		<b>(6,862)</b>	(9,447)
Financial income	2(f)	<b>144</b>	87
Financial expenses	2(f)	<b>(4)</b>	(2,291)
<b>LOSS BEFORE TAX</b>		<b>(6,722)</b>	(11,651)
Income tax expense		-	(3,546)
<b>NET LOSS AFTER TAX</b>		<b>(6,722)</b>	(15,197)
Other comprehensive income		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>(6,722)</b>	(15,197)
Attributable to:			
Members of the parent entity		<b>(6,301)</b>	(14,679)
Non-controlling interests		<b>(421)</b>	(518)
		<b>(6,722)</b>	(15,197)
<b>Earnings/(loss) per share</b>			
Basic earnings/(loss) per share (cents per share)		<b>(5.39)</b>	(12.90)*
Diluted earnings/(loss) per share (cents per share)		<b>(5.39)</b>	(12.90)*
Dividends per share		-	-

\*December 2011 comparatives have been restated to reflect share consolidation (refer note 4(c)).

The above statement of comprehensive income should be read in conjunction with the accompanying notes.

## STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2012

	Notes	CONSOLIDATED	
		As at 31 Dec 2012 \$'000	As at 30 June 2012 \$'000
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash	8	3,810	9,224
Trade & other receivables		821	2,957
Prepayments		210	295
Inventories		2,448	4,890
Assets available for sale		2,500	-
<b>Total Current Assets</b>		<b>9,789</b>	<b>17,366</b>
<b>Non-Current Assets</b>			
Cash	8	2,148	-
Property, plant & equipment		4,212	7,184
Exploration, evaluation & development		712	6,353
Other		508	492
<b>Total Non-Current Assets</b>		<b>7,580</b>	<b>14,029</b>
<b>TOTAL ASSETS</b>		<b>17,369</b>	<b>31,395</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade & other payables		2,595	4,008
Interest-bearing loans & borrowings	3	-	103
Provisions		3,233	10,703
Other		-	61
<b>Total Current Liabilities</b>		<b>5,828</b>	<b>14,875</b>
<b>Non-Current Liabilities</b>			
Provisions		2,021	278
<b>Total Non-Current Liabilities</b>		<b>2,021</b>	<b>278</b>
<b>TOTAL LIABILITIES</b>		<b>7,849</b>	<b>15,153</b>
<b>NET ASSETS</b>		<b>9,520</b>	<b>16,242</b>
<b>EQUITY</b>			
Share capital	4	151,382	151,382
Accumulated losses		(142,927)	(136,626)
Reserves		5,344	5,344
Parent entity interest		13,799	20,100
Non-controlling interest		(4,279)	(3,858)
<b>TOTAL EQUITY</b>		<b>9,520</b>	<b>16,242</b>

The above statement of financial position should be read in conjunction with the accompanying notes.

**STATEMENT OF CASH FLOWS**

**HALF-YEAR ENDED 31 DECEMBER 2012**

	Notes	CONSOLIDATED	
		31 Dec 2012 \$'000	31 Dec 2011 \$'000
<b>Cash Flows from Operating Activities</b>			
Receipts from customers		9,336	34,875
Payments to suppliers & employees		(13,646)	(28,821)
Net Cash Flows from /(used in) Operating Activities		(4,310)	6,054
<b>Cash Flows from Investing Activities</b>			
Interest received		144	90
Proceeds from sale of fixed assets		2,596	3
Purchase of plant & equipment		(998)	(173)
Mine development & exploration expenditure		(483)	(320)
Net Cash Flows from/(used in) Investing Activities		1,259	(400)
<b>Cash Flows from Financing Activities</b>			
Payment of share issue costs		-	(7)
Payment for cancelled partly-paid shares		-	(33)
Repayment of convertible notes		-	(3,247)
Interest paid		-	(550)
Payment of borrowing costs		-	(92)
Repayment of indemnity for BCD Resources (Operations) Group relating to pre-acquisition activities		(108)	(328)
Repayment of lease principal		(107)	(477)
Net Cash Flows used in Financing Activities		(215)	(4,734)
Net Increase / (Decrease) in Cash		(5,414)	920
Cash at Beginning of the Financial Period		9,224	5,082
<b>Cash at End of the Financial Period</b>	8	<b>5,958</b>	<b>6,002</b>

The above statement of cash flows should be read in conjunction with the accompanying notes.

**STATEMENT OF CHANGES IN EQUITY**

HALF-YEAR ENDED 31 DECEMBER 2012

	Issued Capital \$'000	Accumulated Losses \$'000	Other Reserves \$'000	Attributable to Members of the Parent \$'000	Non- Controlling interest \$'000	Total Equity \$'000
<b>At 1 July 2011</b>	150,420	(128,800)	7,388	29,008	(3,653)	25,355
<b>Equity transactions</b>						
Issue of Shares	1,000	-	-	1,000	-	1,000
Transaction Costs *	(5)	-	-	(5)	-	(5)
Partly-Paid Shares Cancelled	(33)	-	-	(33)	-	(33)
Deferred Gain on Cash Flow Hedges	-	-	591	591	-	591
Convertible Notes*	-	-	(102)	(102)	-	(102)
<b>Total equity transactions</b>	962	-	489	1,451	-	1,451
Loss for the period	-	(14,679)	-	(14,679)	(518)	(15,197)
Fair Value Adjustment Convertible Notes	-	48	-	48	-	48
<b>As at 31 December 2011</b>	151,382	(143,431)	7,877	15,828	(4,171)	11,657
<b>At 1 July 2012</b>	151,382	(136,626)	5,344	20,100	(3,858)	16,242
Loss for the period	-	(6,301)	-	(6,301)	(421)	(6,722)
<b>As at 31 December 2012</b>	151,382	(142,297)	5,344	13,799	(4,279)	9,520

\* These amounts have been tax effected

The above statement of changes in equity should be read in conjunction with the accompanying notes.

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE HALF-YEAR ENDED 31 DECEMBER 2012**

**1. BASIS OF PREPARATION AND ACCOUNTING POLICIES**

**Basis of preparation**

This general purpose financial report for the half-year ended 31 December 2012 has been prepared in accordance with applicable accounting standards including AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Consolidated Entity as the full financial report.

It is recommended the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2012 and considered together with any public announcements made by BCD Resources NL during the half-year ended 31 December 2012 and up to the date of signing these accounts in accordance with the continuous disclosure obligations of the *Corporations Act 2001* and the *ASX Listing Rules*.

The accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

**CONSOLIDATED**

**31 Dec 2012**      31 Dec 2011  
**\$'000**              \$'000

**2. REVENUES AND EXPENSES**

Results before income tax include the following revenues, income and expenses whose disclosure is relevant in explaining the performance of the Consolidated Entity

**(a) PRODUCTION COSTS**

Operating expenses	<b>5,198</b>	26,364
Government royalties	<b>184</b>	542
Redundancy change in provision	<b>60</b>	1,900
Changes in inventories	<b>2,442</b>	858
	<b>7,884</b>	29,664

**(b) CORPORATE EXPENSES**

Administration	<b>818</b>	897
	<b>818</b>	897

**(c) DEPRECIATION AND AMORTISATION**

Depreciation		
Buildings	<b>43</b>	108
Mining plant and equipment	<b>2,705</b>	7,089
Plant and equipment under lease	<b>441</b>	665
	<b>3,189</b>	7,862

Amortisation

Exploration, evaluation and development costs	<b>910</b>	6,626
	<b>910</b>	6,626
	<b>4,099</b>	14,488

**(d) OTHER INCOME**

Profit on sale of fixed assets	<b>1,004</b>	-
Release of deferred income – government grant	<b>61</b>	540
Adjustment to pre-acquisition indemnities	<b>-</b>	79
Other	<b>149</b>	123
	<b>1,214</b>	742

**BCD RESOURCES NL**  
**HALF-YEAR FINANCIAL REPORT 31 DECEMBER 2012**

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	<b>CONSOLIDATED</b>	
	<b>31 Dec 2012</b>	<b>31 Dec 2011</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>(e) OTHER EXPENSES</b>		
Fair value adjustment convertible notes	-	68
Loss on sale of fixed assets	-	22
Increase in rehabilitation provision	<b>1,272</b>	-
	<b>1,272</b>	90
<b>(f) FINANCIAL INCOME AND EXPENSES</b>		
<b>Financial income</b>		
Interest income	<b>144</b>	87
	<b>144</b>	87
<b>Financial expenses</b>		
Interest expenses	-	1,417
Finance lease charges	<b>4</b>	49
Unwind of discount on restoration provision	-	815
Unwind of discount on pre-acquisition indemnities	-	10
	<b>4</b>	2,291

**BCD RESOURCES NL**  
**HALF-YEAR FINANCIAL REPORT 31 DECEMBER 2012**

	<b>CONSOLIDATED</b>	
	<b>31 Dec 2012</b>	<b>30 Jun 2012</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>3. INTEREST – BEARING LOANS &amp; BORROWINGS</b>		
<b>Current</b>		
Lease liabilities	-	103
	-	103
<b>4. ISSUED CAPITAL</b>		
<b>(a) Issued and paid up capital</b>		
Ordinary shares fully paid – Listed	<b>151,382</b>	151,382
<b>(b) Movements in shares on issue</b>		
	<b>Number of</b>	
	<b>Shares</b>	
	<b>(‘000)</b>	<b>\$'000</b>
<i>Ordinary shares fully paid:</i>		
<b>At 1 January 2012</b>	116,857	151,382
Issued during the period	-	-
<b>At 30 June 2012</b>	116,857	151,382
Issued during the period	-	-
<b>At 31 December 2012</b>	<b>116,857</b>	<b>151,382</b>

**(c) Ordinary Shares**

At the Annual General Meeting held on 4 December 2012, BCD Resources shareholders approved the consolidation of shares, on a 1 for 9 basis, in accordance with section 254H of the Corporations Act 2001. The comparative number of shares has been restated to reflect the share consolidation. The share consolidation was effective from 20 December 2012.

**5. CONTINGENT ASSETS AND LIABILITIES**

Since the last annual reporting date, there has been no material change in any contingent liability or contingent asset.

**6. EVENTS AFTER THE BALANCE SHEET DATE**

There has not arisen in the interval between the end of the half-year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect the operations of the Consolidated Entity, the results of those operations or the state of affairs of the Consolidated Entity in subsequent financial years.



**7. SEGMENT INFORMATION**

The group operates within the gold mining industry in Australia. During the half year the Tasmania Mine was closed and site remediation commenced. The processing plant was converted to facilitate gold production from the Lefroy tailings deposit.

**Seasonality**

The Consolidated Entity's operations are not affected by cyclical or seasonal changes.

<b>CONSOLIDATED</b>	
<b>31 Dec 2012</b>	<b>30 Jun 2012</b>
<b>\$'000</b>	<b>\$'000</b>

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**8. CASH AND CASH EQUIVALENTS**

**Reconciliation of Cash**

For the purposes of the Cash Flow Statement, cash comprised the following at 31 December:

**Cash at bank & in hand**

Current asset	<b>3,810</b>	9,224
	<b>3,810</b>	9,224
 Non-current asset	 <b>2,148</b>	 -
	<b>2,148</b>	-
	<b>5,958</b>	9,224

At 31 December 2012 \$2.291 million (\$2.148 non current asset) (June 2012: \$2.613 million current asset) of cash was held on deposit as security for Tasmania Mine employee entitlements.

## **DIRECTORS' DECLARATION**

In accordance with a resolution of the directors of BCD Resources NL, I state that:

In the opinion of the directors:

- (a) The financial statements and notes of the Consolidated Entity are in accordance with the *Corporations Act 2001* including:
  - (i) Giving a true and fair view of the financial position as at 31 December 2012 and the performance for the half-year ended on that date of the Consolidated Entity; and
  - (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



Clive S Carroll  
Chairman

27 February 2013

## INDEPENDENT AUDITOR'S REVIEW REPORT

### TO THE MEMBERS OF BCD RESOURCES NL

#### Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of BCD Resources NL which comprises the condensed statement of financial position as at 31 December 2012, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed 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 of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

#### *Directors' Responsibility for the Half-Year Financial Report*

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2012 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 BCD Resources NL, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### *Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of BCD Resources NL, would be in the same terms if given to the directors as at the time of this auditor's report.

*Conclusion*

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of BCD Resources NL is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2012 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*.

*RSM Bird Cameron Partners*  
**RSM BIRD CAMERON PARTNERS**

*J S Croall*  
**J S CROALL**  
Partner

Melbourne, VIC  
Dated: 27 February 2013