
WEDGETAIL EXPLORATION NL
ABN 85 003 257 556

Half Year Financial Report
For The Half Year Ended 30 June 2003

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Corporate Particulars

DIRECTORS

I R Gillon
(Chairman)

F Vanspeybroeck

G Lambert

SECRETARY

J E Sendziuk

REGISTERED OFFICE

Level 1
10 Stirling Highway
NEDLANDS WA 6009
Telephone : (08) 9389 6577
Facsimile : (08) 9386 9473

SHARE REGISTRY

Corporate Registry Services Pty Ltd
Reserve Bank Building
Level 2, 45 St George's Terrace
PERTH WA 6000
Telephone : (08) 9323 2000
Facsimile: (08) 9323 2033

AUDITORS

Rothsay Chartered Accountants
Level 1, 2 Barrack Street
SYDNEY NSW 2000
Telephone: (02) 9299 0091

BANKERS

National Australia Bank Ltd

Directors' Report

Your directors present their report on the financial statements for the half-year ended 30 June 2003.

DIRECTORS

The following persons hold office as directors of Wedgetail Exploration NL at the date of this report or were directors at a time during the half-year:

Ian Ross Gillon (Chairman Appointed 16 June 2003)
Michael Ruane PhD, MRACI (Resigned 16 June 2003)
Frank Vanspeybroeck
Adrian MacDermott (Resigned 15 Nov 2002)
Geoff Lambert

REVIEW AND RESULTS OF OPERATIONS

The principal continuing activities of Wedgetail Exploration NL during the course of the half year was exploration for gold and other economic resources. Lesser activities included investment in listed companies. The company incurred a loss of \$880,493 for the half year.

This report is signed in accordance with a resolution of directors.



F VANSPEYBROECK
DIRECTOR

2nd September 2003, Perth

Condensed Statement of Financial Performance

For The Half-Year Ended 30 June 2003

	June 2003 \$	June 2002 \$
Loss from ordinary activities before income tax expense	880,493	34,051
Income tax expense relating to ordinary activities	<u>-</u>	<u>-</u>
Net loss from ordinary activities after income tax expense	<u>880,493</u>	<u>34,051</u>
Net loss attributable to members of Wedgetail Exploration NL	<u>880,493</u>	<u>34,051</u>
Total changes in equity other than those resulting from transactions with owners as owners	<u>880,493</u>	<u>34,051</u>
Earnings Per Share	Cents	Cents
Basic earnings per share - loss	0.001	0.001

Condensed Statement of Financial Position

As At 30 June 2003

	June 2003 \$	December 2002 \$
CURRENT ASSETS		
Cash assets	516,596	379,052
Receivables	1,986	440,000
Tax asset	51,502	41,140
Total current assets	570,084	860,192
NON-CURRENT ASSETS		
Other financial assets	617,088	392,951
Plant and equipment	750,039	748,052
Mineral exploration and evaluation expenditure	2,211,939	1,870,913
Total non-current assets	3,579,066	3,011,916
Total assets	4,149,150	3,872,108
CURRENT LIABILITIES		
Payables	134,194	372,488
Other	500,000	700,000
Total current liabilities	634,194	1,072,488
NON-CURRENT LIABILITIES		
Interest bearing liability	-	-
Non-interest bearing liability	-	-
Total non-current liabilities	-	-
Total liabilities	634,194	1,072,488
Net assets	3,514,956	2,799,620
EQUITY		
Contributed equity	5,597,057	4,001,229
Accumulated losses	(2,082,101)	(1,201,609)
Total equity	3,514,956	2,799,620

Statement Of Cash Flows

For The Half-Year Ended 30 June 2003

	June 2003 \$	June 2002 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(426,183)	(21,758)
Payments for mineral exploration areas	(278,723)	(86,563)
Interest received	14,898	4,881
Interest paid	(31,043)	-
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Net cash used in operating activities	(721,051)	(103,440)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for plant and equipment	(5,350)	(15,225)
Payments for investments	(835,739)	(207,500)
Proceeds from sale of investments	21,429	375,397
Payment for mineral exploration areas	(64,303)	(21,361)
Proceeds from sale of mineral exploration areas	2,000	-
Payment for mineral exploration security deposits	(95,270)	(2,500)
Proceeds from repayment of loans from related parties	-	32,861
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Net cash provided by investing activities	(977,233)	161,672
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	1,595,828	-
Proceeds of loan from related entity	-	380,000
Repayment of loan to related party	(200,000)	-
Repayment of loan	440,000	-
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Net cash provided by financing activities	1,835,828	380,000
Net increase / (decrease) in cash held	137,544	438,232
Cash at the beginning of the half-year	379,052	176,791
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Cash held at the end of the half-year	516,596	615,023
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Notes To And Forming Part Of The Financial Statements For The Half-Year Ended 30 June 2003

1. Basis of preparation

The half-year condensed financial statements are a general purpose financial report prepared in accordance with the requirements of Corporations Act 2001, Accounting Standard AASB 1029: Interim Financial Reporting and other mandatory professional reporting requirements (Urgent Issues Group Consensus Views).

It is recommended that this financial report be read in conjunction with annual financial report for the year ended 31 December 2002 and any public announcements made by Wedgetail Exploration NL during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

The accounting policies have been consistently applied by the Company and are consistent with those applied in the 31 December 2002 annual report.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

	HALF-YEAR ENDED JUNE 2003 \$	HALF-YEAR ENDED JUNE 2002 \$
2. Loss From Ordinary Activities		
The following revenue and expense items are relevant in explaining the financial performance for the interim period:		
Revenues		
Interest received	16,884	4,903
Proceeds from disposal of investments	21,429	164,447
Write back of provision of diminution of investments	-	37,671
Expenses		
Administration expenses	(339,132)	(157,480)
Exploration expenses	(81,464)	(83,592)
Insurance	(54,884)	-
Interest	(31,043)	-
Provision for diminution of investments	(406,872)	-

3. Events Subsequent To Reporting Date

Since the 30th June 2003 the Company raised \$1,041,972 after costs, through the issue of 86,690,212 shares at 1.3 cents per share for working capital and exploration.

4. Contingent Liabilities

Native title claims have been made with respect to areas which included tenements in which the company has an interest. At present the company is unable to determine the prospects for success or otherwise of the claims and, in any event, whether or not and to what extent the claims may significantly affect them or their projects.

5. Segment Information

The company is only involved in exploring for minerals.

The company operated for the full financial period within Australia.

Directors' Declaration

In accordance with the resolution of the directors of Wedgetail Exploration NL, I state that in the opinion of the directors;

- (a) The financial statements and notes of the company:
 - (i) give a true and fair view of the company's financial position as at 30 June 2003 and the performance for the half year ended on that date; and
 - (ii) comply with Accounting Standards AASB1029: Interim Financial Reporting and the Corporation 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



F VANSPEYBROECK
DIRECTOR

2nd September 2003, Perth



Level 1, 2 Barrack Street, Sydney NSW 2000 G.P.O. Box 2759, Sydney NSW 2001
Phone 9299 0091 Facsimile 9299 2595 E-mail swan2000@bigpond.com

Wedgetail Exploration NL

Independent Review Report To The Members of Wedgetail Exploration NL

Scope

We have reviewed the financial report of Wedgetail Exploration NL for the half-year ended 30 June 2003. The company's directors are responsible for the financial report. We have performed an independent review of the financial report in order to state whether, on the basis of the procedures described, anything has come to our attention that would indicate that the financial report is not presented fairly in accordance with Accounting Standard AASB 1029 "Interim Financial Reporting" issued in Australia and other mandatory professional reporting requirements and statutory requirements, so as to present a view which is consistent with our understanding of the company's financial position, and performance as represented by the results of its operations and its cash flows, and in order for the company to lodge the financial report with the Australian Securities and Investments Commission.

Our review has been conducted in accordance with Australian Auditing Standards applicable to review engagements. A review is limited primarily to inquiries of the entity's personnel and analytical procedures applied to the financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance provided is less than given in an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Statement

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 Wedgetail Exploration NL is not in accordance with:

- (a) the Corporations Act 2001, including:
 - (i) giving a true and fair view of the financial position as at 30 June 2003 and the performance for the half-year ended on that date; and
 - (ii) complying with Accounting Standard AASB 1029 "Interim Financial Reporting" and the Corporations Regulations; and
- (b) other mandatory professional reporting requirements.

A handwritten signature in black ink that reads 'Rothsay'.

ROTHSAY

A handwritten signature in black ink that reads 'Graham R Swan'.

Graham R Swan
Partner

Dated 2 September 2003



Chartered Accountants

Liability limited by the Accountants Scheme, approved
under the Professional Standards Act 1994 (NSW).