

# MILLENNIUM MINERALS LIMITED

ACN 003 257 556

Interim Financial Report

Half-Year ended 30 June 2018





### Directors

Gregory Bittar – Non-executive Chairman  
Timothy Kennedy – Non-executive Director  
Peter Lester – Non-executive Director  
Bruno Lorenzon – Non-executive Director

### Company Secretary

Raymond Parry

### Registered Office and Business Address

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P.O. Box 117 West Perth WA 6872  
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[info@millenniumminerals.com.au](mailto:info@millenniumminerals.com.au)

### Share Register

Link Market Services Limited  
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Locked Bag A14 Sydney South NSW 1235  
Tel: +61 1300 554 474 Fax: +61 2 9287 0303  
[www.linkmarketservices.com.au](http://www.linkmarketservices.com.au)

Millennium Minerals Limited shares are listed on the Australian Stock Exchange (ASX).  
Code: MOY

### Solicitors

Bellanhuse Legal  
Ground floor, 11 Ventnor Avenue, West Perth WA 6005

### Auditors

KPMG  
235 St Georges Terrace, Perth WA 6000

Millennium Minerals maintains a website where all announcements to the ASX are available.  
[www.millenniumminerals.com.au](http://www.millenniumminerals.com.au)

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The directors of Millennium Minerals Limited are pleased to present the Interim Financial Report for the half-year ended 30 June 2018.

## DIRECTORS

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

Gregory Bittar	Non-executive Chairman
Timothy Kennedy	Non-executive Director
Peter Lester	Non-executive Director
Bruno Lorenzon	Non-executive Director <sup>(1)</sup>
Michael Chye	Non-executive Director <sup>(2)</sup>

<sup>(1)</sup>Appointed Non-executive Director on 28 May 2018.

<sup>(2)</sup>Resigned as Non-executive Director on 28 May 2018.

## COMPANY SECRETARY

Raymond Parry

## NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

The principal activities of the Company during the financial year were exploration, mine development, mining and processing of gold.

There has been no significant change in the nature of those activities during the half-year.

## REVIEW OF OPERATIONS

### Operations Activities Summary

The operation produced 32,963 ounces of gold for the six months to 30 June 2018 at an All-In-Sustaining-Cost<sup>1</sup> of \$1,701/ounce. Cash and bullion on hand at 30 June 2018 was \$13.7 million and the Company remains debt-free.

Development of the foundations necessary to enable the Company to achieve the targeted 100,000 ounces per annum production is well ahead of schedule. The pre-strip of the large, Golden Eagle deposit is largely completed, with high-grade ore expected to be delivered to the mill in second half of 2018. The company is also currently mining the AU81 deposit.

The significant emphasis on development activities have constrained gold production during the half year resulting in a corresponding temporary increase in All-In-Sustaining-Cost.

With development largely completed at Golden Eagle, production and costs are expected to improve sharply over the next half-year and the Company is on track to achieve its annual guidance for 2018 of 75,000 – 80,000 ounces at an All-In-Sustaining-Cost of \$1,280/ounce and \$1,350/ounce.

The processing plant continued to perform well but experienced lower throughput in the June quarter from processing harder Golden Eagle ore.

A comparison of the operating results by quarter is provided in Table 1.

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<sup>1</sup> All-In-Sustaining Cost (AISC) per ounce represents: C1 cash costs, corporate administration costs related to operations, royalties, sustaining capital, development capital, tenement management of active mining tenements, rehabilitation and reclamation accretion, employee shared-based payments provided to operational staff and production stripping adjustments and amortisation. It does not include expansionary development costs, including construction of the new tailings dam and camp expansion, or corporate development costs, tenement acquisition expenditure, or exploration and evaluation expenditure of new deposits and projects.



## REVIEW OF OPERATIONS (Continued)

### Operations Activities Summary (continued)

Table 1 – Quarterly comparative results

		Sep 17	Dec 17	Mar 18	Jun 18
Total volume mined	bcm	1,292,249	1,240,586	1,098,931	1,323,820
Ore mined	t	261,351	353,723	369,927	568,927
Ore processed	t	444,638	469,078	474,420	436,887
Head grade	g/t	1.25	1.6	1.56	1.07
Metallurgical recovery	%	90.0	89.0	85.5	83.9
Fine gold production	oz	16,007	21,401	20,324	12,639
Gold sold	oz	15,558	19,627	21,013	15,129
Gold sales revenue	\$M	25.20	32.13	35.45	26.25
Cash operating costs	\$/oz	1,286	1,081	1,194	2,055
All-In-Sustaining Cost	\$/oz	1,470	1,290	1,295	2,264

### Bartons Underground Development

The Company's first-ever underground mining contract was awarded to GBF Underground Mining Company in February 2018, with work commencing in March 2018. The underground development will access high-grade, free-milling mineralisation located beneath the Bartons open pit.

High-grade development ore from Bartons Underground is expected to commence in July with stoping-ore from Bartons Underground scheduled in the first quarter of 2019.

### Sulphide Expansion Project

A key component of the Sulphide Resource Expansion Feasibility Study has been completed, with the results indicating that the selected flowsheet design will deliver significant financial and operational benefits.

Following the completion of the feasibility study, initial orders for key long-lead items required to build the sulphide plant have been placed. Placing orders for these key long-lead items put the Company on track to achieve its targeted commission date of the first quarter 2019.

The ability to process sulphide mineral resource inventory represents a key component of the Company's broader strategy to increase its gold production profile to a rate of 100,000 ounces per annum.

### Corporate Update

The following changes were made to the Board and Senior Management during the reporting period:

1. Mr Bruno Lorenzon moved from being an alternate director to Mr Michael Chye to a Non-executive Director. Mr Chye retired as Non-executive Director after serving 4 years as a Millennium Director.
2. Mr Jason Robertson was appointed to the role of General Manager – Operations.

At 30 June 2018, the Company's hedge book consisted of 5,000 ounces to be delivered by 21 December 2018, at an average gold price of \$1,757/ounce.

During the half-year period, the Company signed a Commitment with Investec Australia Limited (Investec) for the provision of finance facilities on competitive terms to fund the expansion of the Nullagine Gold Project. The credit-approved facilities comprise a Revolving Loan Facility (RLF) for \$17.5 million and a Risk Management Facility (RMF). The \$17.5 million RLF will have an initial tenor of 15 months and can be redrawn, providing the Company with working capital flexibility. Scheduled repayments will commence 12 months after first availability.



## REVIEW OF OPERATIONS (Continued)

### Corporate Update (continued)

Under the terms of the RMF, the Company will undertake a hedging program of at least 25,000 ounces over a rolling 12-month period from the date of the first draw-down of the facility.

The credit-approved facilities will be utilised, together with existing cash reserves, to fund the sulphide plant expansion, capital development of the Bartons Underground, continued exploration and working capital.

### Exploration update

The Company delivered further exploration success during the half-year, with in-fill and extensional drilling over the project area. Exploration drilling delivered outstanding results in the north eastern corner of the Nullagine Project area, indicating the potential to develop this area as a major new production hub at Nullagine.

## REVIEW OF FINANCIAL PERFORMANCE AND POSITION

- Revenue from operations (note 2) was \$62.02 million (inclusive of by-product revenue).
- The Company incurred a Net Operating Loss after tax of \$10.2 million.
- Exploration expenditure impairment of \$1.87 million

## DIVIDENDS

No dividends were paid during the half-year and the Directors do not recommend payment of a dividend.

## EVENTS AFTER BALANCE DATE

On 27 July 2018, the Company made a first draw-down of \$10 million on its revolving Loan Facility.

Except as disclosed above, there have been no events subsequent to balance date that would affect significantly affect the amounts reported in the financial statements as at and for the half-year ended 30 June 2018.

## AUDITORS INDEPENDENCE

The Auditor's Independence Declaration as required under section 307C of the Corporations Act 2001 is set out on the following page and forms part of this report.

## ROUNDING OF AMOUNTS

The amounts contained in this report and in the financial statements have been rounded to the nearest \$1,000 (where rounding is applicable) as permitted under the Australian Securities and Investment Commission (ASIC) Corporations Instrument 2016/91.

Signed in accordance with a resolution of the Directors.

**Gregory Bittar**  
Chairman  
Perth, Western Australia  
27 August 2018





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

To the Directors of Millennium Minerals Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Millennium Minerals Limited for the half-year ended 30 June 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.

KPMG.

KPMG

R Gambitta  
Partner

Perth

27 August 2018

# CONDENSED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 30 JUNE 2018

	Note	30 June 2018 \$'000	30 June 2017 \$'000
Revenue	2	62,023	57,673
Cost of goods sold	3	(67,402)	(58,556)
<b>Gross (loss)</b>		<b>(5,379)</b>	<b>(883)</b>
Administrative and other expenses	4	(3,522)	(3,045)
Exploration expenditure impaired	9	(1,187)	(922)
<b>Operating (loss)</b>		<b>(10,088)</b>	<b>(4,850)</b>
Other income	5	4	-
Finance income	5	415	803
Finance costs	5	(620)	(539)
<b>(Loss) before tax</b>		<b>(10,289)</b>	<b>(4,586)</b>
Income tax expense		-	-
<b>Net (loss) attributable to members</b>		<b>(10,289)</b>	<b>(4,586)</b>
<b>Other comprehensive income</b>			
Other comprehensive income		-	-
Income tax relating to items of comprehensive income		-	-
<b>Other comprehensive income, net of tax</b>		<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b>(10,289)</b>	<b>(4,586)</b>
Basic loss per share (cents per share)		(1.30)	(0.58)
Diluted loss per share (cents per share)		(1.30)	(0.58)

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



## CONDENSED STATEMENT OF FINANCIAL POSITION

### AS AT 30 JUNE 2018

	Note	30 June 2018 \$'000	31 Dec 2017 \$'000
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		13,143	17,898
Trade and other receivables	6	2,693	3,123
Inventories	7	10,430	18,197
Other financial assets	8	239	130
<b>Total current assets</b>		<b>26,505</b>	<b>39,348</b>
<b>Non-current assets</b>			
Exploration and evaluation assets	9	35,982	32,387
Mine properties	10	22,859	18,472
Property, plant and equipment		18,652	19,458
<b>Total non-current assets</b>		<b>77,493</b>	<b>70,317</b>
<b>Total assets</b>		<b>103,998</b>	<b>109,665</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	11	23,115	19,561
Provisions	12	1,069	1,041
Lease liabilities		234	234
Other financial liabilities	8	-	198
<b>Total current liabilities</b>		<b>24,418</b>	<b>21,034</b>
<b>Non-current liabilities</b>			
Provisions	12	17,414	17,285
Lease liabilities		130	242
<b>Total non-current liabilities</b>		<b>17,544</b>	<b>17,527</b>
<b>Total liabilities</b>		<b>41,962</b>	<b>38,561</b>
<b>Net assets</b>		<b>62,036</b>	<b>71,104</b>
<b>EQUITY</b>			
Issued capital		165,368	165,281
Reserves		7,440	6,306
Accumulated losses		(110,772)	(100,483)
<b>Total Equity</b>		<b>62,036</b>	<b>71,104</b>

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

## CONDENSED STATEMENT OF CHANGES IN EQUITY

### FOR THE HALF-YEAR ENDED 30 JUNE 2018

	Issued capital \$'000	Share option reserve \$'000	Accumulated losses \$'000	Total equity \$'000
<b>Balance at 1 January 2018</b>	<b>165,281</b>	<b>6,306</b>	<b>(100,483)</b>	<b>71,104</b>
Net loss for the year	-	-	(10,289)	(10,289)
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(10,289)</b>	<b>(10,289)</b>
<b>Transactions with owners</b>				
Share-based payments expense	-	1,134	-	1,134
Shares issued, net of transaction costs	87	-	-	87
<b>Total transactions with owners</b>	<b>87</b>	<b>1,134</b>	<b>-</b>	<b>1,221</b>
<b>Balance at 30 June 2018</b>	<b>165,368</b>	<b>7,440</b>	<b>(110,772)</b>	<b>62,036</b>
<b>Balance at 1 January 2017</b>	<b>165,152</b>	<b>5,461</b>	<b>(94,879)</b>	<b>75,734</b>
Net loss for the period	-	-	(4,586)	(4,586)
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>(4,586)</b>	<b>(4,586)</b>
<b>Transactions with owners</b>				
Share-based payments expense	-	520	-	520
<b>Total transactions with owners</b>	<b>-</b>	<b>520</b>	<b>-</b>	<b>520</b>
<b>Balance at 30 June 2017</b>	<b>165,152</b>	<b>5,981</b>	<b>(99,465)</b>	<b>71,668</b>

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

## CONDENSED STATEMENT OF CASH FLOWS

### FOR THE HALF-YEAR ENDED 30 JUNE 2018

	Note	2018 \$'000	2017 \$'000
<b>Cash flows from operating activities</b>			
Receipts in the course of operations		61,968	58,310
Payments in the course of operations		(51,183)	(44,500)
Interest received		108	130
<b>Net cash from operating activities</b>		<b>10,893</b>	<b>13,940</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment		(495)	(1,847)
Proceeds from sale of assets		-	283
Proceeds from rental		4	-
Payments for mineral exploration areas and evaluation		(9,518)	(9,659)
Payments for development of mining properties		(5,504)	(4,128)
<b>Net cash used in investing activities</b>		<b>(15,513)</b>	<b>(15,351)</b>
<b>Cash flows from financing activities</b>			
Repayment of leases and borrowings		(112)	-
Interest paid		(15)	-
Proceeds from issue of shares		87	-
Security deposit paid		(89)	(2)
Payments for transaction costs		(6)	(23)
<b>Net cash used in financing activities</b>		<b>(135)</b>	<b>(25)</b>
Net decrease in cash and cash equivalents		(4,755)	(1,436)
Cash and cash equivalents at 1 January		17,898	25,175
<b>Cash and cash equivalents at 31 December</b>		<b>13,143</b>	<b>23,739</b>

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

# NOTES TO THE INTERIM FINANCIAL STATEMENTS

## 1. ACCOUNTING POLICIES

### (a) Significant accounting policies

The accounting policies adopted in the preparation of the interim financial statements are consistent with those followed in the preparation of the annual financial statements for the year ended 31 December 2017.

### (b) Statement of compliance

These general purpose interim financial statements for the half-year ended 30 June 2018 have been prepared in accordance with *AASB 134 Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standards *IAS 134 Interim Financial Reporting*.

The interim financial statements do not include all notes of the type normally included within the Annual Financial Statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial statements. The interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2017 and any public announcements made by Millennium during the half-year reporting period in accordance with continuous disclosure requirements of the *Corporations Act 2001*. For the purpose of preparing the interim financial statements, the half-year has been treated as a discrete reporting period.

### (c) Basis of preparation

The interim financial statements have been prepared on a historical cost basis with the exception of assets and liabilities which are required to be measured at fair value.

All amounts are presented in Australian dollars and the values are rounded to the nearest thousand dollars (\$'000) unless otherwise stated, in accordance with ASIC Instrument 2016/191.

### (d) Reporting entity

Millennium Minerals Limited is a for profit company, limited by shares, incorporated and domiciled in Australia whose shares are publicly traded. The Company's principal activities are the exploration, mine development, mining and processing of gold.

### (e) New accounting standards and interpretations

In the half-year ended 30 June 2018, the Company has reviewed all the new and revised Standards and Interpretations issued by AASB that are relevant to its operations and effective for the reporting periods beginning or after 1 January 2018. The adoption of these standards and amendments did not result in a material adjustment to the amounts or disclosures in the current or prior period.

It has been determined by the Company that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to the accounting policies.

#### **AASB 16 Leases – Application date of standard 1 January 2019**

This standard removes the classification of leases as either operating leases or finance leases – for the lessee – effectively treating all leases as finance leases. Short-term leases (less than 12 months) and leases of low value assets (such as personal computers) are exempt from the lease accounting requirements. There are also changes in accounting over the life of the lease. In particular, companies will now recognise a front-loaded pattern of expenses from most leases, even when they pay constant rentals.

The Company is currently assessing the impact of the new standard on its financial statements.

There are no other standards that are not yet effective and that would be expected to have a material impact on the Company in the current or future reporting periods and on foreseeable future transactions.



## NOTES TO THE INTERIM FINANCIAL STATEMENTS

	Half-year 30 Jun 2018 \$'000	Half-year 30 Jun 2017 \$'000
<b>2. REVENUE</b>		
Sale of gold	61,792	57,586
Sale of silver	231	87
	<b>62,023</b>	<b>57,673</b>
<b>3. COST OF GOODS SOLD</b>		
Costs of production	50,010	47,026
Deferred waste adjustment	(1,322)	(2,511)
Inventory movement	8,171	(3,420)
Royalties	2,069	2,402
Depreciation and amortisation	8,474	15,059
	<b>67,402</b>	<b>58,556</b>
<b>4. ADMINISTRATIVE AND OTHER EXPENSES</b>		
Corporate expenses	1,874	1,866
Investors relations	168	99
Statutory compliance	56	43
Directors fees	135	147
Business development and projects	155	370
Share-based payments	1,134	520
	<b>3,522</b>	<b>3,045</b>
<b>5. OTHER INCOME AND NET FINANCE INCOME</b>		
Income from rental property	4	-
Other income	4	-
Interest received	108	164
Realised gain on gold forward contracts	-	637
Unrealised gain on gold forward contracts	307	-
Unrealised gain on foreign exchange	-	2
Finance income	<b>415</b>	<b>803</b>
Realised loss on gold forward contracts	442	-
Unrealised loss on gold forward contracts	-	516
Interest expense on borrowing and finance lease liabilities	15	16
Borrowing costs	7	7
Unwinding of discount on rehabilitation provision	156	-
Finance costs	<b>620</b>	<b>539</b>

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

	30 Jun 2018 \$'000	31 Dec 2017 \$'000
<b>6. TRADE AND OTHER RECEIVABLES</b>		
Trade debtors	55	-
GST Receivable	690	733
Diesel fuel credit receivable	669	640
Secured deposits	20	20
Refundable deposits	165	76
Prepayments	1,020	1,634
Sundry debtors	74	20
	2,693	3,123
<b>7. INVENTORIES</b>		
Critical spares	586	320
Consumables	3,506	3,368
Ore stockpiles	3,504	7,426
Gold in circuit	2,340	3,348
Bullion on hand	494	3,735
	10,430	18,197
Finished goods, bullion, gold in circuit and stockpiles of unprocessed ore are valued at the lower of cost and net realisable value. Net realisable value is determined with reference to the estimated selling price in the ordinary course of business, less estimated costs of completion and costs of selling the final product, including royalties.		
<b>8. FINANCIAL INSTRUMENTS</b>		
<b>Financial assets</b>		
Derivative instrument – current	239	130
<b>Financial liabilities</b>		
Derivative instrument – current	-	198
<b>9. EXPLORATION AND EVALUATION ASSETS</b>		
Opening balance	32,387	20,120
Expenditure capitalised	9,518	23,308
Acquisition of tenements	-	15
Reclassification to mine development	(4,736)	(9,913)
Impairment	(1,187)	(1,143)
	35,982	32,387
<b>10. MINE PROPERTIES</b>		
Opening balance	18,472	17,040
Additions	5,504	2,467
Transfer from exploration and evaluation assets	4,736	9,913
Rehabilitation provision	-	(2,198)
Deferred waste asset additions	1,322	10,273
Amortisation	(7,175)	(19,023)
	22,859	18,472

## NOTES TO THE INTERIM FINANCIAL STATEMENTS

	30 Jun 2018 \$'000	31 Dec 2017 \$'000
<b>11. TRADE AND OTHER PAYABLES</b>		
Trade payables	12,192	11,129
Royalties payable	837	1,006
Employee entitlements	508	879
Accruals	9,280	6,261
Other payables	298	286
	23,115	19,561
<b>12. PROVISIONS</b>		
Employees benefits - current	1,069	1,041
	1,069	1,041
Employee benefits – non-current	541	567
Rehabilitation – non-current	16,873	16,718
	17,414	17,285

## DIRECTORS' DECLARATION



In the Directors' opinion:

1. the financial statements and notes of Millennium Minerals Limited for the half-year ended 30 June 2018 are in accordance with the *Corporations Act 2001* including:
  - (a) Giving a true and fair view of the Company's financial position as at 30 June 2018 and its performance for the half-year ended on that date; and
  - (b) Complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001*, and other mandatory professional reporting requirements; and
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration has been made in accordance with a resolution of the Directors of Millennium Minerals Limited.

A handwritten signature in black ink, appearing to read 'Greg Bittar'.

**Gregory Bittar**  
Chairman  
Perth, Western Australia  
27 August 2018



# Independent Auditor's Review Report

To the shareholders of Millennium Mineral Limited

## Report on the Interim Financial Report

### Conclusion

We have reviewed the accompanying **Interim Financial Report** of Millennium Minerals Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Millennium Minerals Limited is not in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the Company's financial position as at 30 June 2018 and of its performance for the half-year ended on that date; and
- Complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Interim Financial Report** comprises:

- Condensed statement of financial position as at 31 June 2018
- 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
- Notes 1 to 12 comprising a summary of significant accounting policies and other explanatory information
- The Directors' Declaration.

### Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that is free from material misstatement, whether due to fraud or error.

## Auditor's responsibility for the review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim 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 Interim 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 30 June 2018 and its performance for the half-year ended on that date; and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Millennium Minerals Limited, *ASRE 2410* requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an Interim Period 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.

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



KPMG



R Gambitta  
Partner

Perth

27 August 2018