



Globe

Metals & Mining

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

Half Year Financial Report
31 December 2014

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

CONTENTS

DIRECTORS' REPORT	1
AUDITOR'S INDEPENDENCE DECLARATION	5
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME.....	6
CONSOLIDATED STATEMENT OF FINANCIAL POSITION.....	7
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	8
CONSOLIDATED STATEMENT OF CASH FLOWS	9
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	10
DIRECTORS' DECLARATION	16
INDEPENDENT AUDITORS REVIEW REPORT	17

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

DIRECTORS' REPORT

The directors of Globe Metals & Mining Limited ('Globe' or 'the Company') submit the financial report of the Company and its controlled entities for the half year ended 31 December 2014.

DIRECTORS

The names of Directors who held office during or since the end of the half year:

Ms Alice Wong	Chairperson
Alistair Stephens	Managing Director
William Hayden	Non-Executive Director
Bo Tan	Non-Executive Director
Alex Ko	Non-Executive Director
Shasha Lu	Executive Director (resigned 18 November 2014)
Jingbin Tian	Non-Executive Director (ceased 28 November 2014)

Directors have held office for the entire period and up to the date of this report unless otherwise stated.

COMPANY SECRETARY

Michael Fry (appointed 1 February 2015)
Kerry Angel (ceased employment on the 31 January 2015)

RESULTS

The result for the half year ended 31 December 2014 attributable to members of Globe was a net loss after tax of \$1,749,094 (2013: \$2,209,658).

REVIEW OF OPERATIONS

During the half year ending 31 December 2014, Globe's operational focus was on the advancement of its niobium and graphite projects in Malawi (Africa).

Globe's key assets are its Kanyika Niobium Project and its Chiziro Graphite Project, both located in the central part of Malawi, north of the capital city Lilongwe.

Globe also has other exploration projects at various stages of development in Malawi and Mozambique.

Kanyika Niobium Project

The Kanyika Niobium Project is host to a 2004 JORC compliant Mineral Resource Estimate of 68.3Mt @ 2,830ppm Nb₂O₅ (niobium pentoxide) and 135ppm Ta₅O₅ (tantalum pentoxide) using a 1,500 ppm Nb₂O₅ cut-off (refer ASX announcement dated 7 January 2013).

Niobium (Nb) and tantalum (Ta) are key additives in steel manufacture, electronics and ceramics.

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

DIRECTORS' REPORT

During the half year the Company continued with the Kanyika Feasibility Optimisation Programme to progress the overall Kanyika Definitive Feasibility Study. This programme focused on operation of the concentrator demonstration plant at the Guangzhou Research Institute of Non-Ferrous Metallurgy. The results from plant operation were in-line with earlier bench-scale testing work. Also, the demonstration plant allowed substantial de-risking of the concentrator process and also production of sufficient concentrate samples for downstream testing, market evaluation and securing product off-take agreements.

Also during the half, the Company carried out a small soil program within the Kanyika exploration licence area. 198 soil samples were taken but assays failed to detect any significant Nb or Ta anomalism.

The Kanyika Exclusive Prospecting Licence (EPL0188) was due for expiry at the end of December 2014. In early-December 2014, Globe applied for a Mining Licence to cover the Kanyika Nb-Ta resource and all areas covering proposed mine infrastructure and prospective exploration areas. Globe awaits ministerial approval.

Chiziro Graphite Project

During the half year ended 31 December 2014, Globe conducted a significant trenching program at the Chimutu Prospect, which had been outlined from previous mapping and rock chip sampling.

A total of 17 trenches were completed for a total of 6,266 metres. The trenching was successful, with significant graphite mineralisation being defined over a six kilometre strike length and widths in excess of 250 metres within two mineralised trends.

Also during the half, Globe undertook preliminary mineralogical analysis which identified premium quality large-flake graphite and conducted preliminary metallurgical test-work which indicated a high grade graphite concentrate product.

In addition, Globe identified further prospects within the project area for future targeting through geological mapping and rock-chip sampling. Preliminary results from some of the 123 rock chip samples collected at two of these prospects are encouraging, and suggest the existence of a third mineralised trend.

Machinga Rare Earth Project

Exploration on this Project is at an early stage. Soil sampling programmes in 2013 and 2014 field seasons outlined a substantial rare earth element and a Nb-Ta anomalism.

During the half year ended 31 December 2014, a soil sampling program was carried out as a follow up to previous sampling programmes. A total of 59 samples were collected from the Machinga Main South Zone and the assay results of these further supported and delineated the anomalies.

Lastly, the Government of Malawi approved an extension of the Machinga exploration licence.

Salimbidwe Rare Earth Project

Exploration on this Project is at an early stage.

During the half year ended 31 December 2014, work was limited to a desk top review of available data and planning of future work programs.

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES
DIRECTORS' REPORT

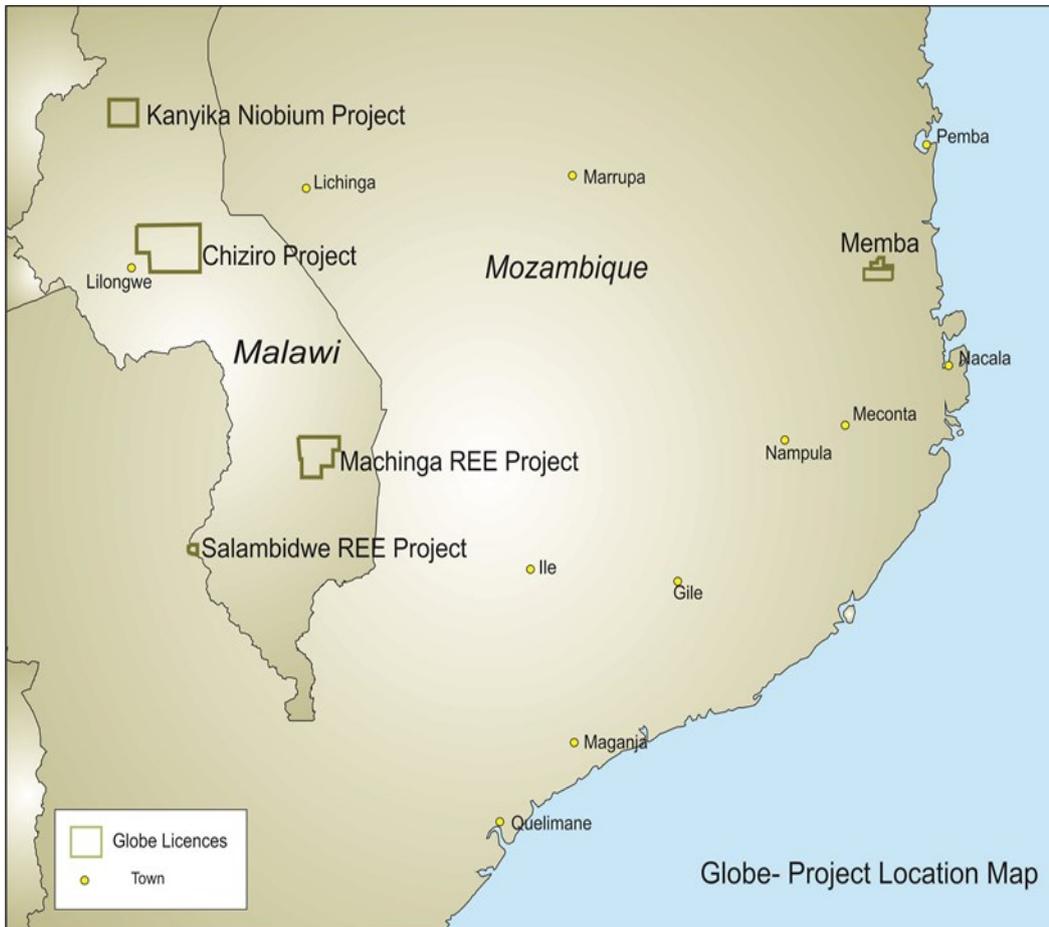
Mineral Tenement Schedule

Project	Location	Status	Tenement	Globe's interest
Kanyika (i)	Malawi	Granted	under mining lease application	100%
Chiziro	Malawi	Granted	EPL0299/10R	100%
Machinga	Malawi	Granted	EPL0230/07R	100%
Salambidwe	Malawi	Granted	EPL0289/10R	100%
Memba	Mozambique	Granted	4832L, 4831L	100%

(i) a Mining Lease application has been lodged with Malawi Department of Mines on 5 December 2014 covering in part the area previously covered by EPL1088/05.

Note: EPL: Exclusive Prospecting Licence (Malawi)
L: Exclusive Prospecting Licence (Mozambique)

Project Location Map



Competent Person Statements

Information in this report relating to the Mineral Resource Estimate are based on information compiled by Mr Michael Job, Fellow of the Australasian Institute of Mining and Metallurgy, and a consultant employed by Quantitative Group at the time the Mineral Resource Estimate was completed. Mr Job had sufficient experience related to the activity undertaken to qualify as a "Competent person", as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves and consented to the inclusion in reports of matters compiled by him in the form and context which they appear. The Mineral Resource Estimate was first reported to the ASX on 7 January 2013 and has not been updated since.

Information in this report relating to metallurgical evaluation is based on information compiled by Dr Marc Steffens. Dr Steffens is a Member of the Australasian Institute of Mining and Metallurgy (MAusIMM) and is a full-time employee of Globe Metals and Mining. Dr Steffens consents to the inclusion in the report of matters based on his information in the form and context in which it appears

The information in this report relating to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Fergus Jockel, a competent person who is a Member of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Fergus Jockel is a full-time employee of the Company and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Fergus Jockel consents to the inclusion in the report of matters based on his information in the form and context in which it appears.

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 5 for the half year ended 31 December 2014.

ROUNDING OF AMOUNTS

The Company is of a kind referred to in Class Order 98/100, issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the directors' report. Amounts in the directors' report have been rounded off in accordance with report have been rounded off in accordance with that Class Order to the nearest thousand dollars, or in certain cases, to the nearest dollar.

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



Mr Alistair Stephens
Managing Director

Dated this 16th day of March 2015



Auditor's Independence Declaration

As lead auditor for the review of Globe Metals and Mining Limited for the half-year ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Globe Metals and Mining Limited and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'B. Gargett', is written over a light grey signature line.

Ben Gargett
Partner
PricewaterhouseCoopers

Perth
16 March 2015

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Half Year Ended 31 December 2014

	31 December 2014 \$'000	31 December 2013 \$'000
Interest income	352	304
Administrative expenses	(122)	(505)
Business Development	(338)	(104)
Compliance and regulatory expenses	(65)	(123)
Depreciation expense	(187)	(168)
Directors fees	(135)	(160)
Doubtful debts expense	(157)	-
Employee benefits expenses	(710)	(1,014)
Occupancy expenses	(125)	(153)
Share based payments expenses	(15)	(46)
Travel expenses	(81)	(135)
Other expenses	(166)	(106)
Loss before income tax	(1,749)	(2,210)
Income tax expense	-	-
Loss for the half year	(1,749)	(2,210)
Other comprehensive loss after tax		
<i>Items that may be reclassified to profit or loss</i>		
Changes in the fair value of available-for-sale financial asset	-	(30)
Other comprehensive loss after tax	-	(30)
Total comprehensive loss for the half year	(1,749)	(2,240)
Earnings Per Share attributable to ordinary equity holders of the Company	Cents	Cents
Basic and diluted loss per share	(0.37)	(0.88)

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

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2014

	Note	31 December 2014 \$'000	30 June 2014 \$'000
CURRENT ASSETS			
Cash and cash equivalents		17,476	6,774
Term deposits		-	13,000
Trade and other receivables		215	209
Other current assets		282	342
TOTAL CURRENT ASSETS		17,973	20,325
NON-CURRENT ASSETS			
Available-for-sale financial assets		46	46
Exploration and evaluation expenditure		30,426	29,471
Plant and equipment		654	940
TOTAL NON-CURRENT ASSETS		31,126	30,457
TOTAL ASSETS		49,099	50,782
CURRENT LIABILITIES			
Trade and other payables		346	560
Provisions		770	505
TOTAL CURRENT LIABILITIES		1,116	1,065
TOTAL LIABILITIES		1,116	1,065
NET ASSETS		47,983	49,717
EQUITY			
Issued capital	3	80,825	80,825
Reserves	4	49	2,679
Accumulated losses		(32,891)	(33,787)
TOTAL EQUITY		47,983	49,717

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

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Half Year Ended 31 December 2014

	Contributed Equity	Accumulated Losses	Share Based Payment Reserve	Revaluation Reserve	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2013	70,110	(29,161)	2,680	(4)	43,625
Loss for the period	-	(2,210)	-	-	(2,210)
Other comprehensive loss	-	-	-	(30)	(30)
Total comprehensive loss for the period	-	(2,210)	-	(30)	(2,240)
<i>Transactions with owners, recorded directly in equity</i>					
Shares issued during the period	11,513	-	-	-	11,513
Options issued during the period	-	-	46	-	46
Capital raising expenses	(783)	-	-	-	(783)
Balance at 31 December 2013	80,840	(31,371)	2,726	(34)	52,161
Balance at 1 July 2014	80,825	(33,787)	2,713	(34)	49,717
Loss for the period	-	(1,749)	-	-	(1,749)
Other comprehensive loss	-	-	-	-	-
Total comprehensive loss for the period	-	(1,749)	-	-	(1,749)
<i>Transactions with owners, recorded directly in equity</i>					
Reclassification of reserves to accumulated losses	-	2,645	(2,645)	-	-
Options issued during the period	-	-	15	-	15
Balance at 31 December 2014	80,825	(32,891)	83	(34)	47,983

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

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF CASH FLOWS

For the Half Year Ended 31 December 2014

	31 December 2014 \$'000	31 December 2013 \$'000
Cash flows from operating activities		
Payments to suppliers and employees (inclusive of value added taxes)	(1,655)	(2,097)
Proceeds from other income	-	15
Interest received	361	464
Net cash outflow from operating activities	(1,294)	(1,618)
Cash flows from investing activities		
Receipt from term deposits	13,000	-
Payments for exploration and evaluation assets	(1,062)	(1,210)
Proceeds from the sale of plant and equipment	59	1
Payments for plant and equipment	(8)	(14)
Net cash inflow / (outflow) from investing activities	11,989	(1,223)
Cash flows from financing activities		
Proceeds from issue of shares	-	9,915
Proceeds from convertible notes	-	1,598
Payments for costs of share issue	-	(783)
Net cash inflow from financing activities	-	10,730
Net increase in cash and cash equivalents	10,695	7,889
Cash and cash equivalents at the beginning of half year	6,774	14,156
Effects of exchange rate on cash and cash equivalents	7	(23)
Cash and cash equivalents at the end of half year	17,476	22,022

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the Half Year Ended 31 December 2014

NOTE 1: BASIS OF PREPARATION OF HALF-YEAR REPORT

This consolidated interim financial report for the half-year reporting period ended 31 December 2014 has been prepared in accordance with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Act 2001*.

This consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2014 and any public announcements made by Globe Metals and Mining Limited (the "Company") during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except as set out below:

New and amended standards adopted by the group

A number of new or amended standards became applicable for the current reporting period, however, the group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

Impact of standards issued but not yet applied by the entity

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2014 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is set out below.

- (i) *AASB 9 Financial Instruments* (applicable to financial years commencing on or after 1 January 2018).
AASB 9 addresses the classification, measurement and de-recognition of financial assets and financial liabilities and introduces new rules for hedge accounting. In December 2014, the AASB made further changes to the classification and measurement rules and also introduced a new impairment model. These latest amendments now complete the new financial instruments standard. The group has not yet determined the extent of the impact, if any. The group has not yet decided whether to adopt any parts of AASB 9 early.
- (ii) *AASB Annual Improvements to Australian Accounting Standards 2012-2014 Cycle* (mandatory for financial years commencing on or after 1 January 2016).
In January 2015 the AASB approved a number of amendments to Australian Accounting Standards as a result of the annual improvements project. The company is yet to assess the full impact of these amendments.
- (iii) *AASB 2015-2 Amendments to Australian Accounting Standards - Disclosure Initiative: Amendments to AASB 101* (mandatory for financial years commencing on or after 1 January 2016).
In January 2015, the AASB made various amendments to AASB 101 as part of the Disclosure Initiative which explores how financial statement disclosures can be improved. The amendments clarify guidance in AASB 101 on materiality and aggregation, presentation of subtotals, structure of financial statements and disclosure of accounting policies. The company is yet to assess the full impact of these amendments, but do not expect the impact to be material to future reporting periods.

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

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2014

NOTE 2: SEGMENT INFORMATION

The consolidated entity has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors to make decisions about resources to be allocated to the segments and assess their performance.

The reportable segments are based on aggregated operating segments determined by the similarity of the economic characteristics, the nature of the activities and the regulatory environment in which those segments operate.

The consolidated entity has two reportable segments based on the development stage of the projects and of the mineral resource and exploration activities in Africa. Unallocated results, assets and liabilities represent corporate amounts that are not core to the reportable segments.

Activity by segment

Africa-Kanyika

The Africa-Kanyika segment includes the Kanyika Niobium project in Malawi with an estimated reserve of 68 million tonnes.

Africa-Exploration

The Africa-Exploration segment includes the following exploration projects:

- Machinga Niobium-Tantalum project in Malawi
- Salambidwe REE project in Malawi
- Chiziro Graphite project in Malawi

	Africa - Kanyika \$'000	Africa - Exploration \$'000	Total \$'000
(i) Segment performance			
Six months ended 31 December 2014			
Revenue			
Segment revenue	-	-	-
Segment result	(317)	(594)	(911)

Reconciliation of segment result to group net loss before tax

Unallocated items:

- Other revenue 352
- Other corporate expenses (1,190)

Net loss before tax from continuing operations (1,749)

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2014

NOTE 2: SEGMENT INFORMATION (CONT)

	Africa - Kanyika \$'000	Africa - Exploration \$'000	Total \$'000
(ii) Segment assets			
As at 31 December 2014			
• Plant and equipment	90	419	509
• Exploration and evaluation expenditure	24,985	5,441	30,426
• Other assets	117	238	355
Total Segment assets	25,192	6,098	31,290
<i>Reconciliation of segment assets to group assets</i>			
• Other corporate assets			17,809
Total Assets			49,099

	Africa - Kanyika \$'000	Africa - Exploration \$'000	Total \$'000
(iii) Segment performance			
Six months ended 31 December 2013			
Revenue			
Segment revenue	-	-	-
Segment result	(329)	(535)	(864)
<i>Reconciliation of segment result to group net loss before tax</i>			
Unallocated items:			
• Other revenue			304
• Other corporate expenses			(1,650)
Net loss before tax from continuing operations			(2,210)

	Africa - Kanyika \$'000	Africa - Exploration \$'000	Total \$'000
(iv) Segment assets			
As at 30 June 2014			
• Plant and equipment	115	575	690
• Exploration and evaluation expenditure	24,440	5,031	29,471
• Other assets	126	246	372
Total Segment assets	24,681	5,852	30,533
<i>Reconciliation of segment assets to group assets</i>			
• Other corporate assets			20,249
Total Assets			50,782

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2014

NOTE 3: ISSUED CAPITAL

	31 December 2014		30 June 2014	
	\$'000	Number	\$'000	Number
Fully paid ordinary shares	80,825	469,729,062	80,825	469,729,062

	31 December 2014		30 June 2014	
	\$'000	Number	\$'000	Number
(a) Movements in ordinary shares on issue				
At the beginning of the reporting period	80,825	469,729,062	70,110	220,339,131
Shares Issued	-	-	11,513	249,389,931
Less: capital raising expenses	-	-	(798)	-
Balance at the end of the Reporting period	80,825	469,729,062	80,825	469,729,062

NOTE 4: RESERVES

	31 December 2014 \$'000	30 June 2014 \$'000
Share based payments reserve	83	2,713
Available-for-sale financial assets reserve	(34)	(34)
	49	2,679

Movements:

Share based payments reserve

Balance at beginning of financial period	2,713	2,680
Option Expense	15	33
Reclassification of reserves to accumulated losses	(2,645)	-
Balance at end of half year	83	2,713

Available-for-sale financial assets reserve

Balance at beginning of financial period	(34)	(4)
Revaluation	-	(30)
Balance at end of half year	(34)	(34)

GLOBE METALS AND MINING LIMITED
ABN 33 114 400 609
AND CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2013

NOTE 5: COMMITMENTS

(a) Exploration commitments

In order to maintain current rights of tenure to mining tenements, the Company has the following exploration expenditure requirements up until expiry of leases. These obligations, which are subject to renegotiation upon expiry of the leases, are not provided for in the financial statements and are payable:

	31 December 2014 \$'000	31 December 2013 \$'000
Not longer than 6 months	1,311	1,423
Between 6 and 18 months	430	1,472
	1,741	2,895

If the Company decides to relinquish certain leases and/or does not meet these obligations, assets recognised in the statement of financial position may require review to determine the appropriateness of carrying values. The sale, transfer or farm-out of exploration rights to third parties will reduce or extinguish these obligations.

(b) Operating lease expenditure commitments

Operating lease expenditure commitments relate to leases for office and staff accommodation in Malawi, and office accommodation in Perth:

	31 December 2014 \$'000	31 December 2013 \$'000
Not longer than 6 months	16	100
Between 6 and 18 months	23	140
	39	240

The Company's corporate head office relocated in January 2015 into a shared office at Level 1, Suite 1, 35 Havelock Street in West Perth. The agreement operates on a 3 month notice period.

NOTE 6: RELATED PARTY DISCLOSURES

On the 7th May 2013 Globe announced a Memorandum of Understanding ('MOU') with Jiangsu Eastern China Non-Ferrous Metals Investment Holding Co. ('ECE'), its controlling shareholder at that time, to assist and finance proposed exploration activity in Malawi. The MOU provided for Globe to reimburse costs incurred by ECE, but only upon deriving revenue from the exploration project areas or upon identification of a JORC resource leading to the commissioning of a Pre-Feasibility Study. The MOU provided circumstances under which ECE was required to reimburse Globe for costs it incurred in assisting ECE. During the 2014 financial year, Globe incurred US\$148,967 in costs reimbursable by ECE. As at 30 June 2014 these costs were in dispute and therefore a receivable was not raised in the year end accounts. At the Company's Annual General Meeting In November 2014 it was verbally advised by ECE's representative that ECE would reimburse Globe US\$128,303.05; which was agreed and accepted by Globe. A receivable has been raised in the accounts as at 31 December 2014 to represent this amount due to Globe from ECE. At the date of this report, the amount remains unpaid and has been provided against in full.

NOTE 7: EVENTS SUBSEQUENT TO REPORTING DATE

There have been no events subsequent to reporting date.

NOTE 8: CONTINGENT ASSETS AND LIABILITIES

There are no material contingent assets or liabilities that exist as at reporting date.

NOTE 9: DIVIDENDS

No dividends have been paid or provided for the period.

GLOBE METALS AND MINING LIMITED

ABN 33 114 400 609

AND CONTROLLED ENTITIES

DIRECTORS' DECLARATION

In the directors' opinion:

- (a) The financial statements set out on pages 6 to 16 are in accordance with the *Corporations Act 2001*, including :
- (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and
 - (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half year ended on that date, and
- (b) there are reasonable grounds to believe that Globe Metals and Mining Limited 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 directors.



Mr Alistair Stephens
Managing Director

Dated this 16th day of March 2015



Independent auditor's review report to the members of Globe Metals and Mining Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Globe Metals and Mining Limited (the Company), which comprises the consolidated statement of financial position as at 31 December 2014, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes and the directors' declaration for the Globe Metals and Mining Limited Group (the consolidated entity). The consolidated entity comprises the company and the entities it controlled during that 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 (including the Australian Accounting Interpretations) 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 Australian 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 consolidated entity's financial position as at 31 December 2014 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 Globe Metals and Mining Limited, 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*.

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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 Globe Metals and Mining Limited 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 2014 and of its performance for the half-year ended on that date;
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A handwritten signature in cursive script that reads 'PricewaterhouseCoopers'.

PricewaterhouseCoopers

A handwritten signature in cursive script that reads 'Ben Gargett'.

Ben Gargett
Partner

Perth
16 March 2015