

11 March 2008

AIM Release

ASX Release

Finders Resources Ltd is pleased to announce that its Half Year Report to 31 December 2007 is now available for download from its website at <http://www.findersresources.com>.

Review and Results of Operations

The consolidated loss of the consolidated group after providing for income tax and eliminating minority equity interests as at 31 December 2007 amounted to \$1,739,496. As at reporting date no sales revenue has been derived.

Wetar Copper Project – Indonesia

The Wetar copper project is located in eastern Indonesia. Finders have 72% of the project and is earning further equity, Finders has previously announced Measured, Indicated and Inferred Resources at Wetar, at a 0.5% copper cut-off grade, of 9.8 million tonnes at 2.5% copper for 248,000 tonnes contained copper in two deposits, Kali Kuning and Lerokis. As part of a definitive feasibility study, a demonstration SX-EW plant with 5t per day copper cathode capacity is being installed with planned cathode production from mid-2008. The Company is targeting commercial production of 20-25,000 tonnes per year cathode by the end of 2009.

Ojolali Gold-Silver Project – Indonesia

The Ojolali gold silver project is located on the island of Sumatra, Indonesia. Finders have 72% of the project with an option to earn further equity. At the Ojolali Project, Finders has previously announced Inferred Resources at the Jambi Oxide gold deposit (3.2 Mt @ 1.0 g/t Au, 6.9 g/t Ag at a 0.5 g/t Au cut-off, and including mining dilution) and Inferred Resources at the Tambang Prospect (7.9 Mt @ 167g/t Ag and 0.7 g/t Au at a 1 g/t Au equivalent cut-off using drilling data from a previous explorer).

Finders believe that the Ojolali project has strong potential to generate short-term cash flow through open pit CIL/CIP development of the gold resource at the Jambi Oxide gold deposit. Other prospects within the project area have outstanding potential for the discovery of additional resources using modern geophysical techniques to optimize drill targeting. A major reverse circulation drilling program is currently underway to evaluate this potential.

Statements by Finders Resources Ltd

Geological information in this report is based on information compiled by Dr R Fountain who is a Fellow of the Australasian Institute of Geoscientists and a Director of Finders. Dr Fountain has sufficient experience that is relevant to the styles of mineralisation and types of deposits under consideration and to the activity that he is undertaking to qualify as Competent Person as defined in the JORC Code. He consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

Statements in this document that are forward-looking and involve numerous risks and uncertainties that could cause actual results to differ materially from expected results are based on the Company's current beliefs and assumptions regarding a large number of factors affecting its business. Actual results may differ materially from expected results. There can be no assurance that (i) the Company has correctly measured or identified all of the factors affecting its business or the extent of their likely impact, (ii) the publicly available information with respect to these factors on which the Company's analysis is based is complete or accurate, (iii) the Company's analysis is correct or (iv) the Company's strategy, which is based in part on this analysis, will be successful.

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CONSOLIDATED INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

| | Consolidated group | |
|--|--------------------|-------------|
| | 31.12.2007 | 31.12.2006 |
| | \$ | \$ |
| Revenue | 121,936 | 156,470 |
| Employee benefits expense | (582,963) | (250,729) |
| Depreciation expense | (18,244) | (3,022) |
| Exploration expenditure written off | (1,087,308) | (2,776,884) |
| Other expenses | (666,068) | (806,124) |
| Loss before income tax | (2,232,647) | (3,680,289) |
| Income tax expense | - | - |
| Loss for the period | (2,232,647) | (3,680,289) |
| Less Loss attributable to minority equity interest | (493,151) | (1,041,578) |
| Loss attributable to members of the parent entity | (1,739,496) | (2,638,711) |
| Overall Operations | | |
| Basic earnings per share (cents per share) | (3.40) | (4.99) |
| Diluted earnings per share (cents per share) | (3.16) | (4.59) |

CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2007

| | Consolidated group | |
|-----------------------------|--------------------|------------------|
| | 31.12.2007 | 30.06.2007 |
| | \$ | \$ |
| ASSETS | | |
| CURRENT ASSETS | | |
| Cash and cash equivalents | 5,670,379 | 5,157,533 |
| Trade and other receivables | 606,729 | 412,310 |
| TOTAL CURRENT ASSETS | <u>6,277,108</u> | <u>5,569,843</u> |
| NON-CURRENT ASSETS | | |
| Financial assets | 1,888,000 | 2,301,000 |
| Plant and equipment | 290,528 | 111,761 |
| Development expenditure | 812,021 | - |
| TOTAL NON-CURRENT ASSETS | <u>2,990,549</u> | <u>2,412,761</u> |
| TOTAL ASSETS | <u>9,267,657</u> | <u>7,982,604</u> |
| CURRENT LIABILITIES | | |
| Trade and other payables | 4,550,478 | 493,385 |
| TOTAL CURRENT LIABILITIES | <u>4,550,478</u> | <u>493,385</u> |
| TOTAL LIABILITIES | <u>4,550,478</u> | <u>493,385</u> |
| NET ASSETS | <u>4,717,179</u> | <u>7,489,219</u> |
| EQUITY | | |
| Issued capital | 18,085,894 | 18,061,344 |
| Reserves | 2,154,009 | 2,670,980 |
| Accumulated losses | (15,522,724) | (13,243,105) |
| TOTAL EQUITY | <u>4,717,179</u> | <u>7,489,219</u> |
| Total equity consists of: | | |
| Parent entity interest | 4,717,172 | 7,489,212 |
| Minority equity interest | 7 | 7 |
| | <u>4,717,179</u> | <u>7,489,219</u> |

STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

Consolidated group

| | Share Capital Ordinary | Retained Earnings | Financial Asset Reserve | Foreign Currency Translation Reserve | Minority Equity Interests | Total |
|---|---------------------------|----------------------|-------------------------------|---|------------------------------|------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 July 2006 | 11,551,816 | (4,359,083) | 466,500 | 110,414 | (662,768) | 7,106,879 |
| Adjustment to controlled entity's audited accounts at 30 June 2006 | - | (80,706) | - | - | (51,507) | (132,213) |
| Adjustment on application of AASB 139 for fair value on shares in listed entities | - | - | 2,802,500 | - | - | 2,802,500 |
| Loss attributable to members of parent entity | - | (2,638,710) | - | - | - | (2,638,710) |
| Loss attributable to minority shareholders | - | - | - | - | (1,041,578) | (1,041,578) |
| Adjustments from translation of foreign controlled entities | - | - | - | (294,276) | - | (294,276) |
| Outside Equity Interests | - | - | - | - | 95,878 | 95,878 |
| Balance at 31 December 2006 | 11,551,816 | (7,078,499) | 3,269,000 | (183,862) | (1,659,975) | 5,898,480 |
| Balance at 1 July 2007 | 18,061,344 | (10,637,383) | 1,971,000 | 699,980 | (2,605,722) | 7,489,219 |
| Adjustment on application of AASB 139 for fair value on shares in listed entities | - | - | (413,000) | - | - | (413,000) |
| Shares issued during the period | 24,550 | - | - | - | - | 24,550 |
| Loss attributable to members of parent entity | - | (1,739,496) | - | - | - | (1,739,496) |
| Loss attributable to minority shareholders | - | - | - | - | (493,151) | (493,151) |
| Adjustments from translation of foreign controlled entities | - | - | - | (103,969) | - | (103,969) |
| Adjustments for additional investments in controlled entities | - | (46,981) | - | - | - | (46,981) |
| Outside Equity Interests | - | - | - | - | 7 | 7 |
| Balance at 31 December 2007 | 18,085,894 | (12,423,860) | 1,558,000 | 596,011 | (3,098,866) | 4,717,179 |

CONSOLIDATED CASH FLOW STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

| | Consolidated group | |
|---|-------------------------|-------------------------|
| | 31.12.2007 | 31.12.2006 |
| | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Payments to suppliers and employees | (2,631,664) | (3,528,853) |
| Interest received | 114,611 | 93,880 |
| Other Income | 7,325 | - |
| Net cash provided by (used in) operating activities | <u>(2,509,728)</u> | <u>(3,434,973)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Investment in controlled entity paid to other shareholders | - | (44,523) |
| Development expenditures capitalised | (812,021) | - |
| Purchase of non-current assets | (195,889) | (81,049) |
| Net cash provided by (used in) investing activities | <u>(1,007,910)</u> | <u>(125,572)</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from issue of shares | 24,550 | - |
| Cash received in relation to share issue in progress | 4,158,000 | - |
| Net cash provided by (used in) financing activities | <u>4,182,550</u> | <u>-</u> |
| Net increase/(decrease) in cash held | 664,912 | (3,560,545) |
| Cash and cash equivalents at beginning of period | 5,157,533 | 5,809,230 |
| Effect of exchange rates on cash holdings in foreign currencies | (152,066) | - |
| Cash and cash equivalents at end of period | <u><u>5,670,379</u></u> | <u><u>2,248,685</u></u> |