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**FINDERS RESOURCES LIMITED**

**ABN 82 108 547 413**

**HALF YEAR FINANCIAL REPORT**

**SIX MONTHS ENDED 31 DECEMBER 2008**

**DIRECTORS' REVIEW**

**Result**

The Finders group report a consolidated loss after tax of \$5.7 million (Half year 2007: \$2.2 million) for the six months ended 31 December 2008. The major contributor to the loss was the write-off of pre-production costs at the Wetar heap leach solvent extraction-electrowinning (SX-EW) demonstration project. The group incurred \$3.8 million in pre-production costs during the period. These costs have been expensed in the half year accounts.

The half year marked the completion of construction of the Wetar demonstration plant on the Indonesian island of Wetar. The demonstration plant was commissioned in early 2009 with first copper cathode production in early February 2009. The plant is now producing at its nameplate capacity of 5 tonnes copper cathode a day. A maiden shipment of 61 tonnes of copper cathode was despatched from Wetar on 6 March 2009.

As required under accounting standards, the group has made a provision of \$1.3 million for rehabilitation at Wetar. The provision represents the present value of the estimated future costs of rehabilitation and restoration of the Wetar site. The provision has been capitalized as part of the project costs and will be expensed against profits over the life of the operations.

**Cashflow**

Funding during the half year was provided by the placement of new shares which raised \$5.3 million, drawdown of the balance of a US\$5 million secured loan facility, deferred settlement terms on the acquisition of a supply vessel and creditors.

The funds raised were largely invested in developing the Wetar demonstration project. A total of \$10.1 million was paid for plant and equipment, development costs and the feasibility study. Minimal expenditure was incurred on the group's gold exploration leases at Ojolali in Sumatra.

The delay in completing the Wetar project on the original schedule has strained the group's financial position. Subsequent to 31 December 2008, the company raised further funds as follows –

- a) US\$1.5 million pursuant to a Convertible Note Facility Agreement with Resource Capital Fund IV L.P.;
- b) Loans totalling A\$714,000 from four directors of the company, Messrs Russell Fountain, Christopher Farmer, Robert Thomson and Stephen de Belle.

The company is currently conducting a further round of capital raising to secure sufficient funds to complete the Wetar feasibility study, retire outstanding creditors and for working capital.

As stated above, the Wetar project is currently producing 5 tonnes of copper cathode a day. The cashflow from copper cathode sales will be a useful contribution towards the group's funding needs.

**Borrowings**

Total borrowings increased from \$4.2 million at 30 June 2008 to \$8.2 million at 31 December 2008. The borrowings have been classified as current liabilities (30 June 2008: non-current liabilities) as the loans are repayable by 31 December 2009.

The secured loan facility was fully drawn down during the half year and together with capitalised costs and interest the loan outstanding at 31 December 2008 was US\$5.4m. Due to the much weaker A\$/US\$ exchange rate, the loan totalled A\$7.8m at balance date.

**Wetar Copper Demonstration Plant**

Copper cathode production commenced at Wetar in early February 2009. The demonstration plant was built to prove the leachability of the Wetar ore under various operating conditions. The demonstration plant is a full scale SX-EW plant with a nameplate production capacity of 5 tonnes copper cathode per day. A total of 100,000 tonnes of ore is being mined and stacked on three test heaps. The performance of the first heap has so far met expectations, with leaching characteristics in

## **FINDERS RESOURCES LIMITED**

### **HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008**

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line with column test results. The heaps show excellent percolation characteristics and strong initial leaching of copper which bodes well for the expected development of the full scale project.

The Wetar project contains a mineral resource estimated at 9 Mt at 2.4% copper, or 218,000 tonnes of contained copper, at a 0.5% copper cutoff. It is expected that almost all of the mineral resources will be converted into ore reserves upon the completion of further mine planning and feasibility study work. The company is targeting copper cathode production of 20,000 - 25,000 tonnes per year by 2010, subject to completion of the definitive feasibility study and project financing. At that production rate, the Wetar project has a mine life of up to 10 years.

#### **Exploration**

Total exploration expenditure for the half year on Wetar (including feasibility study costs) and the Ojolali gold project in Sumatra amounted to \$3.3 million (Half year 2007: \$1.1 million). Minimal expenditure was incurred on the Ojolali exploration leases as all cash and human resources were directed towards completing the Wetar demonstration plant.

#### **Investment**

The company holds 5.9 million shares in Geopacific Resources NL, an ASX-listed company focussed on gold exploration in Fiji.

The investment in Geopacific is a non-core asset and the company will consider divesting of the shares at the appropriate time.

#### **Outlook**

With the Wetar demonstration plant now in production, the group's priority is to complete the feasibility study, with a view to unlocking the value of the project through the development of a 20,000 – 25,000 tonnes per year copper cathode operation. Initial results from the demonstration plant have added to the already high confidence level that the project is technically feasible and economic.

To complete the feasibility study, the company is currently in advanced discussions with potential investors to raise sufficient funds for that purpose, retire outstanding creditors and to provide additional working capital. Subject to raising the required funds, the directors are optimistic that the group will achieve its aim of developing the Wetar project into a substantial copper cathode operation.

**DIRECTORS' REPORT**

Your directors submit the financial report of the consolidated group for the half-year ended 31 December 2008.

**Directors**

The directors who held office during the financial period and up to the date of this report are –

- Dr Russell Fountain (Executive Chairman)
- Dr Chris Farmer (Managing Director)
- Mr Robert Thomson (Executive Director – Development)
- Mr Stephen de Belle (Non – Executive Director)
- Mr Steve Lonergan (Non – Executive Director)
- Mr Ian Neuss (Alternate Director for Dr Russell Fountain)

**Review and Results of Operations**

A review of the consolidated entity's operations during the half-year is set out on pages 2 and 3.

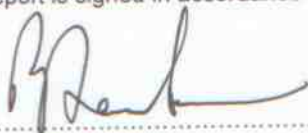
**Auditor's Independence Declaration**

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 5.

**Rounding of amounts to nearest thousand dollars**

The company is of a kind referred to in Class Order 98/0100 dated 10 July 1998 issued by the Australian Securities & Investments Commission and in accordance with that Class Order, amounts in the Directors' Report and the Half Year Financial Report have been rounded off to the nearest thousand dollars, unless otherwise stated.

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



.....  
**Dr Russell Fountain**  
Executive Chairman



.....  
**Mr Stephen de Belle**  
Director

Sydney, 13 March 2009



**A D Danieli**  
Chartered Accountants

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**Auditor's Independence Declaration Under Section 307C**

**of the Corporations Act 2001**

**To the Directors of Finders Resources Ltd and Controlled Entities**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2008 there have been:

- (a) no contraventions of the auditor independence requirements as set out in 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.

**A D Danieli**  
Chartered Accountants

**Sam Danieli**  
Principal  
10 March 2009

**FINDERS RESOURCES LIMITED**  
**HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008**

**CONSOLIDATED INCOME STATEMENT**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2008**

	Six months ended 31 Dec 2008 \$'000	Six months ended 31 Dec 2007 \$'000
Revenue	51	122
Foreign exchange gain/(loss)	1,350	(32)
Personnel costs	(901)	(583)
Depreciation expense	(121)	(18)
Exploration expenditure written off	(828)	(1,087)
Financing costs	(271)	-
Pre-production costs written off	(3,786)	-
Other expenses	(1,173)	(634)
Loss before income tax	(5,679)	(2,232)
Income tax expense	-	-
Loss for the period	(5,679)	(2,232)
Loss attributable to minority equity interest	(670)	(493)
Loss attributable to members of the parent entity	(5,009)	(1,739)
	<b>cents</b>	cents
<b>Earnings per share</b>		
Basic earnings per share	(7.2)	(3.4)
Diluted earnings per share	(7.2)	(3.2)

The accompanying notes form part of these financial statements.

**FINDERS RESOURCES LIMITED**  
**HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008**

**CONSOLIDATED BALANCE SHEET**  
**AS AT 31 DECEMBER 2008**

	Note	31 Dec 2008	30 Jun 2008
		\$'000	\$'000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		412	4,988
Receivables		-	425
Financial assets		354	129
Inventories		15	-
Other assets		212	629
<b>Total Current Assets</b>		<b>993</b>	<b>6,171</b>
<b>NON-CURRENT ASSETS</b>			
Receivables		2,045	-
Financial assets		-	378
Plant and equipment		9,656	3,901
Development expenditure		4,695	3,195
Exploration expenditure	4	4,415	1,961
Other assets		452	808
<b>Total Non-Current Assets</b>		<b>21,263</b>	<b>10,243</b>
<b>Total Assets</b>		<b>22,256</b>	<b>16,414</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		4,723	2,199
Borrowings		8,208	-
<b>Total Current Liabilities</b>		<b>12,931</b>	<b>2,199</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings		-	4,217
Provision	5	1,327	-
<b>Total Non-Current Liabilities</b>		<b>1,327</b>	<b>4,217</b>
<b>Total Liabilities</b>		<b>14,258</b>	<b>6,416</b>
<b>NET ASSETS</b>		<b>7,998</b>	<b>9,998</b>
<b>EQUITY</b>			
Issued capital	2	33,382	28,025
Reserves		214	1,892
Accumulated losses		(25,598)	(19,919)
<b>TOTAL EQUITY</b>		<b>7,998</b>	<b>9,998</b>
Total equity consists of:			
Parent entity interest		7,998	9,998
Minority equity interest		-	-
		<b>7,998</b>	<b>9,998</b>

The accompanying notes form part of these financial statements.

**FINDERS RESOURCES LIMITED**  
**HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2008**

	Share Capital Ordinary \$'000	Accumulated Losses \$'000	Financial Asset Reserve \$'000	Foreign Currency Translation Reserve \$'000	Total \$'000
<b>Balance at 1 July 2008</b>	<b>28,025</b>	<b>(19,919)</b>	<b>24</b>	<b>1,868</b>	<b>9,998</b>
Share issues	5,357	-	-	-	5,357
Loss attributable to members of parent entity	-	(5,679)	-	-	(5,679)
Adjustments from translation of foreign controlled entities	-	-	-	(1,678)	(1,678)
<b>Balance at 31 December 2008</b>	<b>33,382</b>	<b>(25,598)</b>	<b>24</b>	<b>190</b>	<b>7,998</b>
<b>Balance at 1 July 2007</b>	<b>18,061</b>	<b>(13,243)</b>	<b>1,971</b>	<b>700</b>	<b>7,489</b>
Adjustment on application of AASB 139 for fair value on shares in listed entities	-	-	(413)	-	(413)
Shares issued during the period	25	-	-	-	25
Loss attributable to members of parent entity	-	(1,740)	-	-	(1,740)
Loss attributable to minority shareholders	-	(493)	-	-	(493)
Adjustments from translation of foreign controlled entities	-	-	-	(104)	(104)
Adjustments for additional investments in controlled entities	-	(47)	-	-	(47)
<b>Balance at 31 December 2007</b>	<b>18,086</b>	<b>(15,523)</b>	<b>1,558</b>	<b>596</b>	<b>4,717</b>

The accompanying notes form part of these financial statements.



**FINDERS RESOURCES LIMITED**  
**HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008**

**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE HALF YEAR ENDED 31 DECEMBER 2008**

	Six months ended 31 Dec 2008	Six months ended 31 Dec 2007
	\$'000	\$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Payments to suppliers and employees	(879)	(1,381)
Interest received	51	115
Taxes and value added tax paid	(1,110)	(164)
Other Income	-	7
Net cash provided by (used in) operating activities	<u>(1,938)</u>	<u>(1,423)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment for plant and equipment	(4,550)	(196)
Payment for development expenditure	(5,619)	(812)
Payment for exploration expenditure	(914)	(1,087)
Payment for shares in subsidiary acquired from minority shareholder	(325)	-
Net cash provided by (used in) investing activities	<u>(11,408)</u>	<u>(2,095)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of shares	5,586	25
Payment for share issue expenses	(229)	-
Proceeds from borrowings	1,701	-
Repayment of borrowings	(34)	-
Cash received in relation to share issue in progress	-	4,158
Net cash provided by (used in) financing activities	<u>7,024</u>	<u>4,183</u>
Net increase/(decrease) in cash held	<b>(6,322)</b>	665
Cash and cash equivalents at beginning of period	<b>4,988</b>	5,157
Effect of changes in exchange rates	<b>1,746</b>	(152)
<b>Cash and cash equivalents at end of period</b>	<b><u>412</u></b>	<b><u>5,670</u></b>

The accompanying notes form part of these financial statements.

## FINDERS RESOURCES LIMITED

### HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008

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#### NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2008

##### NOTE 1: BASIS OF PREPARATION

The half-year consolidated financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

The half-year report does not include full disclosures of the type normally included in an annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and cashflows of the consolidated entity as the annual financial report.

The half year financial report should be read in conjunction with the annual financial report for the year ended 30 June 2008. It is also recommended that this financial report be considered with any public announcements made by Finders Resources Limited and its controlled entities during the half-year in accordance with the continuous disclosure requirements arising under the Corporations Act 2001.

The Accounting policies have been consistently applied by the entities in the consolidated group and are consistent with those in the 30 June 2008 annual financial report.

##### Reporting Basis and Convention

The half-year report has been prepared on an accrual basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

##### Going Concern

At 31 December 2008, the consolidated entity had current assets of \$0.99 million and current liabilities of \$12.93 million of which \$7.8 million is repayable on 31 December 2009. AASB101 requires that, when preparing financial reports, management is to make an assessment of the entity's ability to continue as a going concern. When doing so, management is required to address and disclose any material uncertainties related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern.

The uncertainties which the Directors have addressed are the current difficulties in the debt and equity markets which may adversely affect the Company's ability to raise equity capital in the short term to pay creditors and to refinance a loan repayment due on 31 December 2009. As noted in Note 5 Events After Balance Date, the company has already this year raised US\$1.5 million through a convertible note facility and A\$714,000 in loans from directors of the company and arranged an advance payment facility of up to US\$2.0 million (A\$2.9 million) following commencement of production at Wetar under an agreement linked to a copper offtake contract in circumstances which are at least as difficult as the circumstances which the Directors believe lie ahead in 2009.

The company is currently in advanced discussions with potential investors to raise further funds to complete the Wetar project feasibility study and for working capital. The directors have reasonable expectation to believe that the current discussions will lead to a successful capital raising which, with cash flow from the Wetar demonstration plant, will inject sufficient funds into the company to enable it to at least pay its outstanding creditors and the Directors are confident that additional funds can be raised to ensure payment of the \$7.8 million loan repayment due on 31 December 2009.

##### Rounding of amounts to nearest thousand dollars

The company is of a kind referred to in Class Order 98/0100 dated 10 July 1998 issued by the Australian Securities & Investments Commission and in accordance with that Class Order, amounts in the Directors' Report and the Half Year Financial Report have been rounded off to the nearest thousand dollars, unless otherwise stated.

**FINDERS RESOURCES LIMITED**  
**HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008**

31 Dec 2008      30 Jun 2008  
 \$                      \$

**NOTE 2: ISSUED SECURITIES**

**Ordinary shares**

84,051,835 (30 June 2008: 74,911,425) fully paid ordinary shares      **33,382,306**      28,025,197

Movement:

At beginning of reporting period      **Number**      **Number**  
 74,911,425      65,624,136

Shares issued during the period:

Exercise of options      **10,400**      52,000

Issued under Share Purchase Plan      **271,657**      -

Placement of shares      **8,650,020**      9,165,289

Issued in payment of fees      **208,333**      -

Shares issued to employees      -      70,000

At end of reporting period      **84,051,835**      74,911,425

**Options**

At 31 December 2008, the following unlisted options were on issue –

Number	Expiry date	Exercise price
3,090,367	20 March 2009	50 cents
1,322,881	22 March 2009	24 pence
500,000	13 June 2010	68.75 cents
<b>4,913,248</b>		

**NOTE 3: OPERATING SEGMENTS**

The consolidated entity operates in two geographical locations, being Australia and Indonesia. Its minerals business is based in Indonesia where it is developing a copper project on the island of Wetar and conducting mineral exploration on Wetar Island and Sumatra.

In the 2008 Annual Report, segment information was reported based on geographical locations. The primary reporting segments below is based on the consolidated entity's current reporting structure, being Copper Mining, Exploration and Head Office Administration.

Copper mining is centred on the Wetar Project. Copper cathode production commenced in February 2009, hence no sales revenue was derived during the half year. Copper cathode sales revenue is being derived from March 2009.

**FINDERS RESOURCES LIMITED**

**HALF YEAR FINANCIAL REPORT 31 DECEMBER 2008**

	Copper Mining		Exploration		Total	
	Six months ended	Six months ended	Six months ended	Six months ended	Six months ended	Six months ended
	31 Dec 2008	31 Dec 2007	31 Dec 2008	31 Dec 2007	31 Dec 2008	31 Dec 2007
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue</b>						
Sales revenue	-	-	-	-	-	-
Unallocated revenue					51	122
Total revenue					51	122
<b>Profit or loss</b>						
Segment loss	(1,609)	(983)	(511)	(787)	(2,120)	(1,770)
Pre-production costs written off	(3,786)	-	-	-	(3,786)	-
Unallocated income less unallocated expenses					227	(462)
Loss before income tax					(5,679)	(2,232)
Income tax expense					-	-
Loss after income tax					(5,679)	(2,232)
	<b>31 Dec 2008</b>	<b>30 Jun 2008</b>	<b>31 Dec 2008</b>	<b>30 Jun 2008</b>	<b>31 Dec 2008</b>	<b>30 Jun 2008</b>
<b>Assets</b>						
Segment assets	20,423	10,782	351	447	20,774	11,229
Unallocated assets					1,482	5,185
Total assets					22,256	16,414
<b>Liabilities</b>						
Segment liabilities	5,383	1,824	261	66	5,644	1,890
Unallocated liabilities					8,614	4,526
Total liabilities					14,258	6,416

**NOTE 4: EXPLORATION EXPENDITURE**

Exploration expenditure represents costs carried forward in respect of the Wetar Project feasibility study.

**NOTE 5: PROVISION FOR REHABILITATION**

The consolidated entity will be obliged to rehabilitate and restore the Wetar Demonstration Project site on cessation of operations. To that end it has made a provision in the half-year accounts for rehabilitation costs expected to be incurred. The estimated costs are based on current costs, current legal requirements and current technology. The estimated costs, discounted to its net present value, are provided for and capitalized as part of the project costs. These costs are charged against profits over the life of the operations, through the depreciation of the asset and the unwinding of the discount on the provision.

**NOTE 6: EVENTS AFTER BALANCE DATE**

Subsequent to 31 December 2008, the company entered into the following agreements to raise further funds for working capital –

- a) a US\$1.5 million Convertible Note Facility Agreement (“Facility”) with Resource Capital Fund IV L.P. The Facility has been fully drawn down;
- b) Loans agreements totalling A\$714,000 from four directors of the company, Messrs Russell Fountain, Christopher Farmer, Robert Thomson and Stephen de Belle; and
- c) advance payment facility of up to US\$2.0 million (A\$2.9 million) following commencement of production at Wetar under an agreement linked to a copper offtake contract.

The company is also in advanced discussions with potential investors to raise further funds to complete the Wetar feasibility study, retire outstanding creditors and for working capital.

The Wetar Demonstration Plant commenced copper cathode production in February 2009. Cashflow from copper cathode sales will supplement the group’s funding requirements.

**NOTE 7: COMPARATIVE INFORMATION**

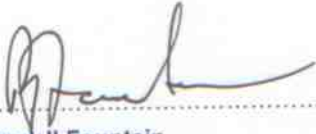
Certain comparative numbers have been reclassified to conform with the current period presentation.

**DIRECTORS' DECLARATION**

In the opinion of the directors:

1. the financial statements and notes, as set out on pages 6 to 13:
  - a. comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
  - b. give a true and fair view of the consolidated entity's financial position as at 31 December 2008 and of its performance for the half-year ended on that date.
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 is made in accordance with a resolution of the Board of Directors.



.....  
**Dr Russell Fountain**  
Executive Chairman



.....  
**Mr Stephen de Belle**  
Director

Sydney, 13 March 2009

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**A D Danieli**  
Chartered Accountants

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## **Independent Review Report**

**To the Members of**

**Finders Resources Ltd and Controlled Entities**

**ABN: 82 108 547 413**

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

We have reviewed the accompanying half-year financial report of Finders Resources Ltd and Controlled Entities (the consolidated entity) which comprises the balance sheet as at 31 December 2008, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

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

The directors of the consolidated entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### **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 an Interim 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 2008 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 Finders Resources Ltd and Controlled Entities, 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*, provided to the directors of Finders Resources Ltd and Controlled Entities on 10 March 2009, would be in the same terms if provided to the directors as at the date of this auditor's review 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 Finders Resources Ltd and Controlled Entities 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 2008 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.

## **Material Uncertainty Regarding Continuation as a Going Concern**

Without qualifying our opinion, we draw attention to Note 1 in the financial report which indicates that the company incurred a net loss of \$5,679,000 during the period ended 31 December 2008 and, as of that date, the company's current liabilities exceeded its current assets by \$11,938,000. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty which may cast doubt about the company's ability to continue as a going concern.

**A D DANIELI**  
Chartered Accountants



**Sam Danieli**  
Principal  
Sydney, 13 March 2009



**CORPORATE DIRECTORY**

Directors	Russell John Fountain Christopher Ben Farmer Robert Peter Thomson Stephen Ross de Belle Stephen John Lonergan Ian David Neuss	Executive Chairman Managing Director Executive Director - Development Non-Executive Director Non-Executive Director Alternate for RJ Fountain
Secretary	Ian Morgan	
Offices	Registered Office and Principal <u>Place of Business</u> Suite 51, Level 3 330 Wattle Street Ultimo NSW 2007	<u>Indonesian Office</u>  Level 9, Room 931 Patra Office Tower JI Jend. Gatot Subroto 32-34 Jakarta, Indonesia
Telephone	+ (612) 9211 8299	
Fax	+ (612) 9212 0200	
Email	info@findersresources.com	
Website	www.findersresources.com	
Stock Exchange Listings	ASX: FND AIM: FND	
Nominated Adviser (for the AIM Market of the London Stock Exchange)	RFC Corporate Finance Limited Level 14, 19-31 Pitt Street Sydney NSW 2000 Australia	Level 8, QV1 Building 250 St Georges Terrace Perth WA 6000 Australia
Broker	JM Finn Capital Markets Limited 4 Coleman Street London EC2R 5TA United Kingdom	
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