

26 February 2019

Company Announcements Office
ASX Limited
Level 4, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Interim Financial Report for the half year ended 31 December 2018

Attached is the Hampton Hill Mining NL Interim Financial Report for the half year ended 31 December 2018.

Yours faithfully

P C Rutledge
Company Secretary

HAMPTON HILL MINING NL

INTERIM FINANCIAL REPORT

FOR THE HALF YEAR ENDED

31 DECEMBER 2018

ABN 60 060 628 524

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HAMPTON HILL MINING NL

DIRECTORS' REPORT

The directors of Hampton Hill Mining NL (Hampton Hill or the Company) submit their report for the half year ended 31 December 2018.

DIRECTORS

The names of the Company's directors in office during the half year and until the date of this report are as set out below. Directors were in office for this entire period unless otherwise stated.

Mr Joshua Pitt	Executive Chairman
Mr Neil Tomkinson	Non Executive Director
Mr Wilson Forte	Non Executive Director

REVIEW AND RESULTS OF OPERATIONS

The operating loss after tax of the Company for the half year ended 31 December 2018 was \$134,651 (2017: \$812,031 profit). This consisted of a pre-tax loss of \$134,651 (2017: \$129,707) and no income tax benefit (2017: \$941,738). Details of the income tax benefit are set out in Note 4 of the Financial Statements.

Exploration activity during the half year was limited to a series of appraisals of joint venture opportunities that did not result in the initiation of new projects. At the Millennium Zinc Project, in which Hampton Hill has earned a 25% interest having expended \$2 million, the planned magneto-telluric survey, designed to define new massive zinc sulphide targets, was delayed for many months while our joint venture manager, Encounter Resources Limited, sought their pro rata share of project funding. Hampton Hill has been notified that this funding is now in place and the survey is anticipated to be carried out early in the upcoming field season.

Hampton Hill holds two significant royalty interests. It holds a 5% gross overriding royalty over all gold produced in excess of 1 million ounces from the Central Leases at the Apollo Hill Project near Leonora that is owned by Saturn Metals Limited (Saturn). It also holds a 0.98% net smelter royalty over all gold production plus certain other rights over the Northlander Gold Project, which is a small portion of the Kunanalling Project near Coolgardie, owned by Evolution Mining Limited (Evolution).

It has been a particularly active half year at the Central Leases of the Apollo Hill Project as Saturn commenced a major drilling and resource study program seeking to expand and better define the historic gold resources. This project is the sole exploration asset of Saturn which is dedicated to the appraisal of the project tenements. A new 2012 JORC Compliant Mineral Resource of 685,000 ounces contained in 20.7 million tonnes grading 1.0 gram per tonne (largely inferred) was established (Refer Saturn ASX announcement 19 Nov 2018). Also, drilling beyond the resource boundary indicated significant opportunities to extend the Mineral Resource in both directions along strike and suggested that higher grades may occur within those extensions. Further drilling is planned to commence shortly.

Evolution continued active exploration at their Kunanalling Project and has some gold targets within the Northlander Gold Project area. The project lies 8 kilometres from the Evolution Mungari Treatment Plant and, while no drilling was reported during the half year, this asset may ultimately prove of significant value.

Hampton Hill also holds two significant shareholdings in ASX listed companies. It holds 10.3 million fully paid shares in Peel Mining Limited, which is achieving significant exploration success in a large portfolio of tenements in the Cobar district of NSW. It also holds 1.25 million shares in Saturn, which is focussing its exploration efforts at Apollo Hill. Currently these investments have a market value in excess of \$5 million and your board believes that this value can be expected to rise in the medium term as both companies advance their respective projects.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under section 307C of the Corporations Act 2001 is included in this Interim Financial Report.

Signed in Perth on 26 February 2019 in accordance with a resolution of the directors made pursuant to section 306(3) of the Corporations Act 2001.



Joshua Pitt
Executive Chairman

HAMPTON HILL MINING NL

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Note	31 December 2018	31 December 2017
		\$	\$
Revenue from continuing operations	2	4,585	440
Other income	2	57,952	54,124
Fair value movement in financial assets	5	(8,000)	-
Finance costs		(8,558)	(12,936)
Administration expenses	3	<u>(180,630)</u>	<u>(171,335)</u>
Loss before income tax		(134,651)	(129,707)
Income tax benefit	4	<u>-</u>	<u>941,738</u>
(Loss)/profit for the half year		<u>(134,651)</u>	<u>812,031</u>
Other comprehensive income			
Change in the fair value of available-for-sale financial assets	5	-	3,424,500
Income tax relating to other comprehensive income	4	<u>-</u>	<u>(941,738)</u>
Other comprehensive income for the half year, net of tax		<u>-</u>	<u>2,482,762</u>
Total comprehensive (loss)/income for the half year attributable to the ordinary equity holders of the Company		<u>(134,651)</u>	<u>3,294,793</u>
(Loss)/profit per share attributable to the ordinary equity holders of the Company			
Basic and diluted (loss)/ profit per share		(0.05) cents	0.34 cents

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

HAMPTON HILL MINING NL

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

	Note	31 December 2018	30 June 2018
		\$	\$
ASSETS			
Current Assets			
Cash and cash equivalents		286,441	665,629
Trade and other receivables		13,275	16,292
Financial assets	5	<u>5,108,250</u>	<u>5,116,250</u>
Total Current Assets		<u>5,407,966</u>	<u>5,798,171</u>
Non-Current Assets			
Exploration assets	6	2,849,141	2,842,318
Plant and equipment		<u>2,909</u>	<u>3,661</u>
Total Non-Current Assets		<u>2,852,050</u>	<u>2,845,979</u>
Total Assets		<u>8,260,016</u>	<u>8,644,150</u>
LIABILITIES			
Current Liabilities			
Trade and other payables		33,229	32,712
Borrowings	7	<u>250,000</u>	<u>500,000</u>
Total Current Liabilities		<u>283,229</u>	<u>532,712</u>
Total Liabilities		<u>283,229</u>	<u>532,712</u>
Net Assets		<u>7,976,787</u>	<u>8,111,438</u>
EQUITY			
Issued capital	8	23,248,430	23,248,430
Reserves	9	209,493	3,004,114
Accumulated losses		<u>(15,481,136)</u>	<u>(18,141,106)</u>
Total Equity		<u>7,976,787</u>	<u>8,111,438</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

HAMPTON HILL MINING NL

STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	Note	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
Balance at 1 July 2018		23,248,430	3,004,114	(18,141,106)	8,111,438
Adjustment on initial application of accounting standard	9	-	(2,794,621)	2,794,621	-
Restated balance at 1 July 2018		<u>23,248,430</u>	<u>209,493</u>	<u>(15,346,485)</u>	<u>8,111,438</u>
Comprehensive income					
Net loss for the half year		-	-	(134,651)	(134,651)
Total comprehensive loss for the half year		-	-	(134,651)	(134,651)
Transaction with owners in their capacity as owners		-	-	-	-
Balance at 31 December 2018		<u>23,248,430</u>	<u>209,493</u>	<u>(15,481,136)</u>	<u>7,976,787</u>
Balance at 1 July 2017		<u>21,790,489</u>	<u>970,308</u>	<u>(18,686,622)</u>	<u>4,074,175</u>
Comprehensive income					
Net profit for the half year		-	-	812,031	812,031
Change in fair value of available-for-sale financial assets, net of tax		-	2,482,762	-	2,482,762
Total comprehensive income for the half year		-	2,482,762	812,031	3,294,793
Transaction with equity holders in their capacity as equity holders:					
Issue of fully paid ordinary shares		1,474,095	-	-	1,474,095
Exercise of share options		1,840	-	-	1,840
Transaction costs of share issues		(17,994)	-	-	(17,994)
Balance at 31 December 2017		<u>23,248,430</u>	<u>3,453,070</u>	<u>(17,874,591)</u>	<u>8,826,909</u>

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

HAMPTON HILL MINING NL

STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	31 December 2018	31 December 2017
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(184,247)	(157,017)
Interest received	6,381	46
Interest paid	(8,558)	(12,936)
Rent received	57,952	54,124
	<hr/>	<hr/>
Net cash outflows from operating activities	(128,472)	(115,783)
Cash flows from investing activities		
Payments for exploration expenditure	(716)	(108,050)
Payments to acquire equity investments	-	(180,000)
	<hr/>	<hr/>
Net cash outflows from investing activities	(716)	(288,050)
Cash flows from financing activities		
Proceeds from shares issued and options exercised	-	1,457,941
Proceeds from borrowings	-	400,000
Repayments of borrowings	(250,000)	(500,000)
	<hr/>	<hr/>
Net cash (outflows)/ inflows from financing activities	(250,000)	1,357,941
	<hr/>	<hr/>
Net (decrease)/increase in cash and cash equivalents	(379,188)	954,108
	<hr/>	<hr/>
Cash and cash equivalents at the beginning of the half year	665,629	75,242
	<hr/>	<hr/>
Cash and cash equivalents at the end of the half year	286,441	1,029,350
	<hr/>	<hr/>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 1 – SEGMENT INFORMATION

The directors of Hampton Hill (who, collectively as the board, are the chief operating decision makers) have determined that the Company has one reportable segment, being mineral exploration within Australia. The board of directors monitors the Company based on actual versus budgeted exploration expenditure. This internal reporting framework is the most relevant to assist the board with making decisions regarding its ongoing exploration activities.

	31 December 2018	30 June 2018
	\$	\$
Reportable segment assets	<u>2,849,141</u>	<u>2,842,318</u>
Reconciliation of reportable segment assets:		
Reportable segment assets	2,849,141	2,842,318
Unallocated corporate assets	<u>5,410,875</u>	<u>5,801,832</u>
Total assets	<u><u>8,260,016</u></u>	<u><u>8,644,150</u></u>
Reportable segment liabilities	<u>13,785</u>	<u>7,677</u>
Reconciliation of reportable segment liabilities:		
Reportable segment liabilities	13,785	7,677
Unallocated corporate liabilities	<u>269,444</u>	<u>525,035</u>
Total liabilities	<u><u>283,229</u></u>	<u><u>532,712</u></u>
	31 December 2018	31 December 2017
	\$	\$
Reportable segment loss	<u>-</u>	<u>-</u>
Reconciliation of reportable segment loss:		
Reportable segment loss	-	-
Other income	62,537	54,564
Fair value movement in financial assets	(8,000)	-
Unallocated corporate expenses	<u>(189,188)</u>	<u>(184,271)</u>
Loss before income tax	<u><u>(134,651)</u></u>	<u><u>(129,707)</u></u>

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 2 – REVENUE AND OTHER INCOME

	31 December 2018	31 December 2017
	\$	\$
Revenue from continuing operations		
Interest income	4,585	440
Other income		
Rent	57,952	54,124

NOTE 3 – ADMINISTRATION EXPENSES

Loss before income tax includes the following specific administration expenses:

Personnel expenses		
Salaries, superannuation and associated expenses	11,619	11,285
Depreciation	751	617
Other administration expenses		
Accounting	33,284	33,284
Audit	7,628	7,000
Listing fees	28,578	16,805
Operating lease - office	59,212	61,759
Secretarial and administration services	23,400	23,400
Other	16,158	17,185
	<u>180,630</u>	<u>171,335</u>

NOTE 4 – INCOME TAX

In the prior half year, in accordance with the then applicable AASB 139, the revaluation upward to fair value of the Company's Available-for-sale financial assets gave rise to income of \$3,424,500 less a related income tax expense of \$941,738 in Other Comprehensive Income. The revaluation, net of tax, was posted to the Available-for-sale Financial Assets Revaluation Reserve. Typically the deferred tax component would be offset against the Company's deferred tax assets. The Company, however, does not bring to account deferred tax assets in relation to its unused tax losses because it is not considered probable that the Company will have sufficient future tax profits against which to offset these losses. Consequently, the income tax benefit of \$941,738 was recognised in the Company's operating profit or loss for the prior half year.

In the current half year, following the adoption of AASB 9, all fair value changes are recognised in profit or loss and, since the Company does not bring to account deferred tax assets/liabilities, there is no adjustment to the fair value change for the income tax benefit associated with the revaluation.

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 5 – FINANCIAL ASSETS

	31 December 2018	31 December 2017
	\$	\$
Opening balance at 1 July	5,116,250	1,881,000
Acquisitions	-	180,000
Revaluation	-	3,424,500
Fair value movement of financial assets	(8,000)	-
	<hr/>	<hr/>
Closing balance at 31 December	5,108,250	5,485,500

The financial assets comprise shares in ASX listed companies Peel Mining Limited and Saturn Metals Limited, and are stated at fair value. The Company adopted AASB 9 at the commencement of the current half year, which requires fair value changes to be recognised in profit or loss. In prior periods, the listed investments were classified as available-for-sale and changes in fair value were recorded in other comprehensive income. Refer to Note 11 for details of the change in accounting policy.

AASB 9 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- (a) Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- (b) Level 2 Inputs other than quoted prices included within Level 1 that are observable for the asset or liability;
- (c) Level 3 Inputs for the asset or liability that are not based on observable market data.

The securities are traded in an active market, being the Australian Securities Exchange, and consequently they are measured as a Level 1 instrument on the fair value hierarchy. The quoted market price, used to determine the value of these securities is the bid price at balance date. There has been no transfer between measurement levels during the year.

NOTE 6 – EXPLORATION ASSETS

	31 December 2018	31 December 2017
	\$	\$
Balance at 1 July	2,842,318	2,744,844
Expenditure incurred during the period on exploration	6,823	89,797
	<hr/>	<hr/>
Balance at 31 December	2,849,141	2,834,641

Since the last reporting date, there has been no change to the Company's accounting policy regarding exploration assets. Refer to the 2018 Annual Report for details.

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 7 – BORROWINGS AND RELATED PARTY TRANSACTIONS

Borrowings relate to the unsecured short term loan facility of \$1,000,000 provided by entities of which Mr Pitt and Mr Tomkinson are directors.

During the half year to 31 December 2018 the Company repaid a further \$250,000, resulting in a balance owing at balance date of \$250,000. The repayment date applying to current borrowings was extended during the half year to 30 April 2020. All other terms and conditions remained unchanged during the half year.

All other arrangements with related parties, as set out in the financial statements for the year ended 30 June 2018, continue to be in place.

NOTE 8 – ISSUED CAPITAL

	31 December 2018	30 June 2018	31 December 2018	30 June 2018
	Number	Number	\$	\$
Ordinary shares fully paid	294,805,379	294,805,379	23,245,780	23,245,780
Ordinary shares partly paid to 0.1 cents	2,650,000	2,650,000	2,650	2,650
			<u>23,248,430</u>	<u>23,248,430</u>

Movement in ordinary fully paid shares during the half year

	31 December 2018		31 December 2017	
	Number	\$	Number	\$
Balance at 1 July	294,805,379	23,245,780	235,741,595	21,787,839
Entitlement issue of shares	-	-	58,963,784	1,474,095
Exercise of staff options	-	-	100,000	1,840
Share issue costs	-	-	-	(17,994)
Balance at 31 December	<u>294,805,379</u>	<u>23,245,780</u>	<u>294,805,379</u>	<u>23,245,780</u>

During the current half year, no shares were issued and no options were issued, exercised or lapsed.

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 9 – RESERVES

	31 December 2018	31 December 2017
	\$	\$
Movement in reserves during the half year:		
Share based payments reserve		
Balance at 1 July	208,776	209,493
Issue of options	-	-
Exercise of options	-	(717)
Balance at period end	<u>208,776</u>	<u>208,776</u>
Exercised options reserve		
Balance at 1 July	717	-
Exercise of options	-	717
Balance at period end	<u>717</u>	<u>717</u>
Available for sale financial assets revaluation reserve		
Balance at 1 July	2,794,621	760,815
Adjustment on initial application of accounting standard	(2,794,621)	-
Restated balance at 1 July	-	760,815
Other comprehensive income net of tax	-	2,482,762
Balance at period end	<u>-</u>	<u>3,243,577</u>
Total Reserves	<u>209,493</u>	<u>3,453,070</u>

The available for sale financial assets revaluation reserve has increased in the prior period as a result of changes in the fair value of equities classified as available-for-sale financial assets net of tax, consistent with AASB 139. The changes in value net of income tax were recognised in other comprehensive income and accumulated in a separate reserve within equity.

The Company adopted AASB 9 during the current half year, and thus all financial assets classified as available-for-sale were reclassified into the fair value through profit or loss category and the cumulative fair value changes in the available-for-sale revaluation reserve reclassified into retained earnings. All subsequent fair value changes will be recognised in profit or loss. Refer to Note 11 for details of the change in accounting policy.

The share-based payments reserve records items recognised as expenses on valuation of partly paid shares and options issued to employees.

The exercised options reserve arises on the exercise of options when the share based payments reserve attributable to the options being exercised is transferred to this reserve.

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 10 – SHARE BASED PAYMENTS

The Company from time to time issues partly-paid ordinary shares and options to the executive director, key management personnel and other employees as part of their remuneration. 2,650,000 partly-paid shares are on issue as a result of such issues in prior years. No partly paid shares were issued during the half year.

No options were issued during the half year.

NOTE 11 – CHANGE IN ACCOUNTING POLICY

From the commencement of the half year, the Company has adopted the new accounting standard AASB 9 Financial Instruments and has elected not to restate comparative information. Accordingly, the information presented for 31 December 2017 and 30 June 2018 has not been restated.

The key changes to the interim financial statements are:

- Previously classified available-for-sale assets are now carried at fair value through profit or loss;
- The opening balance of the available-for-sale revaluation reserve has been transferred to retained earnings as at 1 July 2018 and this adjustment is recognised in the Statement of Changes in Equity;
- The comparative information for each of the primary financial statements and notes continue to follow the classification and measurement requirements of AASB 139.

Upon adoption, the Company's financial assets, comprising shares listed in ASX listed companies, were reclassified into the fair value through profit or loss category and the cumulative fair value changes in the available-for-sale revaluation reserve of \$2,794,621 reclassified into retained earnings. The subsequent loss due to fair value change of \$8,000 was recognised in profit or loss with no material impact on net assets. Had the Company early adopted this standard at the start of the previous financial year, a material fair value change of \$2,033,806, which was recognised in the available-for-sale reserve, would have been recognised through profit or loss.

Had the Company elected to restate comparative information, the impact of this change on the Statement of Financial Position comparatives would be as follows:

Statement of Financial Position	Previously stated	Change due to new accounting policy	New policy
30 June 2018			
Reserves	3,004,114	(2,794,621)	209,493
Accumulated losses	(18,141,106)	2,794,621	(15,346,485)
30 June 2017			
Reserves	970,308	(760,815)	209,493
Accumulated losses	(18,686,622)	760,815	(17,925,807)

NOTE 12 – COMMITMENTS FOR EXPENDITURE

In order to maintain the mineral tenements in which the Company and other parties are involved, the Company is committed to fulfil the minimum annual expenditure conditions under which the tenements are granted. Since the last reporting date, there has been no material change to these commitments.

NOTE 13 – RELATED PARTIES

Refer to Note 7 for details of borrowings from director-related entities.

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 14 – EVENTS OCCURRING AFTER BALANCE DATE

To the best of the directors' knowledge and belief, there were no material items, transactions or events subsequent to the end of the financial year which, although they do not relate to conditions existing at that date, have not been dealt with in these financial statements and which would cause reliance on the information shown in this report to be misleading.

NOTE 15 – CONTINGENT LIABILITIES

The directors are not aware of any contingent liabilities as at 31 December 2018.

NOTE 16 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Hampton Hill is a public company, incorporated and domiciled in Australia and listed on the Australian Securities Exchange (ASX).

Statement of compliance and basis of preparation

The half year financial statements are general-purpose financial statements, prepared in accordance with the requirements of the Corporations Act 2001 and AASB 134 "Interim Financial Reporting".

The half year financial statements do not include full disclosures 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 annual financial statements.

The half year financial statements should be read in conjunction with the annual financial report for the year ended 30 June 2018 and considered together with any public announcements made by Hampton Hill during the half year ended 31 December 2018 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001 and the ASX Listing Rules.

The half year financial statements have been prepared on the accruals basis and are based on historical cost, except for the revaluation of certain financial instruments to fair value.

For the purpose of preparing the half year financial statements, the half year has been treated as a discrete reporting period.

Accounting policies and methods of computation

The accounting policies and methods of computation adopted in the preparation of the half-year financial statements are consistent with those adopted and disclosed in the Company's annual financial statements for the year ended 30 June 2018 and the corresponding interim reporting period apart from the adoption of AASB 9 Financial Instruments for the first time in the half-year ending 31 December 2018. Refer to Note 11 for details of the new accounting policy and the impact of the change on comparatives for the Statement of Financial Position and the Statement of Profit or Loss and Other Comprehensive Income.

Critical accounting estimates and judgements

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

HAMPTON HILL MINING NL

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 16 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Adoption of new and revised standards

Standards and Interpretations applicable to 31 December 2018

In the half year ended 31 December 2018, the directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the half-year reporting periods beginning on or after 1 July 2018.

As a result of this review, the directors have determined that, apart from the adoption of AASB 9 Financial Instruments, there is no material impact on the Company for other new and revised Standards and Interpretations and therefore no further material change is necessary to accounting policies.

Standards and Interpretations issued, but not yet effective, applicable to 31 December 2018

The directors have also reviewed all of the new and revised Standards and Interpretations issued, but not yet effective, that are relevant to the Company and effective for the half year reporting periods beginning on or after 1 January 2019.

As a result of this review, the directors have determined that AASB 16 Leases may have a material effect in future periods. AASB 16 removes the classification of leases as either operating or finance leases for the lessee, with exemptions for short term leases and leases of low value items. Upon adoption of this standard, the Company will recognise a lease liability and a “right-of-use” asset in the Statement of Financial Position relating to the current operating lease commitment. Refer to the 2018 Annual Report for details. The Company also expects a change in the expense recognition, with interest and depreciation replacing operating lease expense. The Company has commenced the process of evaluating the impact of the new lease standard.

Other than the above, there is no material impact of any other new and revised Standards and Interpretations issued, but not yet effective, on the Company and therefore no material change is necessary to accounting policies.

HAMPTON HILL MINING NL

DIRECTORS' DECLARATION

In the opinion of the directors of the Company:

1. In the opinion of the directors of the Company:
 - a) the accompanying financial statements and notes, as set out in this Interim Financial Report, are in accordance with the Corporations Act 2001 and:
 - (i) comply with Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory reporting requirements; and
 - (ii) give a true and fair view of the Company's financial position as at 31 December 2018 and of the performance for the half year then ended.
 - b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
 - c) the interim financial statement and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.
2. This declaration is signed in accordance with a resolution of the directors made pursuant to section 303(5) of the Corporations Act 2001.



Joshua Pitt
Executive Chairman

26 February 2019

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Hampton Hill Mining NL for the half-year ended 31 December 2018, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
26 February 2019



B G McVeigh
Partner

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Liability limited by a scheme approved under Professional Standards Legislation.

HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Hampton Hill Mining NL

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Hampton Hill Mining NL ("the company"), which comprises the statement of financial position as at 31 December 2018, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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 Hampton Hill Mining NL is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2018 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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 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 gives a true and fair view and 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 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 half-year 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 31 December 2018 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 the company, 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.

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Independence

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

HLB Mann Judd

**HLB Mann Judd
Chartered Accountants**

**Perth, Western Australia
26 February 2019**



**B G McVeigh
Partner**