



LUIRI GOLD LIMITED

**EXEMPT COMPANY NO. 46884
ARBN 139 588 926**

**Half-year Report
30 June 2016**

LUIRI GOLD LIMITED
EXEMPT COMPANY - 46884

CONTENTS

Corporate information	1
Directors' report	2
Condensed statement of comprehensive income	3
Condensed statement of financial position	4
Condensed statement of changes in equity	5
Condensed statement of cash flows	6
Notes to the condensed financial statements	7
Directors' declaration	10
Independent auditor's review report	11

CORPORATE INFORMATION

Directors	Rob Brown Stuart Murray Angela Pankhurst Peter Hawkins
Company secretary	Angela Pankhurst
Registered office	Clarendon House 2 Church Street Hamilton, Bermuda
Australian office	c/- Westland Settlements Pty Ltd Suite 5, 9 Bowman Street South Perth, Western Australia 6151 Telephone: +61-8 6102 0399 Facsimile: +61-8 6323 4661
Share registry	Computershare Investor Services Pty Ltd Reserve Bank Building Level 11, 172 St Georges Terrace Perth, Western Australia 6000
Auditors	HLB Mann Judd Chartered Accountants Level 4, 130 Stirling Street Perth, Western Australia 6000
Solicitors	HWL Ebsworth Lawyers Level 11, 167 St Georges Terrace Perth, Western Australia 6000
ASX code	Luri Gold Limited is listed on the Australian Securities Exchange (Shares: LGM)
Website	www.luirigold.com

LUIRI GOLD LIMITED

DIRECTORS' REPORT

Your Directors present their financial report for the half-year ended 30 June 2016. The financial report is prepared in accordance with the Bermudian Companies Act, 1981.

Directors

The following persons were Directors of LuiRI Gold Limited (**the Company or LuiRI**) during the whole of the period and up to the date of this report unless otherwise stated:

Robert Brown – *Non-executive Chairman*

Stuart Murray – *Managing Director*

Peter Hawkins – *Non-Executive Director*

Angela Pankhurst – *Executive Director*

Review of operations

The Company sold its interests in the LuiRI Hill Gold Project in 2014 and currently has no operations.

Corporate

During 2016 the directors continued to evaluate potential investments, and having been unable to identify a mining asset that is a good value proposition for the Company's shareholders, expanded the range of investments being considered to include projects outside the resources industry.

Administration costs are being kept to a minimum and directors' fees will be paid in shares, subject to shareholder approval, to preserve cash.

The Board will continue to work toward acquiring a project and funding that will enable it to have the suspension of its shares from the ASX lifted.

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



Angela Pankhurst
Director/Company Secretary

Perth
16 August 2016

LUIRI GOLD LIMITED
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 30 JUNE 2016

	Consolidated		
	Note	Half-year ended 30 June 2016 \$	Half-year ended 30 June 2015 \$
Continuing Operations			
Interest income		980	207
		980	207
Foreign exchange loss		-	2,265
Other expenses		65,228	96,555
		65,228	98,820
Loss before income tax expense		(64,248)	(98,613)
Income tax expense		-	-
Loss after income tax from continuing operations		(64,248)	(98,613)
Other comprehensive income		-	-
Total comprehensive result for the period		(64,248)	(98,613)
Basic loss per share from continuing and discontinued operations (cents per share)		(0.01)	(0.03)
Basic loss per share from continuing operations (cents per share)		(0.01)	(0.03)

The above condensed statement of comprehensive income should be read in conjunction with the accompanying notes.

LUIRI GOLD LIMITED
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

	Note	Consolidated	
		30 June 2016	31 December 2015
		\$	\$
Current assets			
Cash and cash equivalents		153,052	188,129
Prepayments		8,852	-
Trade and other receivables		1,167	22,039
Total current assets		<u>163,071</u>	<u>210,168</u>
Total assets		<u>163,071</u>	<u>210,168</u>
Current liabilities			
Trade and other payables		37,709	28,058
Total current liabilities		<u>37,709</u>	<u>28,058</u>
Total liabilities		<u>37,709</u>	<u>28,508</u>
Net assets		<u>125,362</u>	<u>182,110</u>
Equity			
Issued capital	2	594,262	594,262
Shares to be issued	2	12,319	7,421
Reserves		4,625,407	4,622,805
Accumulated losses		(5,106,626)	(5,042,378)
Total equity		<u>125,362</u>	<u>182,110</u>

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

LUIRI GOLD LIMITED
CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 30 JUNE 2016

	Consolidated				
	Issued capital \$	Shares to be issued \$	Accumulated losses \$	Reserves \$	Total equity \$
Balance as at 31 December 2015	594,262	7,421	(5,042,378)	4,622,805	182,110
Loss for the period	-	-	(64,248)	-	(64,248)
Other comprehensive income	-	-	-	-	-
Total comprehensive result for period	-	-	(64,248)	-	(64,248)
Shares issued during the period	-	-	-	-	-
Shares to be issued	-	4,898	-	2,602	7,500
Balance as at 30 June 2016	594,262	12,319	(5,106,626)	4,625,407	125,362
Balance as at 31 December 2014	3,211,065	189,426	(35,358,103)	32,077,449	119,837
Loss for the period	-	-	(98,613)	-	(98,613)
Other comprehensive income	-	-	-	-	-
Total comprehensive result for period	-	-	(98,613)	-	(98,613)
Shares issued during the period	172,275	(189,426)	-	253,691	236,540
Shares to be issued	-	2,176	-	1,156	3,332
Transfer reserves	-	-	30,500,824	(30,500,824)	-
Change of par value	(2,789,078)	-	-	2,789,078	-
Balance as at 30 June 2015	594,262	2,176	(4,955,892)	4,620,550	261,096

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

LUIRI GOLD LIMITED
CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 30 JUNE 2016

	Consolidated	
	Half-year ended 30 June 2016	Half-year ended 30 June 2015
	\$	\$
Cash flows from operating activities		
R&D tax incentive	-	138,913
Payments to suppliers and employees	(36,057)	(91,147)
Interest received	980	207
	<hr/>	<hr/>
Net cash inflow/(outflow) from operating activities	(35,077)	47,766
	<hr/>	<hr/>
Cash flows from investing activities	-	-
	<hr/>	<hr/>
Net cash outflow from investing activities	-	-
	<hr/>	<hr/>
Cash flows from financing activities		
Proceeds from the issue of securities	-	230,000
	<hr/>	<hr/>
Net cash inflow from financing activities	-	230,000
	<hr/>	<hr/>
Net increase/(decrease) in cash held	(35,077)	277,766
Cash at the beginning of the period	188,129	19,294
	<hr/>	<hr/>
Cash at the end of the period	153,052	297,060
	<hr/> <hr/>	<hr/> <hr/>

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

Luir Gold Limited
Exempt Company - 46884

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

Statement of compliance

This general purpose financial report for the half-year ended 30 June 2016 has been prepared in accordance with International Financial Reporting Standards (**IFRS**) as issued by the International Accounting Standards Board (**IASB**).

The half-year financial report does not include all the disclosures 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 31 December 2015 and any public announcements made by Luir Gold Limited during the interim reporting period in accordance with the continuous disclosure requirements of the ASX listing rules.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim period.

Basis of preparation

The half-year report has been prepared on a historical cost basis. Cost is based on the fair value of consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted. For the purpose of preparing the half-year report, the half-year has been treated as a discrete reporting period.

Significant accounting judgments and key estimates

The preparation of half-year financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this half-year report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Group when compiling the 31 December 2015 financial statements.

Adoption of new and revised Accounting Standards

In the half-year ended 30 June 2016, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the IASB that are relevant to the Group's operations and effective for annual reporting periods beginning on or after 31 December 2015.

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

The Directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 30 June 2016. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group and, therefore, no change necessary to Group accounting policies.

LUIRI GOLD LIMITED**NOTES TO THE CONDENSED FINANCIAL STATEMENTS 30 JUNE 2016 (CONTINUED)****(b) Going Concern**

During the period ended 30 June 2016, the Group incurred a loss of \$64,248 and at 30 June 2016 had cash and cash equivalents of \$153,052 and positive working capital of \$125,362. The Group recorded a net cash outflow from operating activities of \$35,077 for the same period.

The Directors have considered the appropriateness of the going concern assertion in the preparation of these financial statements. The Group has taken steps to reduce its cash burn rate significantly and based upon current cash flow projections the Directors believe the Group may require additional funding to finance its activity for a period of at least twelve months from the date of approval of these financial statements.

When a suitable investment is found activity levels will change and additional funding will be necessary for legal and due diligence costs and any other expenses associated with the transaction.

Based upon their assessment, the Directors believe it is appropriate to adopt the going concern basis of preparation in these financial statements. Should the Company be unable to obtain sufficient funding as outlined above, there is a material uncertainty that may cast significant doubt over whether it will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amount stated in the financial report.

NOTE 2: ISSUED CAPITAL

	30 June 2016	31 December 2015
	\$	\$
(a) Ordinary shares		
Ordinary shares on issue:		
460,422,251 (2015: 460,422,251)	594,262	594,262
Ordinary shares to be issued:		
9,166,667 (2015: 5,416,667)	12,319	7,421
	606,581	601,683

(b) Par value shares

Luir Gold Limited is a Bermuda Registered company and its shares have a par value of US\$0.001. Issued capital is accounted for at par value and any amount paid for shares in excess of the par value is accounted for in the share premium reserve, any discount to par value is accounted for in the capital reserve. A\$ par value is calculated using the exchange rate on the issue date, and at balance date for shares to be issued.

(c) Movements in shares issued		Shares issued	Issue Price	Par Value	Share premium/ (capital reserve)	Issued capital
Date		#	¢	¢	\$	\$
01/01/15	Balance	326,702,571				3,211,065
12/06/15	Change in par value				2,789,078	(2,789,078)
22/06/15	Convertible notes	37,500,500	0.20	0.13	26,688	48,313
22/06/15	In-lieu of directors fees	6,219,180	0.20	0.13	4,426	8,012
22/06/15	Placement	90,000,000	0.20	0.13	64,050	115,950
30/06/15	Balance	460,422,251				594,262
31/12/15	Balance	460,422,251				594,262
30/06/16	Balance	460,422,251				594,262

LUIRI GOLD LIMITED**NOTES TO THE CONDENSED FINANCIAL STATEMENTS 30 JUNE 2016 (CONTINUED)****NOTE 2: ISSUED CAPITAL (CONTINUED)**

(d) Movements in shares to be issued		Shares	Expected	Par	Share	Shares
Date		to be issued	Issue	Value	premium/ (capital reserve)	to be issued
		#	Price	¢	\$	\$
01/01/15	Balance	15,450,000				189,426
22/06/15	Shares issued	(15,400,000)				(189,426)
30/06/15	In-lieu of directors fees	1,666,667				2,176
30/06/15	Balance	1,666,667	0.20	0.13	1,156	2,176
31/12/15	In-lieu of directors fees	3,750,000			2,256	5,245
31/12/15	Balance	5,416,667	0.20	0.14	3,412	7,741
30/06/16	In-lieu of directors fees	<u>3,750,000</u>			2,602	<u>4,898</u>
30/06/16	Balance	<u>9,166,667</u>	0.20	0.13	6,014	<u>12,319</u>

NOTE 3: SEGMENT INFORMATION

The group has no operations, only administration in Australia.

NOTE 4: COMMITMENTS AND CONTINGENCIES

The Group has no commitments or contingencies at balance date.

NOTE 5: EVENTS AFTER THE BALANCE DATE

There has not been any matter or circumstance that has arisen after balance date that has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

NOTE 6: FAIR VALUE MEASUREMENTS

The Directors consider that the carrying value of the financial assets and financial liabilities are recognised in the financial statements approximate their fair values.

LUIRI GOLD LIMITED DIRECTORS' DECLARATION

In the Directors' opinion:

- (a) the financial statements and notes set out on pages 3 to 9:
 - (i) are in accordance with International Accounting Standards; and
 - (ii) give a true and fair view of the Group's financial position as at 30 June 2016 and of its performance for the half-year then ended; and
- (b) there are reasonable grounds to believe that LuiRI Gold 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 Board of Directors.



Angela Pankhurst
Director/Company Secretary

Perth, Western Australia
16 August 2016

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Luiiri Gold Limited

Report on the Condensed Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Luiiri Gold Limited ("the company") which comprises the condensed statement of financial position as at 30 June 2016, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration for the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the 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 International Financial Reporting Standards and the *Bermudian Companies Act 1981* 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 International Standard on Review Engagements ISRE 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 presented fairly, in all material respects, in accordance with the accounting policies described in the notes to the financial statements. As the auditor of the company, ISRE 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 International 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 international professional ethical pronouncements.

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 Luri Gold Limited does not present fairly, in all material respects, the financial position of the consolidated entity as at 30 June 2016 and its financial performance for the half-year ended on that date, in accordance with the accounting policies described in the notes to the financial report.

Emphasis of matter

Without modifying our conclusion, we draw attention to Note 1(b) in the half-year financial report, which indicates that the Group may require additional funding to finance its activity for a period of at least twelve months from the date of approval of these financial statements. This, along with other matters as set out in Note 1(b), indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

HLB Mann Judd

HLB Mann Judd
Chartered Accountants



M R W Ohm
Partner

Perth, Western Australia
16 August 2016