



Tasmania Mines Limited

ACN 009 491 990

APPENDIX 4D ANNOUNCEMENT 30 JUNE 2016

RESULTS FOR ANNOUNCEMENT TO THE MARKET

		Half-Year Ended 30 June 2016 \$'000	Half-Year Ended 30 June 2015 \$'000
Revenue from the sale of goods	Down by 9.9%	\$17,855	\$19,812
Profit for the period attributable to Owners of the parent	Down by 2%	\$2,721	\$2,772
Net tangible assets per security	Up by 11.1%	307.4 cents	276.7 cents
Dividends paid	Total	\$548	\$548
	Cents per share	3 cents	3 cents

Information on dividends

During the half-year, Tasmania Mines Limited declared a fully franked dividend of three cents (\$0.03) per share to the holders of fully paid ordinary shares. The total dividend of \$547,575 was paid on 27 May 2016.



Tasmania Mines Limited

ACN 009 491 990

Financial Report for the Half-Year Ended

30 June 2016

Tasmania Mines Limited

Corporate Profile

Tasmania Mines Ltd is an Australian resources company whose principal activity is the open cut extracting and milling of ore at its Kara Mine in Tasmania. The main product sold is dense medium magnetite which is ultimately used for coal washery purposes. Secondary products sold are higher grade scheelite and iron ore fines for steelmaking.

Corporate Information

Directors

Shamsher H M Kanji
Joseph O Carroll
Kenneth J Broadfoot

Secretaries

Kenneth J Broadfoot
Warren A Wilton

Registered Office

Level 33, Aurora Place
88 Phillip Street
Sydney NSW 2000
Phone: +61 2 9251 4244
Email: kb@kanji.com.au

Principal Administrative Office

C/- The Engineering Company Pty Ltd
15265 Bass Highway
PO Box 215
Somerset TAS 7322
Phone: +61 3 6435 1556

Principal Place of Business

Kara Mine
683 Kara Road
Hampshire TAS 7321

Securities Exchange

Listed on the Australian Securities Exchange
Code TMM

Share Registry

Link Market Services Ltd
Level 1 - 333 Colin Street
Melbourne VIC 3000
Phone: 1300 554 474
Email: registrars@linkmarketservices.com.au
Postal Address
Locked Bag A14
Sydney South NSW 1235

Tasmania Mines Limited

Financial Report For the half-year ended 30 June 2016

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Tasmania Mines Limited

Directors' report

The directors of Tasmania Mines Limited present their financial report for the half-year ended 30 June 2016. The directors of the company during or since the end of the half-year are:

Name	Particulars, qualifications and experience
Mr Shamsheer H. M. Kanji	Chairman, Member of the Audit, Corporate Governance and Nominations, Remuneration and Risk Management Committees of the Board, Non-Executive Graduated with Honours in Law from University of London in 1957 Admitted as a Barrister by the Middle Temple, London Solicitor, New South Wales Lawyer, Singapore Appointed to the Board 23 August 1984 Other public company directorships – none
Mr Joseph O. Carroll	Director, Chairman of the Audit, Corporate Governance and Nominations, Remuneration and Risk Management Committees of the Board, Non-Executive Bachelor of Engineering (Civil) from University of Sydney Management Consultant. Past experience as project manager for major civil engineering projects. Appointed to the Board 5 May 1986 Other public company directorships – none
Mr Ken J. Broadfoot	Director Member of the Audit, Corporate Governance and Nominations, Remuneration and Risk Management Committees of the Board, Non-Executive Chartered Accountant Appointed to the Board 30 April 2008 Other public company directorships – none

Company secretaries

Mr Ken J. Broadfoot was appointed company secretary in 1992 and Mr Warren A. Wilton was appointed as an additional secretary of the company on 16 May 2013.

Principal activities

The consolidated entity's principal activities in the half-year ended 30 June 2016 continued to be the mining and production of magnetite and scheelite including the operating of the crushing and concentrating mill at the Kara Mine, south of Burnie, Tasmania, the sale of the consolidated entity's products and the ongoing exploration and development of mining tenements.

Tasmania Mines Limited

Directors' report

Review of Operations

Mining

During the half-year a total of 156,650 tonnes of ore was mined at 35% Fe. In addition, 166,342 tonnes of overburden was removed. All material was taken from the Kara No. 1 Open Pit.

Milling

The Kara concentrator mill treated 162,739 tonnes of materials during the half-year. Production totalled 10 tonnes of high grade scheelite and 93,701 tonnes of dense medium magnetite.

Sales

During the half-year a total of 84,797 tonnes of dense medium magnetite was sold compared with 86,606 tonnes sold in the previous half-year. No high grade scheelite sold this half-year and in the previous half-year.

Auditor's Independence Declaration

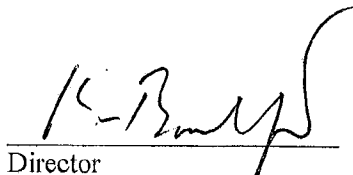
The auditor's independence declaration is included on page 3 of the half-year financial report.

Rounding off of amounts

The Company is of the kind referred to in ASIC Class Order 98/100, dated 10 July 1998 and in accordance with that Class Order amounts in the Directors' Report and the half-year financial report are rounded off to the nearest thousand dollars unless otherwise indicated.

Signed in accordance with a resolution of directors made pursuant to s. 306(3) of the Corporations Act 2001.

On behalf of the Directors



Director

Sydney, 17 August 2016

The Board of Directors
Tasmania Mines Limited
Bass Highway
SOMERSET TAS 7322

17 August 2016

Dear Board Members

Tasmania Mines Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Tasmania Mines Limited.

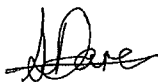
As lead audit partner for the review of the financial statements of Tasmania Mines Limited for the half-year ended 30 June 2016, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU



S Dare
Partner
Chartered Accountants

Independent Auditor's Review Report to the members of Tasmania Mines Limited

We have reviewed the accompanying half-year financial report of Tasmania Mines Limited, which comprises the condensed statement of financial position as at 30 June 2016, and the condensed statement of profit or loss and comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on pages 6 to 13.

Director's 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 consolidated entity's financial position as at 30 June 2016 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 Tasmania Mines 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.

Auditor's Independence Declaration

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*, which has been given to the directors of Tasmania Mines Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

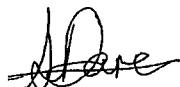
Conclusion

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 Tasmania Mines 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 30 June 2016 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*.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU



S Dare
Partner
Chartered Accountants
Launceston, 17 August 2016

Tasmania Mines Limited

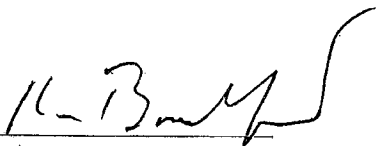
Directors' declaration

The directors declare that:

- (a) in the directors' opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable;
- (b) in the directors' opinion, the attached financial statements and notes thereto for the half year ended 30 June 2016 are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the consolidated entity.

Signed in accordance with a resolution of the directors made pursuant to s. 303(5) of the Corporations Act 2001.

On behalf of the Directors



Director

Sydney, 17 August 2016

Tasmania Mines Limited

Condensed consolidated statement of profit or loss and other comprehensive income For the half-year ended 30 June 2016

	CONSOLIDATED	
	Half-Year Ended 30 June 2016 \$'000	Half-Year Ended 30 June 2015 \$'000
Revenue	17,855	19,812
Cost of sales	(6,652)	(7,326)
Gross profit	11,203	12,486
Other income	83	109
Distribution expenses	(7,004)	(8,263)
Administration expenses	(375)	(361)
Finance costs	(20)	(21)
Profit before tax	3,887	3,950
Income tax expense	(1,170)	(1,178)
Profit for the period	2,717	2,772
Other comprehensive income for the period, net of income tax	-	-
Total comprehensive income for the period	2,717	2,772
Total comprehensive income attributable to owners of the parent	2,717	2,772
Earnings per share:		
Basic and diluted (cents per share)	14.9	15.2

Notes to the condensed consolidated financial statements are included on page 11 to 13.

Tasmania Mines Limited

Condensed consolidated statement of financial position As at 30 June 2016

	CONSOLIDATED	
	30 June 2016 \$'000	31 December 2015 \$'000
Current assets		
Cash and cash equivalents	3,498	2,665
Trade and other receivables	6,752	6,184
Inventories	10,461	11,125
Other	184	308
Total current assets	20,895	20,282
Non-current assets		
Exploration and evaluation assets	1,127	1,127
Mine properties	334	334
Property, plant and equipment	42,082	41,310
Total non-current assets	43,543	42,771
Total assets	64,438	63,053
Current liabilities		
Trade and other payables	3,429	4,020
Provisions	351	364
Current tax liability	47	615
Total current liabilities	3,827	4,999
Non-current liabilities		
Provisions	1,314	1,279
Deferred tax	1,721	1,368
Total non-current liabilities	3,035	2,647
Total liabilities	6,862	7,646
Net assets	57,576	55,407
Equity		
Issued capital	9,534	9,534
Retained earnings	48,042	45,873
Equity attributable to owners of the parent	57,576	55,407
Non-controlling interest	-	-
Total equity	57,576	55,407

Notes to the condensed consolidated financial statements are included on page 11 to 13.

Tasmania Mines Limited

Condensed consolidated statement of changes in equity For the half-year ended 30 June 2016

	CONSOLIDATED		
Consolidated	Issued Capital \$'000	Retained Earnings \$'000	Total \$'000
Balance at 1 January 2015	9,534	40,208	49,742
Profit for the period	-	2,772	2,772
Other comprehensive income for the period, net of income tax	-	-	-
Total comprehensive income for the period	-	2,772	2,772
Dividends paid	-	(548)	(548)
Balance at 30 June 2015	9,534	42,432	51,966
Balance at 1 January 2016	9,534	45,873	55,407
Profit for the period	-	2,717	2,717
Other comprehensive income for the period, net of income tax	-	-	-
Total comprehensive income for the period	-	2,717	2,717
Dividends paid	-	(548)	(548)
Balance at 30 June 2016	9,534	48,042	57,576

Notes to the condensed consolidated financial statements are included on page 11 to 13.

Tasmania Mines Limited

Condensed consolidated Statement of Cash Flows For the half-year ended 30 June 2016

	CONSOLIDATED	
	Half-Year Ended 30 June 2016 \$'000	Half-Year Ended 30 June 2015 \$'000
Cash flows from operating activities		
Receipts from customers	17,347	23,055
Payments to suppliers and employees	(12,228)	(20,781)
Income tax paid	(1,385)	(1,486)
	3,734	788
Cash flows from investing activities		
Amount repaid by related party	-	26
Interest received	21	6
Payments for plant and equipment	(2,376)	(2,857)
Proceeds from sale of plant and equipment	2	-
	(2,353)	(2,825)
Cash flows from financing activities		
Share buy-back	-	-
Dividends paid	(548)	(548)
	(548)	(548)
Net increase/(decrease) in cash and cash equivalents	833	(2,585)
Cash and cash equivalents at the beginning of the period	2,665	3,742
	3,498	1,157

Notes to the condensed consolidated financial statements are included on page 11 to 13.

Tasmania Mines Limited

Notes to the condensed consolidated financial statements For the half-year ended 30 June 2016

1. Significant accounting policies

Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report.

Basis of preparation

The condensed consolidated financial statements have been prepared under the historical cost convention, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

The consolidated entity is a company of the kind referred to in ASIC Class Order 98/100, dated 10 July 1998 and in accordance with that Class Order amounts in the directors' report and the half-year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2015 annual financial report for the financial year ended 31 December 2015. These accounting policies are consistent with Australian equivalents to International Financial Reporting Standards (A-IFRS).

The consolidated entity has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current reporting period. The adoption of amending Standards does not have any impact on the disclosures or the amounts recognised in the consolidated entity's condensed financial statements.

2. Segment information

The consolidated entity operates in the mining industry with operations comprising the sole business of exploration, production and sale of magnetite and high grade scheelite primarily within Australia.

3. Subsequent events

No matters have arisen since 30 June 2016 that may significantly affect the operations or the state of affairs of the consolidated entity in subsequent reporting periods.

4. Contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets disclosed in the 31 December 2015 annual financial report. As such there are no updates for purposes of this period end report.

There were no contingent liabilities or assets identified during the period that would require disclosure in this period end report.

Tasmania Mines Limited

Notes to the condensed consolidated financial statements For the half-year ended 30 June 2016

5. Exploration and evaluation assets

Exploration and evaluation expenditures including costs associated with drilling and other work to establishing the technical and commercial viability of extracting a mineral resource identified through exploration are capitalised. Capitalised exploration and evaluation expenditure is not charged to profit/(loss) account until the commencement of commercial production. If, after expenditure is capitalised, information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalised is written off in the period the new information becomes available.

6. Deferred stripping costs

Stripping costs (overburden and other waste removal) incurred in the development of a mine before production commences are capitalised and subsequently amortised over the estimated life of the mine on a units of production basis. Several open pits are regarded as separate operations for the purpose of mine planning, stripping costs are accounted for separately by reference to the ore from each separate pit. Deferred stripping costs are included as part of "Mine properties".

7. Key management personnel

Remuneration arrangements of key management personnel are disclosed in the annual financial report.

8. Financial instruments

The directors consider that the carrying amounts of financial assets and financial liabilities recognised in the half-year financial report of Tasmania Mines Limited approximate their fair values.

9. Dividends

During the half-year, Tasmania Mines Limited declared a fully franked dividend of three cents (\$0.03) per share to the holders of fully paid ordinary shares. The total dividend of \$547,575 was paid on 27 May 2016.

10. Issued Capital

Issued capital as at 30 June 2016 amounted to \$9,534 thousand (18,252,496 ordinary shares). There were no movements in the issued capital in the consolidated entity in either the current or prior period.

Tasmania Mines Limited

Notes to the condensed consolidated financial statements For the half-year ended 30 June 2016

11. Disclosure of additional information

		CONSOLIDATED	
		Half-Year Ended 30 June 2016 \$'000	Half-Year Ended 30 June 2015 \$'000
Revenue from the sale of goods	Down by 9.9%	\$17,855	\$19,812
Profit for the period attributable to owners of the parent	Down by 2%	\$2,721	\$2,772
Net tangible assets per security	Up by 11.1%	307.4 cents	276.7 cents
Dividends paid	Total	\$548	\$548
	Cents per share	3 cents	3 cents