



ABN 50 002 664 495

**Interim Financial Report  
for the Half year Ended  
31 December 2015**

## CORPORATE DIRECTORY

### Directors

Mr Ian Middlemas – Chairman  
Mr Robert Behets – Non-Executive Director  
Mr Levi Mochkin – Non-Executive Director  
Mr Mark Pearce – Non-Executive Director

### Company Secretary

Mr Gregory Swan

### Registered and Principal Office

Level 9, BGC Centre  
28 The Esplanade  
Perth WA 6000  
Australia

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Facsimile: +61 8 9322 6558

### Stock Exchange Listing

Australian Securities Exchange  
ASX Codes: WCP – Ordinary Shares

### Share Registry

Computershare Investor Services Pty Ltd  
Level 11, 172 St Georges Terrace  
Perth WA 6000  
Australia

Telephone: 1300 55 70 10

International: +61 8 9323 2000

Facsimile: +61 8 9323 2033

### Solicitors

DLA Piper Australia

### Auditor

Deloitte Touche Tohmatsu

### Bankers

Australia and New Zealand Banking Group Limited

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### *Competent Persons Statement*

*The information in this report that relates to Exploration Results, is extracted from the report entitled 'September 2015 Quarterly Report'. This report is available to view on [www.wcpresources.com.au](http://www.wcpresources.com.au). The information in the original ASX Announcement that related to Exploration Results was based on, and fairly represents, information compiled by Mr Peter Woodman, a Competent Person who is a member Australian Institute of Mining and Metallurgy. Mr Woodman was employed by WCP Resources Limited. Mr Woodman has sufficient experience that is relevant to the style of mineralization and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. The Company confirms that it is not aware of any new information or data that materially affects the information including in the original market announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.*

## DIRECTORS' REPORT

The Directors of WCP Resources Limited present their report on WCP Resources Limited (“**WCP**” or “**Company**”) and the entities it controlled during the half year ended 31 December 2015 (“**Consolidated Entity**” or “**Group**”).

### DIRECTORS

The names of the Directors of WCP Resources Limited in office during the half year and until the date of this report are:

#### **Current**

|                  |  |
|------------------|--|
| Mr Ian Middlemas | Chairman   |
| Mr Robert Behets | Non-Executive Director ( <i>appointed effective 25 February 2016</i> ) |
| Mr Levi Mochkin  | Non-Executive Director   |
| Mr Mark Pearce   | Non-Executive Director   |

#### **Former**

|                     |   |
|---------------------|---|
| Mr Simon O’Loughlin | Non-Executive Director ( <i>resigned effective 25 February 2016</i> ) |
| Mr Peter Woodman    | Managing Director ( <i>resigned effective 22 January 2016</i> )       |

Unless otherwise shown, all Directors were in office from the beginning of the half year until the date of this report.

### OPERATING AND FINANCIAL REVIEW

#### Operations

Highlights during the half year were as follows:

- (a) Assessed a number of new business opportunities and is continuing to actively pursue new opportunities in the resources and other sectors, both domestically and overseas;
- (b) At 31 December 2015, the Company had cash reserves of approximately \$2.1 million placing the Company in a strong position to conduct its current activities and to pursue new business development opportunities;
- (c) Continued to monitor the situation in Yemen where the Company’s Al Hariqah Gold Project (“**Al Hariqah Project**”) is located. Activities at the Al Hariqah Project are currently suspended given the continued levels of violence, political instability and civil unrest in Yemen. WCP is encouraged by previous results at the Al Hariqah Project, however continuing activities at the Al Hariqah Project is not considered appropriate in the current environment. If circumstances improve WCP may look to restart activities;
- (d) Continued its review of the Yalgoo Gold Project (“**Yalgoo Project**”) to identify any other potential targets. Subject to the results from this review, the Company will then assess plans for further exploration work at the Yalgoo Project, which may include a follow-up drilling program; and
- (e) Realised net proceeds of approximately \$107,000 from the sale of its available-for-sale listed investments.

#### **Al Hariqah Project**

The Al Hariqah Project is a near-surface gold deposit located in the Republic of Yemen and within the Arabian-Nubian Shield (“**ANS**”), an emerging gold mining region that contains a number of large gold deposits, including Centamin plc’s (LSE:CEY, TSX:CEE) Sukari gold project.

## **DIRECTORS' REPORT**

(Continued)

### **OPERATING AND FINANCIAL REVIEW (CONTINUED)**

#### **Al Hariqah Project (Continued)**

As a result of the recent increase in the level of violence, political instability and civil unrest in Yemen, WCP and its joint venture partner Cantex made the decision in October 2014 to suspend activities at the Al Hariqah Project.

Previous drilling at the Al Hariqah Project has defined a broad zone of gold mineralisation which is approximately 4km in length, up to 500m wide, and extends to at least 150m depth with several deep holes ending in mineralisation.

Prior to the recent suspension of activities at the Al Hariqah Project, WCP and Cantex had drilled 44 holes for 6,378m of drilling which demonstrated the potential for extensions to the previously known gold mineralisation.

WCP continues to be encouraged by previous results at the Al Hariqah Project, especially seeing shallow intervals of significant mineralization, however continuing activities at the Al Hariqah Project is not considered appropriate in the current environment. The Company will continue to monitor the situation in Yemen and if circumstances improve the Company may look to restart activities.

In October 2014 the Company announced that it had earned an initial 40% interest in the Al Hariqah Project, after meeting its joint venture expenditure commitment of US\$5 million, following which the Company elected not to increase its interest above 40%. Cantex also announced that WCP had met its first US\$5 million expenditure commitment on the Al Hariqah Project. Notwithstanding this, Cantex has now disputed WCP's achievement of the US\$5 million expenditure commitment. WCP denies Cantex's assertions. The parties are in ongoing discussions and WCP will seek to resolve any dispute in accordance with the dispute resolution provisions contained in the Agreement.

In accordance with the terms of the earn-in agreement between WCP and Cantex, the Company has also elected not to contribute its respective share of the joint venture costs subsequent to earning its 40% interest in order to conserve its cash reserves. Instead, WCP's interest will be subject to dilution. At 31 December 2015, WCP has estimated that its interest in the Al Hariqah Project has been diluted to approximately 33%.

#### **Yalgoo Gold Project**

The Yalgoo Project comprises a prospective tenement located in the Yalgoo Mineral Field in Western Australia and close to a number of important gold and base metal operations.

The Company completed a sampling program at the Yalgoo Project in 2011 that returned encouraging selective rock chip assays including: 9.36g/t Au, 9.98g/t Au, 25.1g/t Au and 60.4g/t Au. The results were returned from selective sampling of quartz veins hosted in Archean metamorphosed mafic intrusive rocks and from a north-south striking zone approximately 3km in length between the Kings Find and Nyngan historic workings.

After signing a Native Title agreement with the Badimia People and receiving Native Title clearance, the Company completed a scout style drilling program in 2013 which comprised of 42 holes for approximately 1,200m of drilling. The assay results did not return any significant intercepts.

The Company is currently continuing a review of the Yalgoo Project area to identify any other potential targets. Subject to the results from this review, the Company will then assess plans for further exploration work at the Yalgoo Project, which may include a follow-up drilling program.

## DIRECTORS' REPORT

(Continued)

### OPERATING AND FINANCIAL REVIEW (CONTINUED)

#### Corporate

The Company continues to examine new business opportunities in the resources sector, both domestic and overseas, and assessed a number of new business opportunities during the half year.

During the half year, the Company sold its available-for-sale listed investment in Raya Group Limited (ASX:RYG) (comprising 3,750,013 shares) for net proceeds of approximately \$107,000.

Mr Peter Woodman resigned as Managing Director of the Company, effective from 22 January 2016. The Company will look to make additional executive appointments as its activities progress.

As at 31 December 2015, the Company had cash reserves of approximately \$2.1 million and no debt, placing the Company in a strong position to conduct its current activities and to pursue new business development opportunities.

#### Operating Results

The Consolidated Entity's net loss after tax for the half year ended 31 December 2015 was \$162,506 (31 December 2014: \$775,885). This result is partly attributable to:

- (a) Business development expenses of \$148,399 (31 December 2014: \$100,620), which is attributable to the Group's assessment during the half year of various new business opportunities in the resources and other sectors, both domestically and overseas, including travel costs.
- (b) Net gain on sale of available-for-sale investments of \$95,711 (31 December 2014: Nil) which is attributable to the Company's sale of its available-for-sale listed investment in Raya Group Limited (ASX:RYG) (comprising 3,750,013 shares) for net proceeds of approximately \$107,000.

### SIGNIFICANT POST BALANCE DATE EVENTS

- (a) Mr Peter Woodman resigned as Managing Director of the Company, effective from 22 January 2016; and
- (b) Mr Robert Behets was appointed as a Non-Executive Director of the Company and Mr Simon O'Loughlin resigned as a Non-Executive Director of the Company, effective from 25 February 2016.

Other than the above, at the date of this report there are no other significant events occurring after balance date requiring disclosure.

### AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, Deloitte Touche Tohmatsu, to provide the directors of WCP Resources Limited with an Independence Declaration in relation to the review of the half year financial report. This Independence Declaration is on page 13 and forms part of this Directors' Report.

Signed in accordance with a resolution of Directors.



**MARK PEARCE**  
Director

25 February 2016

## DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of WCP Resources Limited, I state that:

In the opinion of the Directors:

- (a) the attached financial statements and notes thereto are in accordance with the Corporations Act 2001, including:
  - (i) section 304 (compliance with accounting standards and Corporations Regulations 2001); and
  - (ii) section 305 (true and fair view); and
- (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.

On behalf of the Board



**MARK PEARCE**  
Director

25 February 2016

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
 OTHER COMPREHENSIVE INCOME**  
 FOR THE HALF YEAR ENDED 31 DECEMBER 2015

|   | Note | Half year Ended<br>31 December 2015<br>\$ | Half year Ended<br>31 December 2014<br>\$ |
|---|------|---|---|
| <b>Continuing operations</b>  |      |   |   |
| Revenue   | 2(a) | 27,746                                    | 36,468                                    |
| Other income  | 2(b) | 195,225                                   | -   |
| Corporate and administrative costs  |      | (184,518)                                 | (362,116)                                 |
| Exploration and evaluation costs  |      | (52,560)                                  | (293,170)                                 |
| Business development costs  |      | (148,399)                                 | (100,620)                                 |
| Other expenses  | 2(c) | -   | (56,447)                                  |
| <b>Loss before income tax</b>   |      | <b>(162,506)</b>                          | <b>(775,885)</b>                          |
| Income tax expense  |      | -   | -   |
| <b>Loss for the period</b>  |      | <b>(162,506)</b>                          | <b>(775,885)</b>                          |
| <b>Loss attributable to members of WCP Resources Limited</b>                            |      | <b>(162,506)</b>                          | <b>(775,885)</b>                          |
| <b>Other comprehensive income</b>   |      |   |   |
| <i>Items that may be reclassified subsequently to profit or loss:</i>                   |      |   |   |
| Net fair value loss on available for sale financial assets                              |      | -   | (45,000)                                  |
| Impairment losses on available for sale financial assets transferred to profit and loss |      | -   | 11,250                                    |
| <b>Other comprehensive loss for the period, net of tax</b>                              |      | <b>-</b>                                  | <b>(33,750)</b>                           |
| <b>Total comprehensive loss for the period</b>  |      | <b>(162,506)</b>                          | <b>(809,635)</b>                          |
| <b>Total comprehensive loss attributable to members of WCP Resources Limited</b>        |      | <b>(162,506)</b>                          | <b>(809,635)</b>                          |
| <b>Loss per share</b>   |      |   |   |
| Basic loss per share (cents per share)  |      | <b>(0.04)</b>                             | (0.20)                                    |
| Diluted loss per share (cents per share)  |      | <b>(0.04)</b>                             | (0.20)                                    |

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

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2015

|                                     | Note | 31 December 2015<br>\$ | 30 June 2015<br>\$ |
|-------------------------------------|------|------------------------|--------------------|
| <b>ASSETS</b>                       |      |                        |                    |
| <b>Current Assets</b>               |      |                        |                    |
| Cash and cash equivalents           |      | 2,061,923              | 2,301,494          |
| Trade and other receivables         |      | 19,047                 | 25,139             |
| <b>Total Current Assets</b>         |      | <b>2,080,970</b>       | <b>2,326,633</b>   |
| <b>Non-Current Assets</b>           |      |                        |                    |
| Property, plant and equipment       |      | 5,474                  | 8,740              |
| Exploration and evaluation assets   | 5    | 52,022                 | 52,022             |
| Available for sale financial assets | 6    | -                      | 11,250             |
| <b>Total Non-current Assets</b>     |      | <b>57,496</b>          | <b>72,012</b>      |
| <b>TOTAL ASSETS</b>                 |      | <b>2,138,466</b>       | <b>2,398,645</b>   |
| <b>LIABILITIES</b>                  |      |                        |                    |
| <b>Current Liabilities</b>          |      |                        |                    |
| Trade and other payables            |      | 48,891                 | 41,303             |
| Provisions                          |      | 9,208                  | 14,955             |
| <b>Total Current Liabilities</b>    |      | <b>58,099</b>          | <b>56,258</b>      |
| <b>TOTAL LIABILITIES</b>            |      | <b>58,099</b>          | <b>56,258</b>      |
| <b>NET ASSETS</b>                   |      | <b>2,080,367</b>       | <b>2,342,387</b>   |
| <b>EQUITY</b>                       |      |                        |                    |
| Contributed equity                  | 3    | 30,453,178             | 30,453,178         |
| Reserves                            | 4    | -                      | 99,514             |
| Accumulated losses                  |      | (28,372,811)           | (28,210,305)       |
| <b>TOTAL EQUITY</b>                 |      | <b>2,080,367</b>       | <b>2,342,387</b>   |

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

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

|   | Ordinary<br>Shares<br>\$ | Share<br>Based<br>Payments<br>Reserve<br>\$ | Investments<br>Available<br>For Sale<br>Reserve<br>\$ | Accumulated<br>Losses<br>\$ | Total<br>Equity<br>\$ |
|---|--------------------------|---|---|-----------------------------|-----------------------|
| <b>Balance at 1 July 2015</b>   | <b>30,453,178</b>        | <b>99,514</b>                               | -   | <b>(28,210,305)</b>         | <b>2,342,387</b>      |
| Net loss for the period   | -                        | -   | -   | <b>(162,506)</b>            | <b>(162,506)</b>      |
| <b>Total comprehensive loss for the period</b>  | -                        | -   | -   | <b>(162,506)</b>            | <b>(162,506)</b>      |
| <b>Transactions with owners recorded directly in equity:</b>                            |                          |   |   |                             |                       |
| Share based payments  | -                        | <b>(99,514)</b>                             | -   | -                           | <b>(99,514)</b>       |
| <b>Balance at 31 December 2015</b>  | <b>30,453,178</b>        | -   | -   | <b>(28,372,811)</b>         | <b>2,080,367</b>      |
| <b>Balance at 1 July 2014</b>   | 30,453,178               | -   | 33,750  | (27,032,556)                | 3,454,372             |
| Net loss for the period   | -                        | -   | -   | (775,885)                   | (775,885)             |
| Net fair value loss on available for sale financial assets                              | -                        | -   | (45,000)  | -                           | (45,000)              |
| Impairment losses on available for sale financial assets transferred to profit and loss | -                        | -   | 11,250  | -                           | 11,250                |
| <b>Total comprehensive loss for the period</b>  | -                        | -   | (33,750)  | (775,885)                   | (809,635)             |
| <b>Transactions with owners recorded directly in equity:</b>                            |                          |   |   |                             |                       |
| Share based payments  | -                        | 40,458                                      | -   | -                           | 40,458                |
| <b>Balance at 31 December 2014</b>  | <b>30,453,178</b>        | <b>40,458</b>                               | -   | <b>(27,808,441)</b>         | <b>2,685,195</b>      |

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

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2015

|  | Half year Ended<br>31 December 2015<br>\$ | Half year Ended<br>31 December 2014<br>\$ |
|--|---|---|
| <b>Cash flows from operating activities</b>          |   |   |
| Payments to suppliers and employees                  | (377,070)                                 | (995,079)                                 |
| Interest received                                    | 30,537                                    | 56,379                                    |
| <b>Net cash used in operating activities</b>         | <b>(346,533)</b>                          | <b>(938,700)</b>                          |
| <b>Cash flows from investing activities</b>          |   |   |
| Proceeds from sale of available-for-sale investments | 106,962                                   | -   |
| <b>Net cash inflow from investing activities</b>     | <b>106,962</b>                            | <b>-</b>                                  |
| <b>Cash flows from financing activities</b>          |   |   |
| Other financing activities                           | -   | -   |
| <b>Net cash inflow from financing activities</b>     | <b>-</b>                                  | <b>-</b>                                  |
| Net decrease in cash and cash equivalents held       | (239,571)                                 | (938,700)                                 |
| Cash and cash equivalents at 1 July                  | 2,301,494                                 | 3,589,524                                 |
| <b>Cash and cash equivalents at 31 December</b>      | <b>2,061,923</b>                          | <b>2,650,824</b>                          |

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

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2015

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This general purpose financial report for the interim half year reporting period ended 31 December 2015 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report of WCP Resources Limited for the year ended 30 June 2015 and any public announcements made by WCP Resources Limited and its controlled entities during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

#### (a) Basis of Preparation of Half year Financial Report

The consolidated financial statements have been prepared on the basis of historical cost, 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 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 annual financial report for the financial year ended 30 June 2015, other than as detailed below.

#### (b) New Accounting Policies

In the current period, the Group has adopted all of the new and revised standards, interpretations and amendments that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2015. New and revised standards and amendments thereof and interpretations effective for the current half-year that are relevant to the Group include:

- AASB 1 *First-time Adoption of Australian Accounting Standards* (meaning of 'effective IFRSs');
- AASB 2 *Share-based Payment* (definitions of vesting conditions);
- AASB 3 *Business Combinations* (accounting for contingent consideration in a business combination);
- AASB 3 *Business Combinations* (scope exceptions for joint ventures);
- AASB 8 *Operating Segments* (aggregation of operating segments);
- AASB 8 *Operating Segments* (reconciliation of the total of the reportable segments' assets to the entity's assets);
- AASB 13 *Fair Value Measurement* (scope of paragraph 52 – portfolio exception);
- AASB 13 *Fair Value Measurement* (short term receivables and payables);
- AASB 116 *Property, Plant and Equipment* and AASB 138 *Intangible Assets* (revaluation method – proportionate restatement of accumulated depreciation/amortisation); and
- AASB 124 *Related Party Disclosures* (key management personnel).

The adoption of new and revised standards and amendments has not affected the amounts reported for the current or prior half year periods. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

**NOTES TO THE FINANCIAL STATEMENTS**  
 FOR THE HALF YEAR ENDED 31 DECEMBER 2015  
 (Continued)

**2. REVENUE, INCOME AND EXPENSES**

|  | 31 December 2015<br>\$ | 31 December 2014<br>\$ |
|--|------------------------|------------------------|
| <b>(a) Revenue</b>                                       |                        |                        |
| Interest revenue   | 27,746                 | 36,468                 |
|  | <b>27,746</b>          | <b>36,468</b>          |
| <b>(b) Other Income</b>                                  |                        |                        |
| Net gain on sale of available-for-sale investments       | 95,711                 | -                      |
| Reversal of prior year share based payments <sup>1</sup> | 99,514                 | -                      |
|  | <b>195,225</b>         | <b>-</b>               |
| <b>(c) Other expenses</b>                                |                        |                        |
| Impairment of available-for-sale investments             | -                      | (11,250)               |
| Share based payments expense                             | -                      | (40,458)               |
| Write-off of plant and equipment                         | -                      | (4,739)                |
|  | <b>-</b>               | <b>(56,447)</b>        |

**Notes:**

<sup>1</sup> This amount relates to the reversal of share based payment expenses recognised in prior years after revising the estimate of the number of Performance Rights previously granted to key employees and consultants that are expected to vest.

**3. CONTRIBUTED EQUITY**

|  | 31 December 2015<br>\$ | 30 June 2015<br>\$ |
|--|------------------------|--------------------|
| <b>(a) Issued and Unissued Capital</b>                             |                        |                    |
| 397,808,129 (30 June 2015: 397,808,129) fully paid ordinary shares | 30,453,178             | 30,453,178         |
| Nil (30 June 2015: 3,000,000) unissued milestone shares            | -                      | -                  |
|  | <b>30,453,178</b>      | <b>30,453,178</b>  |

**NOTES TO THE FINANCIAL STATEMENTS**  
 FOR THE HALF YEAR ENDED 31 DECEMBER 2015  
 (Continued)

**4. RESERVES**

|  | 31 December 2015<br>\$ | 30 June 2015<br>\$ |
|--|------------------------|--------------------|
| <b>(a) Reserves</b>                    |                        |                    |
| Share based payments reserve           | -                      | 99,514             |
| Investments available-for-sale reserve | -                      | -                  |
|  | -                      | 99,514             |

**5. EXPLORATION AND EVALUATION ASSETS**

|   | 31 December 2015<br>\$ | 30 June 2015<br>\$ |
|---|------------------------|--------------------|
| <b>Areas of interest:</b>                                   |                        |                    |
| Al Hariqah Gold Project                                     | -                      | -                  |
| Yalgoo Gold Project   | <b>52,022</b>          | 52,022             |
| <b>Carrying amount at the end of the period<sup>1</sup></b> | <b>52,022</b>          | 52,022             |

**Notes:**

<sup>1</sup> The ultimate recoupment of costs carried for exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective areas. The carrying values above are based upon the Company's assumption that the exploration licenses will be renewed when required, subject to the Company meeting its agreed budgets and work programs. No impairment indicators have been identified by management and the exploration program continues on each area of interest.

**6. AVAILABLE FOR SALE FINANCIAL ASSETS**

|   | 31 December 2015<br>\$ | 30 June 2015<br>\$ |
|---|------------------------|--------------------|
| <b>At fair value:</b>                   |                        |                    |
| Shares – Australian listed <sup>1</sup> | -                      | 11,250             |

**Notes:**

<sup>1</sup> During the half year, the company sold its available-for-sale investments comprising of 3,750,013 listed shares held in Raya Group Limited (ASX:RYG) for net proceeds of \$106,962.

**7. DIVIDENDS PAID OR PROVIDED FOR**

No dividend has been paid or provided for during the half year (31 December 2014: nil).

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE HALF YEAR ENDED 31 DECEMBER 2015

(Continued)

#### 8. SEGMENT INFORMATION

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Consolidated Entity that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

The Consolidated Entity has two operating segments, being Western Australia Exploration (Yalgoo Project) and Republic of Yemen Exploration (Al Hariqah Project). Information regarding these segments is reported below.

| Half year ended<br>31 December 2015 | Western<br>Australia<br>Exploration<br>\$ | Republic of<br>Yemen<br>Exploration<br>\$ | Unallocated <sup>1</sup><br>\$ | Total<br>\$ |
|-------------------------------------|---|---|--------------------------------|-------------|
| Segment revenue                     | -   | -   | 27,746                         | 27,746      |
| Segment loss                        | (12,490)                                  | -   | (150,016)                      | (162,506)   |
| Segment assets                      | 52,022                                    | -   | 2,138,466                      | 2,138,466   |
| Segment liabilities                 | -   | -   | 58,099                         | 58,099      |
| Additions to non-current assets     | -   | -   | -                              | -           |

**Notes:**

<sup>1</sup> Unallocated segment revenues and expenses relate to interest income and overhead expenses that arise at corporate level that cannot be directly allocated to the above exploration segments on reasonable basis. Unallocated segment assets and liabilities comprise cash and cash equivalents, available for sale financial assets and other assets and liabilities that cannot be directly allocated to the above exploration segments on reasonable basis.

#### 9. CONTINGENT ASSETS AND LIABILITIES

There has been no change in contingent assets or liabilities since the date of the last annual report.

#### 10. FINANCIAL INSTRUMENTS

##### (a) Fair Value Measurement

At 31 December 2015, the Group had no material financial assets and liabilities that are measured on a recurring basis and at 31 December 2015, the carrying amount of financial assets and financial liabilities for the Consolidated Entity is considered to approximate their fair values.

#### 11. SUBSEQUENT EVENTS AFTER BALANCE DATE

- (a) Mr Peter Woodman resigned as Managing Director of the Company, effective from 22 January 2016; and
- (b) Mr Robert Behets was appointed as a Non-Executive Director of the Company and Mr Simon O'Loughlin resigned as a Non-Executive Director of the Company, effective from 25 February 2016.

Other than the above, at the date of this report there are no other significant events occurring after balance date requiring disclosure.

The Board of Directors  
WCP Resources Limited  
Level 9, BGC Centre  
28 The Esplanade  
PERTH WA 6000

25 February 2016

Dear Board Members

## WCP Resources 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 WCP Resources Limited.

As lead audit partner for the review of the half-year financial statements of WCP Resources Limited for the half year ended 31 December 2015, 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



**Neil Smith**  
Partner  
Chartered Accountants

# Independent Auditor's Review Report to the members of WCP Resources Limited

We have reviewed the accompanying half-year financial report of WCP Resources Limited, which comprises the condensed statement of financial position as at 31 December 2015, and the condensed statement of profit or loss and other comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, 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 4 to 12.

## *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 consolidated entity's financial position as at 31 December 2015 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 WCP Resources 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 WCP Resources 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 WCP Resources 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 31 December 2015 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



**Neil Smith**  
Partner  
Chartered Accountants  
Perth, 25 February 2015