



**IRONRIDGE RESOURCES LIMITED  
AND CONTROLLED ENTITIES  
ACN 127 215 132**

**FINANCIAL REPORT  
FOR THE HALF-YEAR  
ENDED 31 DECEMBER 2015  
(UNAUDITED)**

**Registered Office & Principal Place of Business:**

**Level 27  
111 Eagle Street  
Brisbane QLD 4000**

## DIRECTORS' REPORT

Your Directors submit their report for the half-year ended 31 December 2015.

### DIRECTORS

The names of the Directors in office during the financial period and up to the date of this report are:-

Nicholas Mather  
Vincent Mascolo  
Geoffrey (Stuart) Crow  
Neil Herbert - appointed 12 February 2015  
Bastiaan H van Aswegen - appointed 12 February 2015  
Alistair McAdam - appointed 12 February 2015  
Tsuyoshi Ueda - appointed 25 May 2015

### CORPORATE STRUCTURE

IronRidge Resources Limited ("IronRidge") is a company limited by shares that is incorporated and domiciled in Australia. It was converted to a public company on 22 August 2011 and was admitted to AIM on 12 February 2015.

IronRidge Resources Limited's registered office is at Level 27, 111 Eagle Street, Brisbane.

### PRINCIPAL ACTIVITIES

IronRidge is a mineral exploration company with assets in Africa and Australia. The Company's flagship project is located in Gabon, West Africa with permits in two areas - Belinga Sud and Tchibanga. These permits cover a total area of 3,953km<sup>2</sup> and were awarded by the Minister for Mines and Industry in June 2013. IronRidge's corporate strategy is to create and sustain shareholder value through the discovery of world-class and globally demanded commodities.

#### *Tchibanga:*

Located in south-western Gabon, in the Nyanga Province, within 10-60km of the Atlantic coastline. This project comprises two exploration licenses, Tchibanga and Tchibanga Nord, which cover a combined area of 3,376km<sup>2</sup> and include over 90km of prospective lithologies and the historic Mont Pele iron occurrence.

#### *Belinga Sud:*

Located in the north east of Gabon in the Ogooue-Ivindo Province, approximately 400km east of the capital city of Libreville. IRR's licence lies between the main Belinga Iron Ore Deposit, believed to be one of the world's largest untapped reserves of iron ore with an estimated 1bt of iron ore at a grade >60% Fe, and the route of the Trans Gabonese railway, which currently carries manganese ore and timber from Franceville to the Port of Owendo in Libreville.

#### *Australia:*

IronRidge has two assets in Australia, Monogorilby and Quaggy. Monogorilby is prospective for titanium oxides and bauxite whilst Quaggy has shown strong anomalies of platinum palladium nickel cobalt and copper.

### SIGNIFICANT EVENTS AFTER BALANCE DATE

On 21 January 2016, a total of 1.5 million unlisted employment options were allotted to Mr. Len Kolff, the Company's Exploration and Gabonese Country Manager, as follows:

- 400,000 options exercisable at 5 pence each through to 20 January 2017;
- 500,000 options exercisable at 7.5 pence each through to 20 January 2018; and
- 600,000 options exercisable at 10 pence each through to 20 January 2019.

As a result of this allotment, the Company now has a total of 236,612,203 ordinary shares of no par value and 14,770,000 unlisted options on issue.

There have been no other events since the end of the half year that impact the financial report as at 31 December 2015.

Directors' Report (continued)

REVIEW AND RESULTS OF OPERATIONS

The Company continued exploration activities in Gabon, West Africa and Australia during the second half of 2015. Extensive field mapping, rock chip sampling, pitting, geophysical surveys and auger drilling programmes were completed during the period focusing on iron ore in Gabon and titanium and bauxite in Australia.

Gabon, West Africa - Iron Ore

The IronRidge projects in Gabon, West Africa, are shown in Figure 1. Gabon's economy is largely based on oil and hardwood, however it is also a region recognized for iron ore. The stable Gabonese Government is promoting mining investment and the Country already has substantial rail and port infrastructure in place.



Figure 1: IronRidge Resources Gabon Tenement Locations

**Directors' Report (continued)**

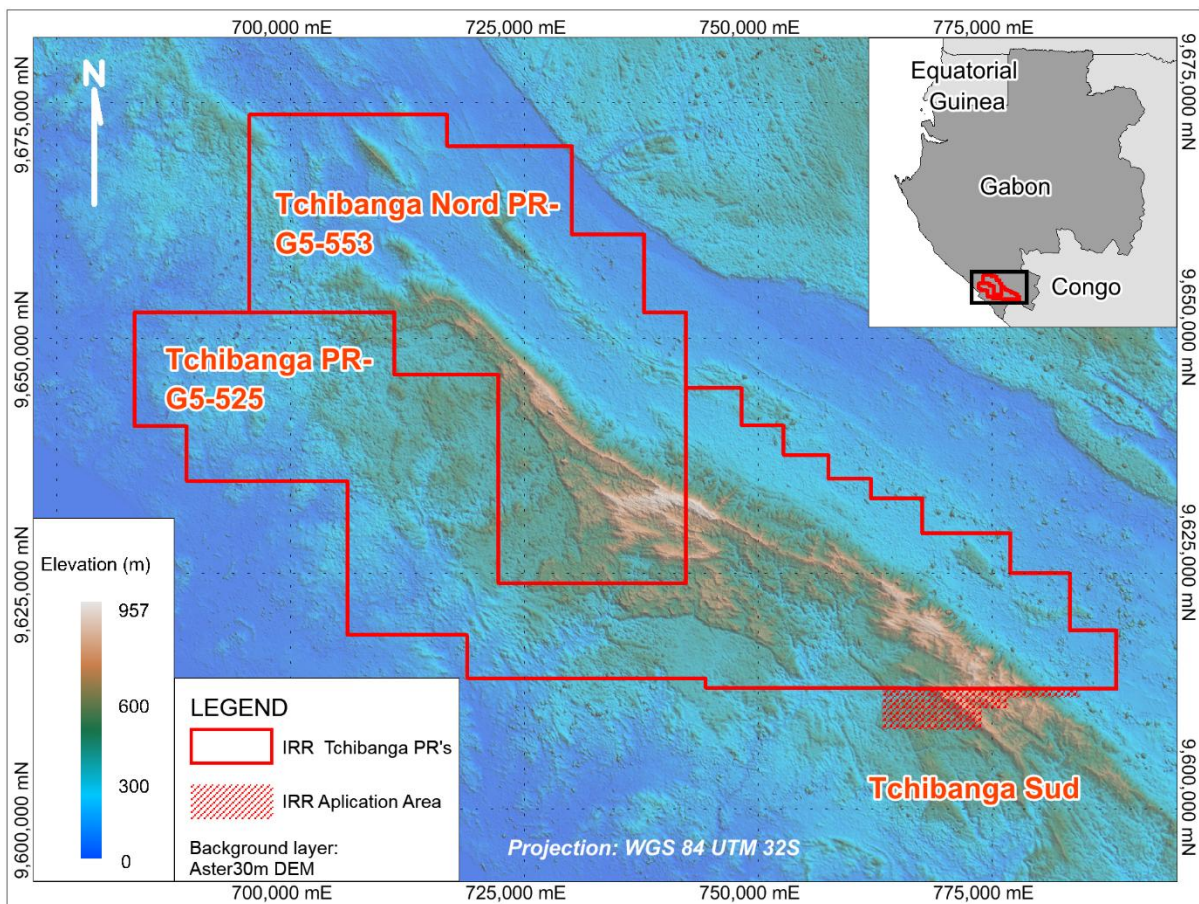
**REVIEW AND RESULTS OF OPERATIONS (continued)**

The Tchibanga exploration license (see Figure 2) covers 1,977km<sup>2</sup>, is along strike from known iron ore occurrences and is proximal to the proposed port of Mayumba.

Given its proximity to the coast, field work continued on this project area. Field work consisted of extensive mapping and rock chip sampling along geophysical and historical iron ore occurrence targets. A total of 11 target areas were assessed, 350 line kilometres traversed, 390 rock chips and 139 soil samples collected. Detailed WorldDEM satellite topographic data was acquired over the project area to better define plateau margins.

Mapping, pitting and assay results confirmed the presence of iron rich duricrust and canga type iron ore mineralization at average 44% Fe (maximum 57.8% Fe) and low contaminants forming surface weathering enriched plateaus over a combined surface area of 2.3km<sup>2</sup> in the south-eastern portion of the project area. Given mineralization defined was open to the south, an additional license application (Tchibanga Sud) was submitted to the Ministry of Mines and Industry during the period.

A follow-up ground penetrating radar ('GPR') geophysical programme was completed over the most significant iron enriched plateaus to assess depth potential in conjunction with geological mapping depth estimates from plateau margins. A total of 14 line Km of GPR profiles were completed over a 1 month period, processed and interpreted. Field mapping and GPR results suggest an undulating surface weathering enrichment profile between 2m to 10m thick from surface.



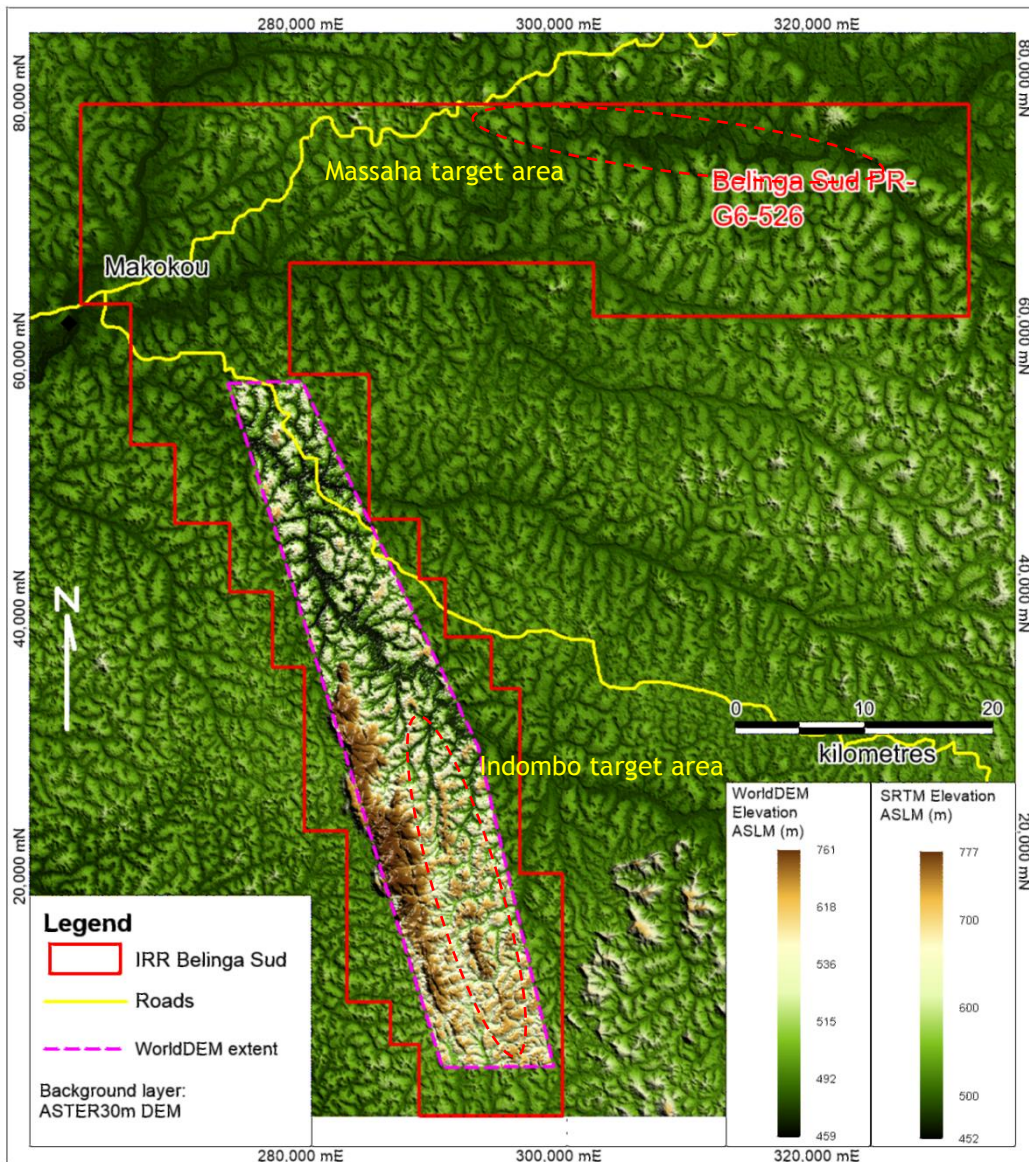
**Figure 2: Tchibanga Project, Gabon, West Africa**

**Directors' Report (continued)**

**REVIEW AND RESULTS OF OPERATIONS (continued)**

The Belinga Sud exploration license (see Figure 3) covers 1,976 km<sup>2</sup> and hosts hematite in conventional Banded Iron Formations (BIF). The license is directly south of the Belinga Iron Ore deposit (860 Mt @ 63% Fe, non JORC), and 50km from the Trans-Gabonese rail line. The tenement contains several exploration targets evident from aeromagnetic anomalies and preliminary field reconnaissance, with the potential for an initial direct shipping (DSO) project.

Five key target areas; Indombo (Central, South and North) and Massaha (East and West) were defined from the regional aeromagnetics survey for ground follow-up during the reporting period. Detailed WorldDEM satellite topographic data was acquired to better define targets and access over the Indombo area. A total of 165 line kilometres was traversed and mapped over the five target areas, with a total of 90 samples collected for assay and dispatched.



**Figure 3: Belinga Sud Project, Gabon, West Africa**

Directors' Report (continued)

REVIEW AND RESULTS OF OPERATIONS (continued)

Over 10km strike of iron formation has been defined at Indombo, split over three discrete target areas (see figure 4), and over 3km strike at Massaha. Widths of iron formation are poorly constrained due to thick vegetation cover; however, mapping and landforms suggests widths of between 50m up to 300m wide.

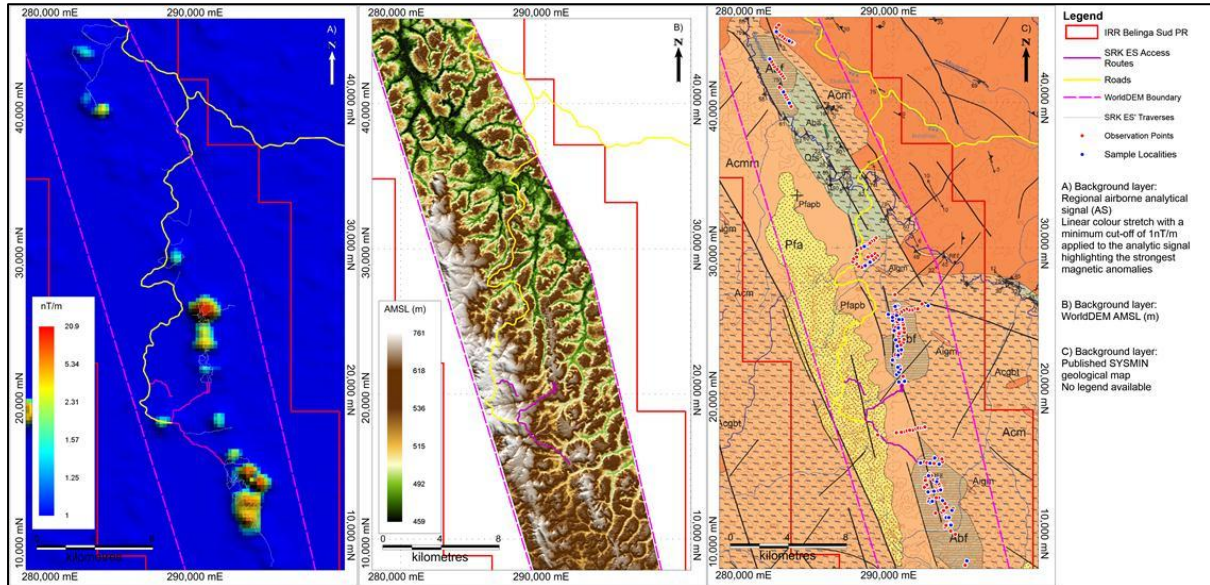


Figure 4: Summary of ground coverage at Indombo overlaid on the analytic signal (left), WorldDEM (centre) and geology (right) at the Belinga Sud Project

Directors' Report (continued)

REVIEW AND RESULTS OF OPERATIONS (continued)

Australia - Bauxite, Titanium & Iron Ore

IronRidge Resources has an extensive ground holding in central-southern Queensland (see Figure 5) prospective for bauxite, titanium and iron ore. The Company initially targeted the area for titanium and subsequently through auger drilling defined bauxite mineralization in addition to minor iron ore. Further applications were submitted as it was recognized that bauxite mineralization was potentially more extensive and in some cases partially blind.

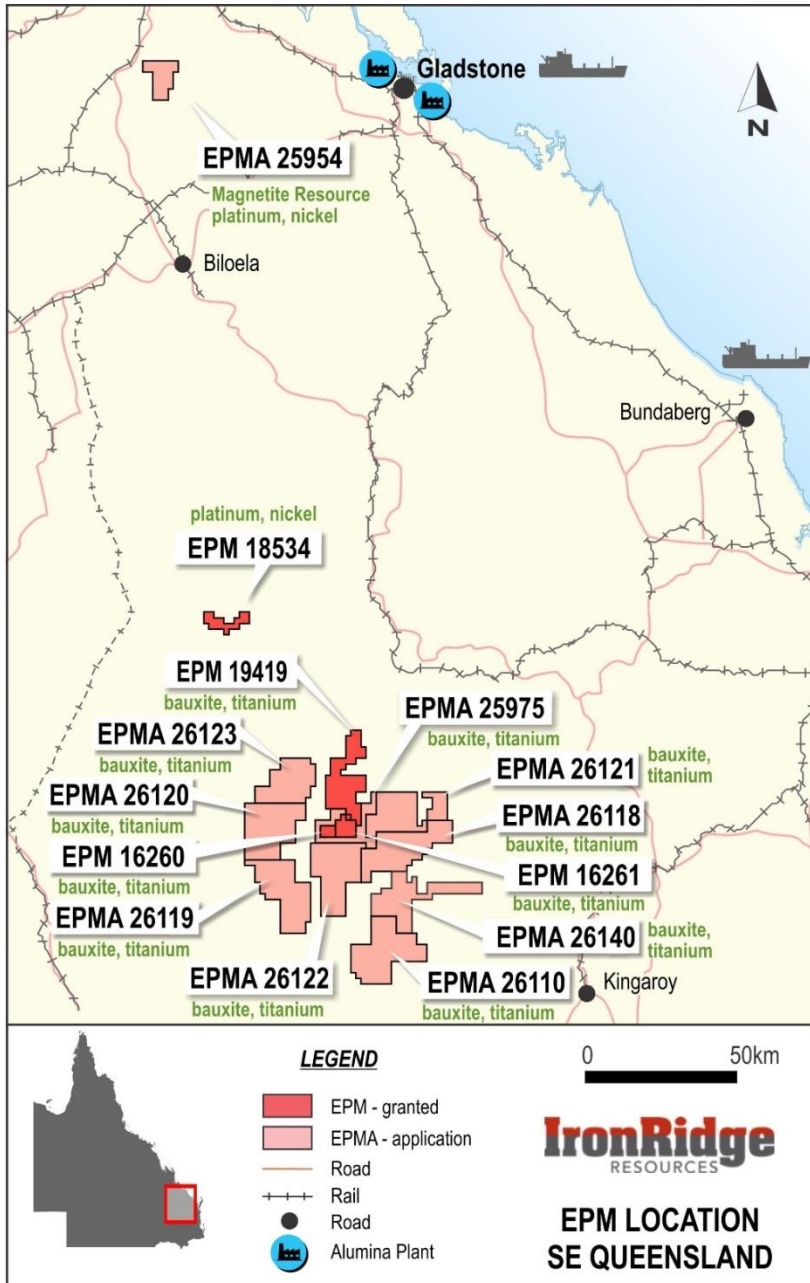


Figure 5: IronRidge Australian tenement holdings and applications.

**Directors' Report (continued)****REVIEW AND RESULTS OF OPERATIONS (continued)**

Bauxite mineralization appears to be associated with more felsic volcanic units and in particular a felsic volcanic tuff. Both surface 'plateau' type bauxite mineralization and partially covered or 'blind' 'valley-fill' type bauxite mineralization and targets have been recognized. Both styles of mineralisation are dominantly gibbsitic and the latter contains a higher proportion of Al<sub>2</sub>O<sub>3</sub> with less contaminants.

A drilling program undertaken in late 2011 targeting titanium at Monogorilby (EPM16261) revealed that the top 11 metres of the deposit is extensive and homogeneous, averaging >4.5% TiO<sub>2</sub> (max value 13.8%) in addition to bauxite and iron ore mineralisation. X-Ray Diffraction (XRD) analysis indicates the mineralogy of the titanium to be rutile and titanium associated with goethite, and preliminary metallurgical test results produced an intermediate product that may be suitable for hydrometallurgical processing.

Subsequent to the reporting period an infill and extension resource drilling and resource estimation programme was commenced in addition to a metallurgical test-work programme. Metallurgical test-work was designed to assess how amenable the mineralization is to generating bauxite, titanium and potentially iron concentrates through both beneficiation and hydrometallurgical test-work. The resource estimation and metallurgical test-work programmes are ongoing and the results of which will be announced to the market in due course.

The loss after income tax for the Group for the half-year ended 31 December 2015 was A\$648,702 (31 December 2014 loss of A\$417,572).

Signed in accordance with a resolution of the Board of Directors:



Vincent Mascolo  
Managing Director and CEO  
Brisbane  
Date: 24 March 2016

**COMPETENT PERSON STATEMENT**

The information in this Report that relates to Exploration Targets, Exploration Results or Mineral Resources is based on information compiled by Mr. Nicholas Mather B.Sc. (Hons) Geol., who is a Member of The Australian Institute of Mining and Metallurgy. Mr. Mather is employed by Samuel Capital Pty Ltd, which provides certain consultancy services including the provision of Mr. Mather as an Executive Director of IronRidge Resources.

Mr. Mather has more than five years' experience which is relevant to the style of mineralisation and type of deposit being reported and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves' (the JORC Code). This public report is issued with the prior written consent of the Competent Person(s) as to the form and context in which it appears.



**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
For the half year ended 31 December 2015

	Notes	31 December 2015 A\$ (Unaudited)	31 December 2014 A\$ (Unaudited)
<b>Revenue</b>	3	<b>624</b>	<b>471</b>
Administration and consulting expenses		641,264	401,040
Depreciation		1,650	2,210
Exploration costs written off		2,871	-
Legal expenses		3,541	14,793
<b>(Loss) before income tax</b>	4	<b>(648,702)</b>	<b>(417,572)</b>
Income tax expense		-	-
<b>(Loss) for the period</b>		<b>(648,702)</b>	<b>(417,572)</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the period</b>		<b>(648,702)</b>	<b>(417,572)</b>

<b>Earnings per share</b>		<b>Cents per share</b>	<b>Cents per share</b>
Basic earnings per share	5	(0.3)	(0.3)
Diluted earnings per share	5	(0.3)	(0.3)

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

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
As at 31 December 2015

	Notes	31 December 2015 A\$ (Unaudited)	30 June 2015 A\$ (Audited)
<b>Current assets</b>			
Cash and cash equivalents		12,903,607	14,947,231
Trade and other receivables		52,461	36,154
Other current assets		-	-
<b>Total current assets</b>		<b>12,956,068</b>	<b>14,983,385</b>
<b>Non-current assets</b>			
Other financial assets		53,666	53,666
Property, plant and equipment		7,118	8,768
Exploration and evaluation assets		4,750,232	3,117,009
<b>Total non-current assets</b>		<b>4,811,016</b>	<b>3,179,443</b>
<b>Total assets</b>		<b>17,767,084</b>	<b>18,162,828</b>
<b>Current liabilities</b>			
Trade and other payables		531,998	279,040
Non-Interest-bearing loans		-	-
<b>Total current liabilities</b>		<b>531,998</b>	<b>279,040</b>
<b>Total liabilities</b>		<b>531,998</b>	<b>279,040</b>
<b>Net assets</b>		<b>17,235,086</b>	<b>17,883,788</b>
<b>Equity</b>			
Issued capital	6	25,777,728	25,777,728
Reserves		171,711	171,711
Accumulated losses		(8,714,353)	(8,065,651)
<b>Total equity attributable to owners of IronRidge Resources Limited</b>		<b>17,235,086</b>	<b>17,883,788</b>

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

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
For the half year ended 31 December 2015

	Issued Capital	Accumulated Losses	Share Based Payments Reserve	Total Equity
	A\$ (Unaudited)	A\$ (Unaudited)	A\$ (Unaudited)	A\$ (Unaudited)
<b>Balance at 1 July 2014</b>	<b>6,661,258</b>	<b>(6,027,577)</b>	<b>171,711</b>	<b>805,392</b>
Loss for the period	-	(417,572)	-	(417,572)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	(417,572)	-	(417,572)
Shares issued during the period	574,618	-	-	574,618
Share issue costs	-	-	-	-
<b>Balance at 31 December 2014</b>	<b>7,235,876</b>	<b>(6,445,149)</b>	<b>171,711</b>	<b>962,438</b>
Loss for the period	-	(1,620,502)	-	(1,620,502)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	(1,620,502)	-	(1,620,502)
Shares issued during the period	19,178,655	-	-	19,178,655
Share issue costs	(636,803)	-	-	(636,803)
<b>Balance at 30 June 2015</b>	<b>25,777,728</b>	<b>(8,065,651)</b>	<b>171,711</b>	<b>17,883,788</b>
Loss for the period	-	(648,702)	-	(648,702)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	(648,702)	-	(648,702)
<b>Balance at 31 December 2015</b>	<b>25,777,728</b>	<b>(8,714,353)</b>	<b>171,711</b>	<b>17,235,086</b>

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

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the half year ended 31 December 2015

	Notes	31 December 2015 A\$ (Unaudited)	31 December 2014 A\$ (Unaudited)
<b>Cash flows from operating activities</b>			
Payments to suppliers and employees		(1,126,744)	(84,897)
Interest received	3	624	471
Interest paid		-	-
<b>Net cash flows from operating activities</b>		<b>(1,126,120)</b>	<b>(84,426)</b>
<b>Cash flows from investing activities</b>			
Refund for security deposits		-	-
Payments for exploration and evaluation assets		(1,054,644)	(52,551)
<b>Net cash flows from investing activities</b>		<b>(1,054,644)</b>	<b>(52,551)</b>
<b>Cash flows from financing activities</b>			
Proceeds from the issue of shares		-	574,618
Transactions costs on the issue of shares		-	-
Borrowings from related parties - DGR Global Ltd		-	12,493
Prepayment of IPO costs		-	(259,632)
<b>Net cash flows from financing activities</b>		<b>-</b>	<b>327,479</b>
Net increase in cash and cash equivalents		(2,180,764)	190,502
Cash and cash equivalents at the beginning of the period		14,947,231	27,600
Foreign exchange impact on cash		137,140	-
<b>Cash and cash equivalents at the end of the period</b>		<b>12,903,607</b>	<b>218,102</b>

The above 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

#### Note 1: Summary of Significant Accounting Policies

##### Corporate information

The consolidated financial report of IronRidge Resources Limited (the “Company”) for the half-year ended 31 December 2015 was authorised for issue in accordance with a resolution of the Directors on 24 March 2016. IronRidge Resources Limited (the Parent) is a public company limited by shares incorporated and domiciled in Australia. The Company’s registered office is located at Level 27, 111 Eagle Street, Brisbane, QLD 4000.

##### Basis of preparation

This half-year financial report for the period ended 31 December 2015 prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*, comprises the Company and its subsidiaries (together referred to as the “Group”).

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial report.

Accordingly, this half year financial report is to be read in conjunction with the annual financial report for the year ended 30 June 2015 and any public announcements made by the Company during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

##### Going concern

The half year financial report has been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business. The Group has not generated revenues from operations. As such, the Group’s ability to continue to adopt the going concern assumption will depend upon a number of matters including subsequent successful raisings in the future of necessary funding and the successful exploration and subsequent exploitation of the Group’s tenements. In the absence of these matters being successful, this may cast significant doubt on the Group’s ability to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the ordinary course of business and at amounts different from those stated in the half-year financial report. No adjustments for such circumstances have been made in the half-year financial report.

#### Note 2: Segment Information

The Group has identified its operating segment based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Group is managed primarily on a geographic basis, that is, the location of the respective areas of interest (tenements) in Queensland, and Gabon. Operating segments are determined on the basis of financial information reported to the Board for the Group as a whole. The Group does not yet have any products or services from which it derives an income.

Accordingly, management currently identifies the Group as having only one reportable segment, being exploration for base and precious metals. The financial results from this segment are equivalent to the financial statements of the Group. There have been no changes in the operating segments during the half year.

##### *Geographical information*

	Geographical - non-current assets	
	31 December 2015	30 June 2015
	\$	\$
	(Unaudited)	(Audited)
Australia	1,158,915	946,850
Gabon	3,591,317	2,232,593
	<b>4,750,232</b>	<b>3,179,443</b>

## NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2015

	31 December 2015 A\$ (Unaudited)	31 December 2014 A\$ (Unaudited)
<b>Note 3: Revenue</b>		
- Interest received	624	471
<b>Total Revenue</b>	<b>624</b>	<b>471</b>

(a) Interest revenue from:		
- Cash deposits held with financial institutions	624	471
<b>Total Interest Revenue</b>	<b>624</b>	<b>471</b>

### Note 4: Profit / (Loss)

Included in the profit / (loss) are the following specific expenses:

Depreciation		
- Office equipment	300	404
- Plant and equipment	1,350	1,806
Defined contribution superannuation expense	10,594	-

### Note 5: Earnings Per Share (EPS)

#### (a) Earnings

Earnings used to calculate basic and diluted EPS	(648,702)	(417,572)
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#### (b) Weighted average number of shares and options

Weighted average number of ordinary shares outstanding during the period, used in calculating basic earnings per share

Number of Shares	Number of Shares
236,612,203	121,551,229
-	-
<b>236,612,203</b>	<b>121,551,229</b>

Weighted average number of dilutive options outstanding during the period

Weighted average number of ordinary shares and potential ordinary shares outstanding during the period, used in calculating diluted earnings per share

The options are considered non-dilutive as they were out of the money. Options may become dilutive in the future.

	31 December 2015 A\$ (Unaudited)	30 June 2015 A\$ (Audited)
<b>Note 6: Issued Capital</b>		
<b>(a) Issued and paid up capital</b>		
Ordinary shares fully paid	26,485,820	26,485,820
Share issue costs	(708,092)	(708,092)
	<b>25,777,728</b>	<b>25,777,728</b>

Ordinary shares participate in dividends and the proceeds on winding up the Company. At shareholder meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on show of hands.

## NOTES TO THE FINANCIAL STATEMENTS

### For the half year ended 31 December 2015

#### Note 6: Issued Capital (continued)

(b) Reconciliation of issued and paid-up capital	Number of Shares	A\$
At 1 July 2014	135,907,155	6,661,258
Shares issued for cash (US\$0.12 per share, equivalent to \$0.138 per share - 24/11/14)	4,166,666	574,618
Shares issued for cash (£0.10 per share, equivalent to \$0.20 per share - 11/02/15, net of share issue costs)	96,538,382	18,541,852
At 30 June 2015	<b>236,612,203</b>	<b>25,777,728</b>
At 31 December 2015	<b>236,612,203</b>	<b>25,777,728</b>

#### Note 7: Contingent Assets and Contingent Liabilities

The Directors are not aware of any contingent assets or contingent liabilities at the date of this report.

#### Note 8: Financial Instruments

There are no financial assets or liabilities measured at fair value in the statement of financial position.

The carrying value of all financial assets and liabilities not measured at fair value in the statement of financial position approximate their fair value.

#### Note 9: Subsequent Events

On 21 January 2016, a total of 1.5 million unlisted employment options were allotted to Mr. Len Kolff, the Company's Exploration and Gabonese Country Manager, as follows:

- 400,000 options exercisable at 5 pence each through to 20 January 2017;
- 500,000 options exercisable at 7.5 pence each through to 20 January 2018; and
- 600,000 options exercisable at 10 pence each through to 20 January 2019.

As a result of this allotment, the Company now has a total of 236,612,203 ordinary shares of no par value and 14,770,000 unlisted options on issue.

There have been no other events since the end of the half year that impact the financial report as at 31 December 2015.

## DIRECTORS' DECLARATION

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

In the opinion of the directors:

1. The attached half-year financial report and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
  - (a) Giving a true and fair view of the financial position as at 31 December 2015 and the performance for the half-year ended on that date of the consolidated entity; and
  - (b) Complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.
2. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



Vincent Mascolo  
Director  
Brisbane  
Date: 24 March 2016