



# ENTERPRISE METALS LIMITED

(PREVIOUSLY REVERE MINING LIMITED)

ACN 123 567 073

---

## Interim Financial Report for the half year ended 31 December 2009

**Note:**

The information contained herein should be read in conjunction with the most recent annual report.

Enterprise Metals Limited  
Level 1, 640 Murray Street  
WEST PERTH WA 6005  
Telephone 08 6468 0388  
Fax 08 9228 0704

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
**INTERIM FINANCIAL REPORT DECEMBER 2009**

**DIRECTORS' REPORT**

Your directors submit the financial report of the consolidated entity for the half-year ended 31 December 2009.

**DIRECTORS**

The names of directors who held office during or since the end of the half-year:

Paul Larsen	Chairman (Non-executive Director)
Dermot Ryan	Managing Director since 14 October 2008
Bruce Hawley	Executive Director since 14 October 2008,

**REVIEW OF OPERATIONS**

During the half year in review, the Company completed a number of Corporate and Exploration activities.

**Corporate**

During the half year in review, the Company completed a non-renounceable Entitlement Offer to Shareholders. The Company allotted 15,209,743 Shares and 16,209,743 Options to raise \$2,281,461.

**Exploration**

The Company continued its exploration activities of its Projects in Western Australia including:

- Gold Projects – Darlot, Revere, Wattagee, and Fraser Range
- Uranium Projects – Yalgoo, Byro, Maitland, Lake Mason, Darlot, and Sylvania
- Iron Ore – Sylvania, Earraheedy, Fraser Range, and Eucla

Specific Activities undertaken by the Company include:

- The Department of mines has approved a drilling program at Wattagee to test for base metal and gold targets.
- At the Revere project, reverse circulation drill testing of various gold/copper and geophysical targets in the Yerrida Basin was completed.
- Two additional VTEM surveys were flown, at Donald Well and West Ruby Bore. Targets from these surveys remain to be followed up.
- At Yalgoo, a detailed magnetic and radiometric survey defined a significant 30km long uranium channel anomaly within the Salt River. The anomaly is within mapped calcrete and overlies a greenstone belt.
- Gravity surveys at Eucla identified possible iron oxide/copper-gold ("IOCG") targets.

Further information as to the Company's exploration activities can be found in the quarterly reports located on the Company website.

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES  
ABN 43 123 567 073  
INTERIM FINANCIAL REPORT DECEMBER 2009**

**AUDITOR'S DECLARATION**

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 3 for the half year ended 31 December 2009.

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

**Director**

A handwritten signature in black ink, appearing to read 'Paul Larsen', is centered within a light gray rectangular box.

---

**Paul Larsen**

Dated this 12<sup>th</sup> Day of March 2010

For personal use only

10 Kings Park Road  
West Perth WA 6005  
PO BOX 570  
West Perth WA 6872

T +61 8 9480 2000  
F +61 8 9322 7787  
E [admin@gtwa.com.au](mailto:admin@gtwa.com.au)  
W [www.grantthornton.com.au](http://www.grantthornton.com.au)

**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE DIRECTORS OF ENTERPRISE METALS LIMITED**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Enterprise Metals Limited for the half-year ended 31 December 2009, I declare that, to the best of my knowledge and belief, there have been:

- a No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b No contraventions of any applicable code of professional conduct in relation to the review.

GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants



J W Vibert  
Director – Audit & Assurance Services

Perth, 12 March 2010

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
**INTERIM FINANCIAL REPORT DECEMBER 2009**

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 31 DECEMBER 2009**

	<b>Economic Entity</b>	
	<b>31 Dec 2009</b>	<b>31 Dec 2008</b>
	<b>\$</b>	<b>\$</b>
Interest Income	17,523	-
Other Income	121,171	81,741
Accounting and Audit Fees	(17,079)	3,484
Share registry and Listing Fees	(70,241)	(17,250)
Employee Benefit Expense	(117,475)	(111,902)
Share-based payments expense	-	(243,000)
Computers and Software expenses	(489)	(375)
Depreciation	(5,180)	(1,368)
Insurance expenses	(15,474)	(267)
Investor Relations	(5,356)	(3,883)
Exploration Expenses not capitalised	(53,166)	10,433
Impairment of Capitalised Exploration Expenses	(62,093)	-
Office rent	(7,588)	(47,087)
Office equipment and supplies	(6,826)	(21,089)
Other expenses	(29,735)	(19,026)
Loss before income tax	(252,008)	(369,589)
Income tax expense	-	-
Loss for the period	(252,008)	(369,589)
<b>Other comprehensive income</b>		
Other comprehensive income	-	-
Other comprehensive income for the period, net of tax	-	-
<b>Total other comprehensive income for the period</b>	-	-
<b>Loss attributable to members of the parent entity</b>	(252,008)	(369,589)
<b>Total comprehensive income attributable to members of the parent entity</b>	(252,008)	(369,589)
<b>Overall Operations:</b>		
Basic/diluted loss per share (cents per share)	(0.28)	(0.68)

The accompanying notes form part of these financial statements.

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
INTERIM FINANCIAL REPORT DECEMBER 2009

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2009**

	Note	Economic Entity	
		31 Dec 2009 \$	30 Jun 2009 \$
<b>Current Assets</b>			
Cash and cash equivalents		1,129,967	1,036,254
Trade and other receivables		279,059	110,421
<b>Total Current Assets</b>		<b>1,409,026</b>	<b>1,146,675</b>
<b>Non-Current Assets</b>			
Plant and Equipment		38,247	8,508
Exploration and Evaluation Expenditure		12,149,177	9,989,822
Other Assets		378	529
<b>Total Non-Current Assets</b>		<b>12,187,802</b>	<b>9,998,859</b>
<b>TOTAL ASSETS</b>		<b>13,596,828</b>	<b>11,145,534</b>
<b>Current Liabilities</b>			
Trade and other payables		293,139	210,642
<b>Total Current Liabilities</b>		<b>293,139</b>	<b>210,642</b>
<b>TOTAL LIABILITIES</b>		<b>293,139</b>	<b>210,642</b>
<b>NET ASSETS</b>		<b>13,303,689</b>	<b>10,934,892</b>
<b>Equity</b>			
Issued Capital	3	13,830,903	11,210,098
Reserves		877,150	877,150
Accumulated Losses		(1,404,364)	(1,152,356)
<b>TOTAL EQUITY</b>		<b>13,303,689</b>	<b>10,934,892</b>

The accompanying notes form part of these financial statements.

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
INTERIM FINANCIAL REPORT DECEMBER 2009

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

	Share Capital Ordinary	Option Premium Reserve	Accumulated Losses	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2008</b>	5,604,598	109,800	(275,911)	5,438,487
Shares issued during the period (net of costs)	5,550,000	-	-	5,550,000
Options issued to directors during the period	-	364,500	-	364,500
Total Comprehensive Income/(Loss) for the period	-	-	(369,589)	(369,589)
<b>Balance at 31 Dec 2008</b>	11,154,598	474,300	(645,500)	10,983,398

	Share Capital Ordinary	Option Premium Reserve	Accumulated Losses	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2009</b>	11,210,098	877,150	(1,152,356)	10,934,892
Shares issued during the period (net of costs)	2,620,805	-	-	2,620,805
Total Comprehensive Income/(Loss) for the period	-	-	(252,008)	(252,008)
<b>Balance at 31 Dec 2009</b>	13,830,903	877,150	(1,404,364)	13,303,689

The accompanying notes form part of these financial statements.

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
**INTERIM FINANCIAL REPORT DECEMBER 2009**

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2009**

	Economic Entity	
	31 Dec 2009 \$	31 Dec 2008 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Payments to suppliers and employees	(421,537)	(286,317)
Interest received	17,523	81,741
Other income	133,288	-
Net cash used in operating activities	<u>(270,726)</u>	<u>(204,576)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(34,918)	-
Exploration and evaluation expenditure	(2,221,448)	(404,912)
Purchase of controlled entity, net of cash acquired	-	(23,391)
Net cash used in investing activities	<u>(2,256,366)</u>	<u>(428,303)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of shares	2,620,805	-
Net cash provided by financing activities	<u>2,620,805</u>	<u>-</u>
Net increase / (decrease) in cash held	93,713	(632,879)
Cash at beginning of period	1,036,254	2,646,960
Cash at end of period	<u>1,129,967</u>	<u>2,014,081</u>

The accompanying notes form part of these financial statements.

For personal use only



**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
**INTERIM FINANCIAL REPORT DECEMBER 2009**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE  
HALF-YEAR ENDED 31 DECEMBER 2009**

**NOTE 1: BASIS OF PREPARATION OF INTERIM REPORT**

The half-year consolidated financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and Accounting Standard AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Enterprise Metals Limited and its controlled entities. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2009 and any public announcements made by Enterprise Metals Limited and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The half-year report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements except for the adoption of the following new and revised Accounting Standards. The half-year report does not include full disclosures of the type normally included in an annual financial report.

*Going Concern*

The financial statements have been prepared on the going concern basis. As at 31 December 2009 the Group had net assets of \$13,365,782, including \$1,129,967 in cash and cash equivalents, and it continues to incur some expenditure on its exploration tenements drawing on its cash balances. The major source of liquidity for future exploration activities are traditionally the capital markets, but these have tightened during the recent international economic crisis. Positive exploration and development results will be a key factor in the Group's ability to attract funding and meet its financial commitments in future. The Directors remain confident that the Company will be successful in additional fund raising activities and have accordingly prepared the financial report on a going concern basis.

**Accounting Standards not Previously Applied**

The Group has adopted the following new and revised Australian Accounting Standards issued by the AASB which are mandatory to apply to the current interim period. Disclosures required by these Standards that are deemed material have been included in this financial report on the basis that they represent a significant change in information from that previously made available.

*Presentation of Financial Statements*

AASB 101 prescribes the contents and structure of the financial statements. Changes reflected in this financial report include:

- the replacement of Income Statement with Statement of Comprehensive Income. Items of income and expense not recognised in profit or loss are now disclosed as components of 'other comprehensive income'. In this regard, such items are no longer reflected as equity movements in the Statement of Changes in Equity;
- the adoption of the separate income statement/single statement approach to the presentation of the Statement of Comprehensive Income;
- other financial statements are renamed in accordance with the Standard.

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
**INTERIM FINANCIAL REPORT DECEMBER 2009**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE  
HALF-YEAR ENDED 31 DECEMBER 2009**

**NOTE 1: BASIS OF PREPARATION OF INTERIM REPORT**

*Operating Segments*

From 1 January 2009, operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Group's chief operating decision maker which, for the Group, is the board of directors. In this regard, such information is provided using different measures to those used in preparing the Statement of Comprehensive Income and Statement of Financial Position.

**NOTE 2: SEGMENT REPORTING**

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and allocating resources.

During the period the group operated in one business segment - mineral exploration and development in one geographical area - in Western Australia. The mineral assets held via outright ownership or joint venture are considered one business segment, and the minerals currently targeted include gold, copper and other base metals in Western Australia.

**NOTE 3: ISSUED CAPITAL**

**Ordinary Shares**

	\$	No.
At 1 July 2009	11,210,098	75,876,500
Other shares issued during the period	2,282,762	15,209,743
Options exercised during the period	481,944	1,927,777
Transactions costs relating to share issue	(143,901)	-
<b>At 31 December 2009</b>	<b>13,830,903</b>	<b>93,014,020</b>

**Options**

	Exercise Price	Expiry Date	No.
At 1 July 2009	25 cents	31 Dec 2009	2,000,000
At 1 July 2009	25 cents	22 Nov 2012	3,000,000
At 1 July 2009	50 cents	30 June 2013	2,500,000
Options issued during the period	25 cents	20 Jun 2012	16,209,743
Options exercised during the period	25 cents	31 Dec 2009	(1,000,000)
Options exercised during the period	25 cents	20 Jun 2012	(927,777)
Options expired during the period	25 cents	31 Dec 2009	(1,000,000)
<b>At 31 December 2009</b>			<b>20,781,966</b>

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
**INTERIM FINANCIAL REPORT DECEMBER 2009**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE  
HALF-YEAR ENDED 31 DECEMBER 2009**

**NOTE 4: CONTINGENT LIABILITIES**

There has been no change in contingent liabilities since the last annual reporting date.

**NOTE 5: RELATED PARTY TRANSACTIONS**

During the half year the Company paid \$738,941 to XServ, a company in which Dermot Ryan, Managing Director has an interest. At 31 December 2009, \$116,885 of this amount was owed to this company.

During the half year the Company paid \$1,421 to Phillip Hoff Taxation Consultant, a significant shareholder of Enterprise Metals Limited. At 31 December 2009, nil was owed to this company.

There were no other related party transactions.

**NOTE 6: CAPITAL COMMITMENTS**

	<b>Exploration Tenements</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Capital expenditure commitments contracted for:</b>		
Granted tenements minimum expenditure requirements		
<b>Payable:</b>		
- not later than 12 months	787,577	787,577
- between 12 months and 5 years	2,033,491	2,033,491
- greater than 5 years	-	-
	2,821,068	2,821,068
	2,821,068	2,821,068

**NOTE 7: OPERATING LEASE COMMITMENTS**

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

Office lease to 31 October 2010, and Workshop lease to 30 September 2013.

<b>Payable:</b>	<b>31 December 2009</b>	<b>30 June 2009</b>
- not later than 12 months	\$132,206	\$32,070
- between 12 months and 5 years	\$39,297	-
	\$171,503	\$32,070
	\$171,503	\$32,070

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES**  
ABN 43 123 567 073  
**INTERIM FINANCIAL REPORT DECEMBER 2009**

<b>NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2009</b>
---

**NOTE 8: EVENTS SUBSEQUENT TO REPORTING DATE**

On 20 January 2001 the Company announced it had entered into an Agreement to acquire 100% of the issued shares in Amiable Holdings Pty Ltd, whose main asset is the Byro Uranium Project. The acquisition cost is \$50,000 cash, 1,500,000 fully paid shares in the Company and a gross royalty of 1.5%.

On 3 February 2010, the Company announced it had secured options to acquire the Cunderdin Iron project and an 85% interest in the Burgess iron project. The exercise price to acquire the Cunderdin Project is \$10,000 and 3,000,000 fully paid shares in the Company. The exercise price to acquire the Burgess Project is \$100,000 and 2,000,000 fully paid shares in the Company.

On 3 February 2010, the Company announced it was offering shareholders the opportunity to participate in the Company Share Purchase plan at a price of 20 cents per Share. The plan raised \$1,511,364 with the allotment of 7,556,820 Shares.

On 16 February 2010, the Company announced it had acquired the Cunderdin Iron Project for the Consideration detailed above.

For personal use only

**ENTERPRISE METALS LIMITED  
AND CONTROLLED ENTITIES  
ABN 43 123 567 073  
INTERIM FINANCIAL REPORT DECEMBER 2009**

**DIRECTORS' DECLARATION**

The directors of the Company declare that:

1. The financial statements and notes, as set out on pages 4-11:
  - a. comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001; and
  - b. give a true and fair view of the consolidated entity's financial position as at 31 December 2009 and of its performance for the half year ended on that date.
2. 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.

This declaration is made in accordance with a resolution of the Board of Directors.

Director



---

**Paul Larsen**

Dated this 12<sup>th</sup> Day of March 2010

For personal use only

10 Kings Park Road  
West Perth WA 6005  
PO BOX 570  
West Perth WA 6872

T +61 8 9480 2000  
F +61 8 9322 7787  
E [admin@gtwa.com.au](mailto:admin@gtwa.com.au)  
W [www.grantthornton.com.au](http://www.grantthornton.com.au)

**Independent Auditor's Review Report  
To the Members of Enterprise Metals Limited**

We have reviewed the accompanying half-year financial report of Enterprise Metals Limited ('Company'), which comprises the consolidated financial statements being the statement of financial position as at 31 December 2009, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year's 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 and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

**Auditor's responsibility**

Our responsibility is to express a conclusion on the consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410: Review of Interim and Other Financial Reports 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 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 2009 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 Enterprise Metals 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

Grant Thornton Audit Pty Ltd ACN 130 913 594, a subsidiary or related entity of Grant Thornton Australia Limited ABN 41 127 556 389.

Grant Thornton Australia Limited is a member firm within Grant Thornton International Ltd. Grant Thornton International Ltd and the member firms are not a worldwide partnership. Grant Thornton Australia Limited, together with its subsidiaries and related entities, delivers its services independently in Australia.

Liability limited by a scheme approved under Professional Standards Legislation.

For personal use only

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.

### **Independence**

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

### **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 Enterprise Metals 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 2009 and of its performance for the half-year ended on that date; and
- b complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

*Grant Thornton Audit Pty Ltd*

GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants

*J W Vibert*

J W Vibert  
Director – Audit & Assurance Services

Perth, 12 March 2010

For personal use only