

NIMRODEL RESOURCES LIMITED
ACN 119 670 370

Interim Financial Report
31 December 2012

NIMRODEL RESOURCES LIMITED
ACN 119 670 370

INTERIM FINANCIAL REPORT
For the Half Year Ended 31 December 2012

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COMPANY DIRECTORY

DIRECTORS

Mr George Kenway
(Non-Executive Chairman)

Mr Allan Mulligan
(Managing Director)

Mr Geoffrey Wallace
(Executive Director)

Mr Peter Batten
(Non Executive Director)

COMPANY SECRETARY

Mr Geoffrey Wallace

REGISTERED OFFICE

Level 3, 681 Murray Street
WEST PERTH, WA, 6005

+61 8 6298 7500

admin@nimrodel.com.au

AUDITORS

HLB Mann Judd
Level 4,130 Stirling Street
PERTH WA 6000

SHARE REGISTRAR

Security Transfer Registrars Pty Ltd
770 Canning Highway
APPLECROSS WA 6153
Telephone: +61 8 9315 2333

SECURITIES EXCHANGE LISTING

Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
Code: NMR

**NIMRODEL RESOURCES LIMITED
ACN 119 670 370**

INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity for the half year ended 31 December 2012. In order to comply with the provisions of the Corporations Act 2001, the directors report is as follows:

DIRECTORS

The names of Directors who held office during or since the end of the half year and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated.

The names of the directors of the company during and since the end of the half-year are:

George Kenway	Non - Executive Chairman
Allan Mulligan	Managing Director (appointed 7 August 2012)
Geoffrey Wallace	Executive Director and Company Secretary
Peter Batten	Non - Executive Director
Chris Mason	Managing Director (resigned 27 July 2012)

RESULTS

The loss after tax for the period ended 31 December 2012 was \$1,155,210 (2011:\$792,357).

REVIEW OF OPERATIONS

BOTSWANA

Takatokwane Thermal Coal Project

The Group has commenced a pre-feasibility study, following the receipt of the Mining Options Study. The report confirms export quality coal can be produced at Takatokwane via underground or open cut mining methods. The investigation indicates the surface mine could support a range of mining operations including truck and shovel combinations. The deposit has the capacity to deliver from 100,000 tonnes per month up to 1,000,000 tonnes per month. This upper end production could be supported by dragline configurations. The report has identified seam 4 within the north and east area and seam 3 in the west area of the Target Mining Area to have the most suitable hanging-wall roof conditions for underground mining. The geometry of the coal horizons would appear to generally accommodate an underground simultaneous multi-seam mining opportunity. The underground production potential could be further enhanced by planning for pillar extraction methods.

The company continues to engage with third parties expressing interest in participation partnerships over other areas within the large inferred resource at Takotokwane.

**NIMRODEL RESOURCES LIMITED
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HALF-YEAR FINANCIAL REPORT

DIRECTORS' REPORT

TASMANIA

Specimen Reef Project

Drill holes tested two geophysical targets in search for iron-oxide copper gold. No economic mineralisation was detected and the company has decided to withdraw from the Joint Venture.

EVENTS SUBSEQUENT TO REPORTING DATE

Kigoma Copper Projects Tanzania

In February 2013 the company announced it had acquired the right to earn a 75% interest in a Prospecting Licence in the Kigoma copper region. The company also announced it had obtained an option to purchase 85% of 54 Primary Mining Licences in the same region.

Some significant geological features of the area include:

- Extensive areas of carbonate and basalt outcrop,
- Oxidised red-bed sandstone lithologies,
- Geophysical interpretation of the airborne magnetic data defined a large buried mafic intrusions along long lived structures,
- Evidence of copper mineralisation in breccia, and
- Evidence of hydrothermal activity associated with mineralisation.

Corporate

The directors propose to change the company name to "Walkabout Resources Ltd" which will be put to shareholders at a General Meeting to be held on 10 April 2013.

Walkabout Resources Pty Ltd is the name of the company holding the assets that was purchased by Nimrodel Resources Limited in 2010. A number of the subsidiary companies and asset holding companies are associated with the Walkabout subsidiary names in various different operating countries. The Board of Directors believes that the name Walkabout Resources will be more effective at identifying the Company as an Australian based entity when operating in Africa or elsewhere.

**NIMRODEL RESOURCES LIMITED
ACN 119 670 370**

INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the company with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 5 and forms part of this directors' report for the half-year ended 31 December 2012.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3) of the Corporations Act 2001.

A handwritten signature in black ink, appearing to read 'G. Wallace', written in a cursive style.

Geoffrey Wallace
Executive Director

Dated this 14th day of March 2013

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Nimrodel Resources Limited for the half-year ended 31 December 2012, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.



Perth, Western Australia
14 March 2013

N G NEILL
Partner, HLB Mann Judd

NIMRODEL RESOURCES LIMITED
ACN 119 670 370

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the Half Year ended 31 December 2012

	Note	31 December 2012 \$	31 December 2011 \$
Revenue	2	62,020	23,460
Administration expenses		(291,098)	(154,595)
Wages and directors' fees		(93,217)	(149,560)
Occupancy costs		(63,245)	(11,348)
Legal and compliance		(81,117)	(97,362)
Travel and accommodation		-	(26,903)
Professional fees		(37,550)	(325,599)
Deferred exploration expenditure written off	3	(651,003)	(22,757)
Loss on disposal		-	(27,693)
Loss before income tax		(1,155,210)	(792,357)
Income tax expense		-	-
Net loss for the period		(1,155,210)	(792,357)
Other comprehensive income			
Items that may be reclassified to profit and loss			
Exchange differences on translation of foreign operations		4,684	2,299
Total comprehensive loss for period		(1,150,526)	(790,058)
Basic loss per share from continuing operations (cents)		(0.210)	(0.187)

The accompanying notes form part of these financial statements.

NIMRODEL RESOURCES LIMITED
ACN 119 670 370

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2012

	Note	31 December 2012 \$	30 June 2012 \$
Assets			
Current assets			
Cash and cash equivalents		2,895,676	4,154,226
Trade and other receivables		193,939	187,586
Total current assets		3,089,615	4,341,812
Non-current assets			
Trade and other receivables		84,384	97,753
Property, plant and equipment		63,325	65,726
Deferred exploration and evaluation expenditure	3	8,801,182	8,649,237
Total non-current assets		8,948,891	8,812,716
Total assets		12,038,506	13,154,528
Liabilities			
Current liabilities			
Trade and other payables		259,079	205,885
Provisions		22,843	41,533
Total current liabilities		281,922	247,418
Total liabilities		281,922	247,418
Net assets		11,756,584	12,907,110
Equity			
Issued capital	4	44,647,459	44,647,459
Reserves		216,252	211,568
Accumulated losses		(33,107,127)	(31,951,917)
Total equity		11,756,584	12,907,110

The accompanying notes form part of these financial statements.

NIMRODEL RESOURCES LIMITED
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the Half-Year Ended 31 December 2012

	Issued Capital	Accumulated Losses	Share Based Payment Reserve	Foreign Currency Reserve	Total Equity
	\$	\$	\$	\$	\$
Balance at 1 July 2011	35,012,384	(32,809,543)	2,818,875	115	5,021,831
Loss for the period	-	(792,357)	-	-	(792,357)
Exchange differences arising on translation of foreign operations	-	-	-	2,299	2,299
Total comprehensive loss for the period	-	(792,357)	-	2,299	(790,058)
Share issued during the half year	4,929,458	-	-	-	4,929,458
Share based payments	-	-	74,095	-	74,095
Balance at 31 December 2011	<u>39,941,842</u>	<u>(33,601,900)</u>	<u>2,892,970</u>	<u>2,414</u>	<u>9,235,326</u>
Balance at 1 July 2012	44,647,459	(31,951,917)	211,620	(52)	12,907,110
Loss for the period	-	(1,155,210)	-	-	(1,155,210)
Exchange differences arising on translation of foreign operations	-	-	-	4,684	4,684
Total comprehensive loss for the period	-	(1,155,210)	-	4,684	(1,150,526)
Balance at 31 December 2012	<u>44,647,459</u>	<u>(33,107,127)</u>	<u>211,620</u>	<u>4,632</u>	<u>11,756,584</u>

The accompanying notes form part of these financial statements.

NIMRODEL RESOURCES LIMITED
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the Half-Year Ended 31 December 2012

	31 December 2012	31 December 2011
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(324,797)	(728,984)
Interest received	62,020	23,460
Net cash flows used in operating activities	(262,777)	(705,524)
Cash flows from investing activities		
Payments property, plant and equipment	(10,018)	(26,545)
Payments for exploration and evaluation	(999,124)	(1,245,098)
Payments for security bonds	-	(11,000)
Refunds of security bonds	13,369	-
Net cash flows used in investing activities	(995,773)	(1,282,643)
Cash flows from financing activities		
Proceeds from the issue of shares	-	2,150,329
Payments for share issue costs	-	(145,871)
Net cash flows from financing activities	-	2,004,458
Net increase / (decrease) in cash and cash equivalents	(1,258,550)	16,291
Cash and cash equivalents at the beginning of the period	4,154,226	1,426,091
Cash and cash equivalents at the end of the period	2,895,676	1,442,382

The accompanying notes form part of these financial statements.

NIMRODEL RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the Half-Year Ended 31 December 2012

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These interim consolidated financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134: Interim Financial Reporting, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

The condensed half-year report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2012 and any public announcements made by Nimrodel Resources Limited and its subsidiaries during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and ASX Listing Rules.

Basis of preparation

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the half-year report, the half-year has been treated as a discrete reporting period.

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

Significant accounting judgements and key estimates

The preparation of interim financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2012.

Adoption of new and revised Accounting Standards

In the half-year ended 31 December 2012, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group's operations and effective for annual reporting periods beginning on or after 1 July 2012.

NIMRODEL RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2012

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

The Directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2012. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group and, therefore, no change is necessary to Group accounting policies.

2. LOSS BEFORE INCOME TAX EXPENSE

	31 December 2012 \$	31 December 2011 \$
The following revenue and expense items are relevant in explaining the financial performance for the half-year:		
Interest revenue	62,020	23,460

3. DEFERRED EXPLORATION AND EVALUATION EXPENDITURE

	SIX MONTHS TO 31 December 2012 \$	YEAR TO 30 June 2012 \$
Costs carried forward in respect of areas of interest in the following phases	8,801,182	8,649,237
Exploration and evaluation phase – at cost		
Balance at beginning of period	8,649,237	3,310,286
Purchase of tenements	-	3,531,748
Expenditure incurred	802,948	2,258,383
Disposal of tenements	-	(22,309)
Expenditure written off (i)	(651,003)	(428,871)
Balance at end of period	8,801,182	8,649,237

- (i) The directors reviewed the current exploration projects and as a result of the review the Specimen Reef and Avoca projects in Tasmania are being relinquished with the deferred exploration and evaluation expenditure relating to those projects totalling \$651,003 being written off to the statement of comprehensive income.

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective areas.

NIMRODEL RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2012

4. ISSUED CAPITAL

			31 December 2012 \$	30 June 2012 \$
Ordinary Shares				
546,815,788 (30 June 2012: 546,815,788) issued and fully paid.			<u>44,647,459</u>	<u>44,647,459</u>
	Six Months 31 December 2012 Number	Year to 30 June 2012 Number	\$	\$
Movements in ordinary shares on issue				
At start of period	546,815,788	227,963,121	44,647,459	35,012,384
Shares issued –placement	-	205,006,687	-	7,010,174
Shares issued – acquisition of Walkabout	-	109,870,980	-	2,925,500
Shares issued – payments to suppliers	-	1,500,000	-	75,000
Options exercised	-	2,475,000	-	83,470
Capital raising costs	-	-	-	(459,069)
At end of period	<u>546,815,788</u>	<u>546,815,788</u>	<u>44,647,459</u>	<u>44,647,459</u>

NIMRODEL RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2012

5. SEGMENTAL REPORTING

Operating Segments by business activity

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of directors in assessing performance and determining the allocation of resources.

Segment Information

The following tables presents revenue and results information regarding segment information provided to the Board of Directors for the half year periods ended 31 December 2012 and 31 December 2011.

	Corporate	Coal	Gold Exploration	Total
31 December 2012	\$	\$	\$	\$
Segment revenue	62,020	-	-	62,020
Segment result	(722,870)	(428,470)	(3,870)	(1,155,210)
Included with segment results:				
Depreciation	8,218	3,546	-	11,764
Interest revenue	62,020	-	-	62,020
Segment assets	9,177,154	2,841,352	20,000	12,038,506
Segment liabilities	3,625,716	(3,441,173)	(466,465)	(281,922)
31 December 2011				
Segment revenue	23,410	-	50	23,460
Segment result	(713,551)	(59,610)	(19,196)	(792,357)
Included with segment results:				
Depreciation	8,971	-	-	8,971
Interest revenue	23,410	-	50	23,460
Segment assets	1,414,600	7,158,477	1,053,796	9,626,873
Segment liabilities	(389,387)	-	(2,160)	(391,547)

NIMRODEL RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2012

6. OPTIONS

	Six Months 31 December 2012 Number	Year to 30 June 2012 Number
Movements in options on issue		
At 1 July	27,275,300	40,775,600
Granted	-	10,000,000
Expired	(6,637,650)	(21,025,300)
Exercised	-	(2,475,000)
At 31 December	<u>20,637,650</u>	<u>27,275,300</u>

7. EVENTS SUBSEQUENT TO REPORTING DATE

Kigoma Copper Projects Tanzania

In February 2013 the company announced it had acquired the right to earn a 75% interest in a Prospecting Licence in the Kigoma copper region. The company also announced it had obtained an option to purchase 85% of 54 Primary Mining Licences in the same region.

Some significant geological features of the area include:

- Extensive areas of carbonate and basalt outcrop.
- Oxidised red-bed sandstone lithologies,
- Geophysical interpretation of the airborne magnetic data defined a large buried mafic intrusions along long lived structures,
- Evidence of copper mineralisation in breccia, and
- Evidence of hydrothermal activity associated with mineralisation.

Corporate

The directors propose to change the company name to "Walkabout Resources Ltd" which will be put to shareholders at a General Meeting to be held on 10 April 2013.

Walkabout Resources Pty Ltd is the name of the company holding the assets that was purchased by Nimrodel Resources in 2010. A number of the subsidiary companies and asset holding companies are associated with the Walkabout subsidiary names in various different operating countries. The Board of Directors believes that the name Walkabout Resources will be more effective at identifying the Company as an Australian based entity when operating in Africa or elsewhere.

8. COMMITMENTS AND CONTINGENT LIABILITIES

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

NIMRODEL RESOURCES LIMITED
ACN 119 670 370

DIRECTORS' DECLARATION

For the Half Year Ended 31 December 2012

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 6 to 14 are in accordance with the Corporations Act 2001, including:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the Group's financial position as at 31 December 2012 and 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 signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.



Geoffrey Wallace
Executive Director

Dated this 14th day of March 2013

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Nimrodel Resources Limited

Report on the Condensed Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Nimrodel Resources Limited ("the company") which comprises the condensed statement of financial position as at 31 December 2012, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with 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 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 2012 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 the company, 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.

Independence

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

Matters relating to the electronic presentation of the reviewed half-year financial report

This review report relates to the half-year financial report of the consolidated entity for the half-year ended 31 December 2012 included on the company's website. The company's directors are responsible for the integrity of the company's website. We have not been engaged to report on the integrity of this website. The review report refers only to the half-year financial report identified above. It does not provide an opinion on any other information which may have been hyperlinked to/from the half-year financial report. If users of the half-year financial report are concerned with the inherent risks arising from publication on a website they are advised to refer to the hard copy of the reviewed half-year financial report to confirm the information contained in this website version of the half-year financial 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 Nimrodel 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 2012 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*.



HLB MANN JUDD
Chartered Accountants



N G NEILL
Partner

Perth, Western Australia
14 March 2013