



(ABN 12 124 960 523)

*Rex Minerals Ltd  
and its controlled entities*

*31 December 2012  
Consolidated interim financial report*

## *Corporate Directory*

### **DIRECTORS**

Paul Chapman (Chairperson)  
Mark Parry (Managing Director)  
Steven Olsen (Executive Director Business Development)  
Richard Laufmann  
Alister Maitland

### **COMPANY SECRETARY**

Amber Rivamonte

### **PRINCIPAL & REGISTERED OFFICE**

209 Dana Street  
Ballarat Victoria 3350

### **CONTACT DETAILS**

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Ballarat West Victoria 3350

Tel: 03 5337 4000  
Fax: 03 5331 1776  
Email: [info@rexminerals.com.au](mailto:info@rexminerals.com.au)

### **SHARE REGISTRARS**

Computershare Investor Services Pty Limited  
Yarra Falls  
452 Johnston Street  
Abbotsford Victoria 3067

### **AUDITORS**

KPMG  
151 Pirie Street  
Adelaide South Australia 5000

### **BANKERS**

ANZ Banking Group Limited  
927 Sturt Street  
Ballarat Victoria 3350

Ord Minett Ltd  
120 Collins Street  
Melbourne Victoria 3000

### **LEGAL ADVISORS**

Baker McKenzie  
181 William Street  
Melbourne Victoria 3000

## Contents

	<i>Page</i>
<b>Directors' report</b>	<b>4</b>
<b>Consolidated interim statement of financial position</b>	<b>12</b>
<b>Consolidated interim statement of comprehensive income</b>	<b>13</b>
<b>Consolidated interim statement of changes in equity</b>	<b>14</b>
<b>Consolidated interim statement of cash flows</b>	<b>15</b>
<b>Condensed notes to the consolidated interim financial statements</b>	<b>16</b>
<b>Directors' declaration</b>	<b>19</b>
<b>Independent auditor's review report</b>	<b>20</b>
<b>Lead auditor's independence declaration</b>	<b>22</b>

## Directors' report

The Directors present their report together with the consolidated interim financial statements of Rex Minerals Ltd ("the Company" or "Rex") and its consolidated entities ("the Group") for the half-year ended 31 December 2012 and the auditor's review report thereon.

### Directors

The Directors of the Company at any time during or since the end of the half-year are:

<b>Name</b>	<b>Period of directorship</b>
<b>Non-executive</b> Paul Chapman Chairperson	Appointed 18 April 2007
Richard Laufmann Non-Executive Director	Appointed 16 May 2007
Alister Maitland Non-Executive Director	Appointed 16 September 2011
<b>Executive</b> Mark Parry Managing Director	Appointed 15 October 2012
Steven Olsen Executive Director Business Development	Appointed 13 May 2007

### Principal activities

The principal activity of the Group is minerals exploration, primarily for the discovery and development of copper-gold-iron deposits in South Australia. In conjunction with the release of a pre-feasibility study in respect of the Hillside Project (the Hillside PFS) in October 2012, Rex has clearly signalled its decision to secure funding to develop its Hillside Project and commence the transition to a copper-gold-iron producer.

### Operating results

The consolidated interim statement of comprehensive income shows a loss after tax of \$2,201,470 for the half-year ended 31 December 2012 (2011: profit \$15,907).

## Review of operations

Rex is an Australian minerals exploration and development company with a large scale copper-gold-iron project on the Yorke Peninsula, South Australia. Rex announced the findings of a pre-feasibility study in October 2012 and stated the intent to secure funding and develop the Hillside Project.

### Hillside Project

Rex's flagship project is the Hillside copper-gold-iron deposit, with most of Rex's recent expenditure focused on the definition of Mineral Resources at Hillside and work associated with finalising the Hillside PFS. This is inclusive of mineral resource drilling, geotechnical drilling, metallurgical testing and pre-engineering. The Hillside Project is situated 12km south of the township of Ardrossan on the Yorke Peninsula, South Australia (Figure 1).



**Figure 1:** Location diagram of the Hillside Project, South Australia.

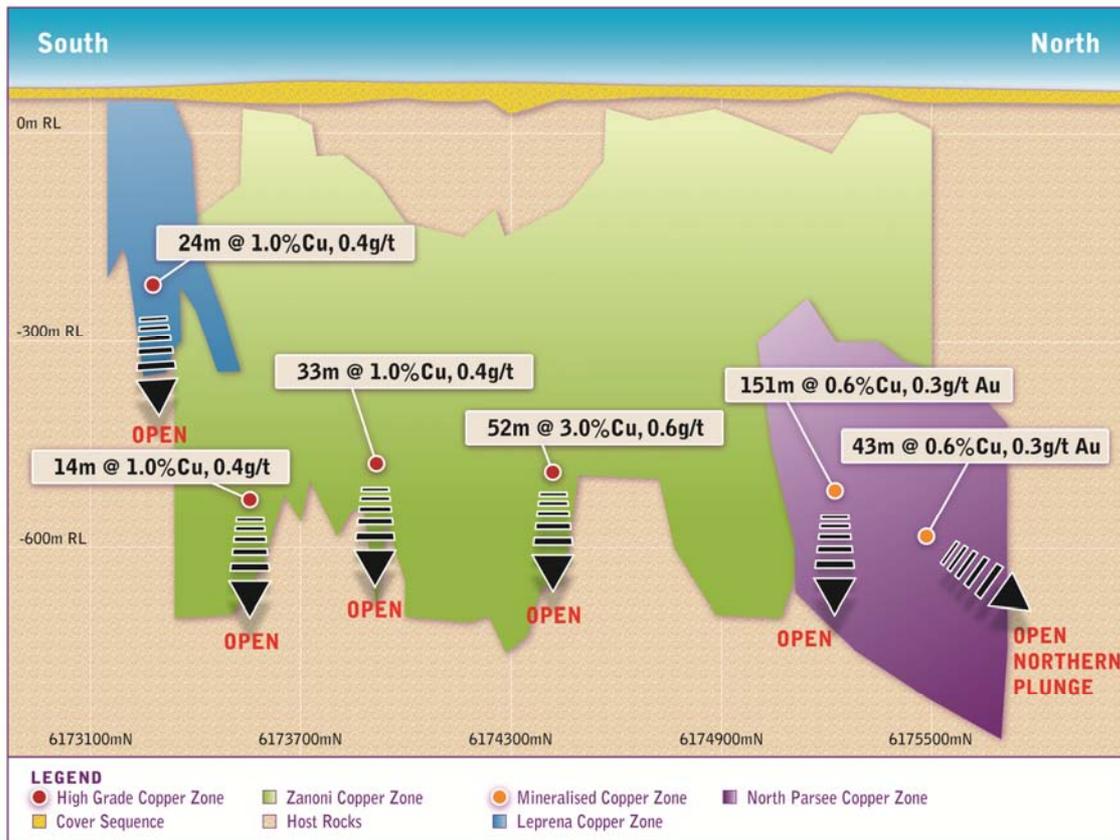
### Hillside Project – Drilling Results and Further Growth Potential

Rex announced an updated Mineral Resource estimate for the Hillside deposit on the 30 July 2012. This updated Mineral Resource was the catalyst for the mine design and subsequent production scheduling work associated with the Hillside PFS.

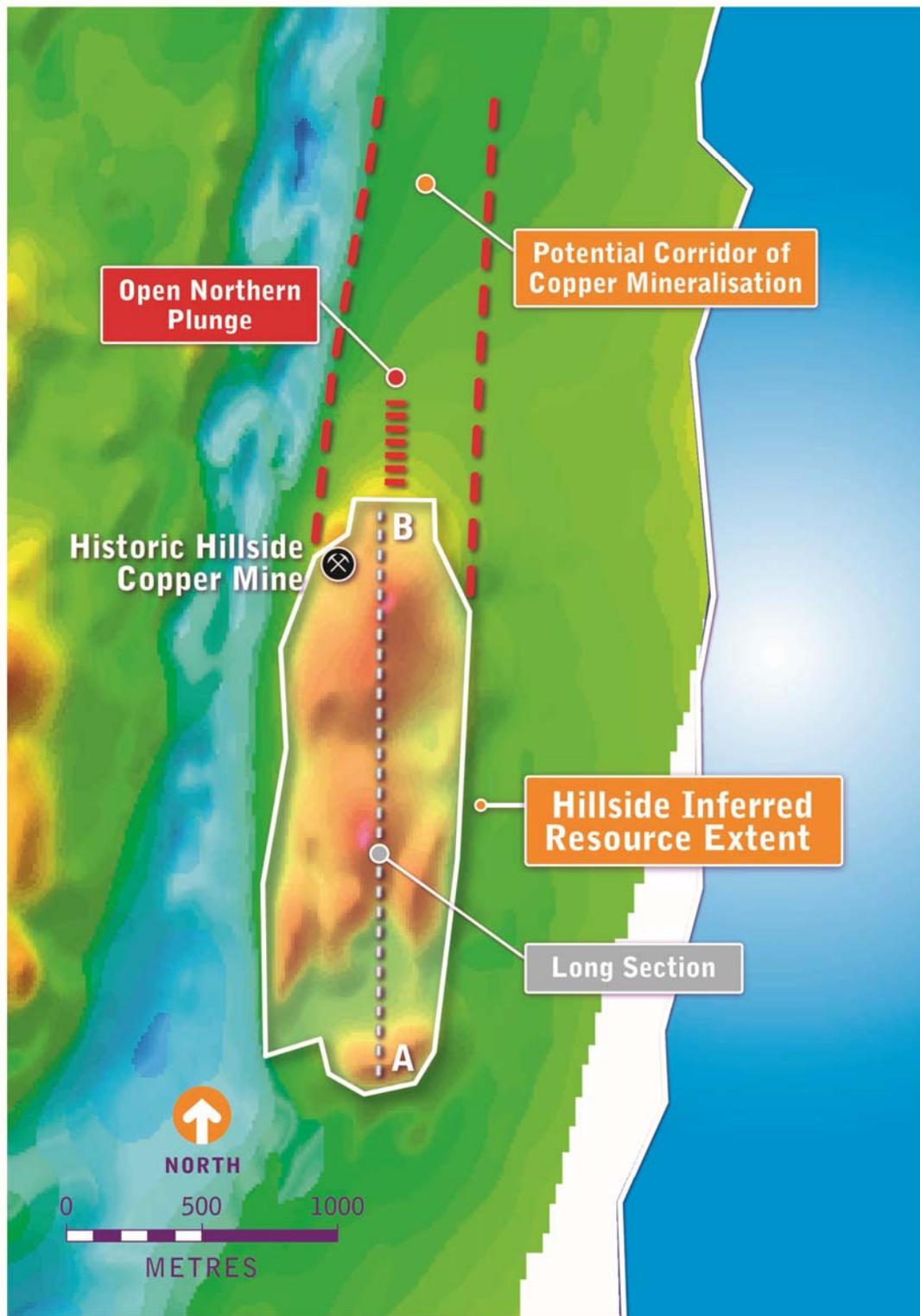
Rex also further investigated the extent of large-scale copper mineralisation at depth. (Figure 2). Significantly, this copper mineralisation has started to develop outside of the main magnetic anomaly which has previously been used to define the extent of the Hillside deposit. The discovery of a larger body of copper mineralisation, at the northern end of the Hillside deposit is an exciting and significant development. This has added further support to Rex's view that the Hillside Project could ultimately have a mine life well in excess of 15 years.

Furthermore, the potential for the Hillside Project to host significant amounts of additional copper, gold and iron ore can be supported by the following evidence:

- Hillside Mineral Resource: 2.0Mt of contained copper metal demonstrating the project is significantly mineralised.
- The Hillside deposit is flanked by a major regional structure, the Pine Point Fault Zone, which is the controlling geological feature.
- This regional structure extends well beyond the magnetic anomaly (Figure 3), in both a north and south direction, and thus Rex believes the potential for further copper mineralisation to be present along this structure is high.
- The copper mineralisation at the Hillside Project is "hidden" under shallow cover sediments and therefore extensions outside of the magnetic anomaly are likely to be obscured. As a result, the area is significantly under explored.



**Figure 2:** Schematic long section of the Hillside deposit showing the depth extent of Copper Mineralisation and the potential extensions to the north and at depth. View looking to the west.



**Figure 3:** Magnetic image showing the Hillside Mineral Resource and potential extensions to the north as defined by the recent discovery of large-scale copper mineralisation.

Hillside Project – Pre-feasibility Study

In October 2012, Rex announced the results of the Hillside PFS and revealed Australia's largest undeveloped copper project with a production profile of 70,000tpa copper for a period of 15 years or greater. This study also confirmed the economics of a robust and significant copper project. Additionally, the Hillside PFS detailed a project with cash costs of US\$1.20/lb after by-product credits, putting the Hillside Project in-line with other Australian open pit copper producers.

The Hillside PFS highlighted the location advantages of port, power, water and near surface ore, which are the ultimate drivers of low capital and operating costs. In an environment where project capital spends are increasing worldwide, Hillside's capital intensity is 30% lower than a recent world average estimate of ~US\$16,000/t of annual copper equivalent production (*after Goldman Sachs report, September 2012*).

In summary, the Hillside PFS results have the following outcomes and attributes:

	Annual average	Total for 15 years
Project Revenue	~A\$710 million	~A\$11 billion
Estimated operating cash flow before tax (EBITDA)	~A\$240 million	~A\$3.6 billion
Copper production (tonnes)	70,000	1,050,000
Gold production (ounces)	50,000	750,000
Iron ore production (tonnes @ 67% Fe)	1.2 million	18 million
Average cash costs (after by-product credits)	~US\$1.20/lb	
Processing Plant Capacity	15Mt	225Mt

*\*see page 12 of the PFS ASX Announcement (released 31 October 2012) for a summary of commodity and exchange rate assumptions used for the Hillside PFS*

An updated Mineral Resource estimate for the Hillside Project was announced during the September 2012 quarter, which included all of the drilling results received up to 13 July 2012. This updated Mineral Resource is the basis for the mine design and production scheduling work associated with the Hillside PFS.

Diamond drilling during the half, which reduced from 7 to 5 drill rigs, focused on further expanding the Indicated Mineral Resource in the areas available to open pit mine, leading to a maiden Ore Reserve, which was subsequently announced on 6 February 2013 and further underpins the work already completed on the Hillside PFS.

For the six months to the end of December 2012 a total of 25,525 metres were drilled.

Rex will continue to progress geotechnical and resource drilling, metallurgical and process testing, mine planning and pre-engineering associated with moving the Hillside Project through to a Bankable Feasibility Study and regulatory approvals.

Rex has commenced reviewing a wide range of funding options inclusive of construction financing, potential off-take agreements for concentrates and opportunities to potentially pre-sell some of the planned gold or iron ore production. Some of these will be advanced during the next half.

## Regional Exploration

Activities in the half focussed on preparation for work during the field exploration season in the second half of 2013. The activity was inclusive of diamond drilling, aircore drilling and detailed interpretation of newly acquired high-resolution magnetic data that had been completed over Rex's Yorke Peninsula tenure (See Figure 4).

This interpretation has integrated all available geological information, including the most recently completed exploration drilling by Rex, with the detailed geophysical data. The interpretation identified several distinct geological domains and significant structural corridors, and has highlighted priority areas for future exploration targeting.

Diamond drilling and assaying of two diamond drill holes, undertaken to provide an initial test of strike extensions to the Hillside deposit showed broad zones of copper anomalism (eg up to 52m @ 284ppm Cu). This was encouraging and confirms the prospectivity of the target areas and the requirement for future drilling to effectively test the strike extensions.

## Corporate

To facilitate and expedite the funding and development of the Hillside Project, Mark Parry commenced in the role of Managing Director replacing the founding Managing Director, Steven Olsen. Steven Olsen remains on the Board and will continue to play an important role for the Company as it makes the transition from an explorer to a development and mining company

Following the release of the Hillside PFS, Rex has commenced reviewing and progressing a range of options and opportunities to fund the project. These include preliminary discussions with potential construction finance groups.

The project team continued to progress work associated with State Government approvals and permits. Metallurgical testwork, required to finalise plant design, also continued.

### **Competent Persons' Report – Ore Reserves**

*The information in this report that relates to Ore Reserves is based on information compiled by Mr Colin McVie and Mr John Speck who are Members of the Australasian Institute of Mining and Metallurgy and are full time employees of Mining Plus Pty Ltd. Mr McVie and Mr Speck have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McVie and Mr Speck consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.*

### **Competent Persons' Report – Mineral Resources**

*The information in this report that relates to Exploration Results or Mineral Resources is based on information compiled by Mr Patrick Say who is a Member of the Australasian Institute of Mining and Metallurgy and is a full time employee of Rex Minerals Ltd. Mr Say has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Say consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

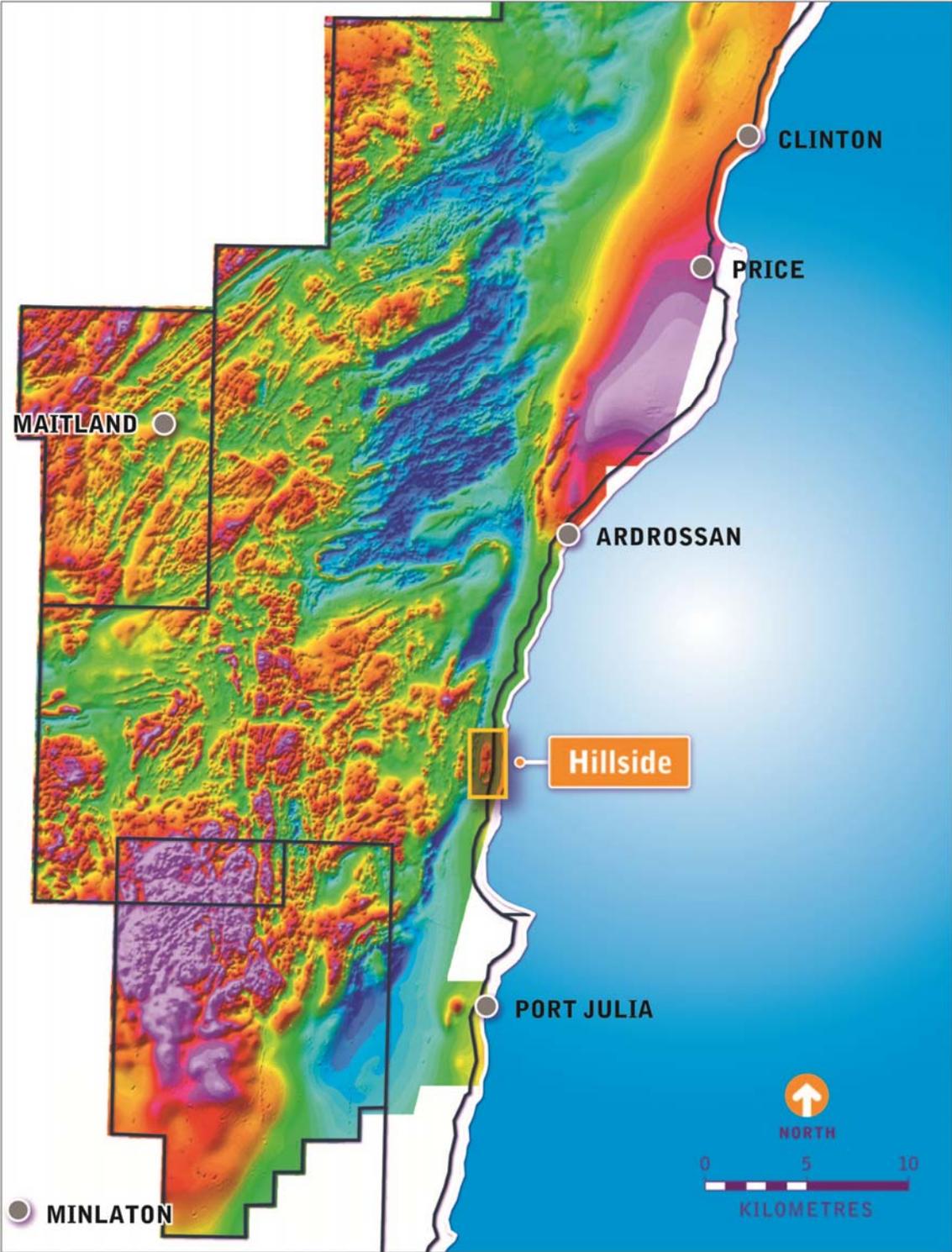


Figure 4: Newly acquired high-resolution magnetic data.

**Lead Auditor's Independence Declaration**

The lead auditor's independence declaration is set out on page 22 and forms part of the Directors' Report for the half-year ended 31 December 2012.

Signed in accordance with a resolution of the Directors:

A handwritten signature in black ink, appearing to read 'M Parry', is written over a large, hand-drawn oval shape that serves as a signature line or stamp.

Mark Parry  
Managing Director

Dated at Melbourne this 22<sup>nd</sup> day of February 2013

## Consolidated interim statement of financial position

As at 31 December 2012

	<i>Note</i>	31 Dec 2012 \$	30 June 2012 \$
<b>Current assets</b>			
Cash and cash equivalents		26,007,102	69,742,604
Term deposits		20,500,000	-
Trade and other receivables		666,488	693,585
Prepayments		93,423	42,688
<b>Total current assets</b>		<b>47,267,013</b>	<b>70,478,877</b>
<b>Non-current assets</b>			
Exploration and evaluation expenditure	6	117,954,136	98,103,894
Property, plant and equipment		15,797,913	15,620,273
<b>Total non-current assets</b>		<b>133,752,049</b>	<b>113,724,167</b>
<b>Total assets</b>		<b>181,019,062</b>	<b>184,203,044</b>
<b>Current liabilities</b>			
Trade and other payables		2,552,600	4,287,992
Employee benefits		393,562	309,823
<b>Total current liabilities</b>		<b>2,946,162</b>	<b>4,597,815</b>
<b>Non-current liabilities</b>			
Employee benefits		126,389	168,248
<b>Total liabilities</b>		<b>3,072,551</b>	<b>4,766,063</b>
<b>Net assets</b>		<b>177,946,511</b>	<b>179,436,981</b>
<b>Equity</b>			
Issued capital	7(i)	177,685,263	177,685,263
Reserves		1,758,760	1,311,000
Retained earnings/(Accumulated losses)		(1,497,512)	440,718
<b>Total equity</b>		<b>177,946,511</b>	<b>179,436,981</b>

The condensed notes on pages 16 to 18 are an integral part of these consolidated interim financial statements.

## Consolidated interim statement of comprehensive income

For the six months ended 31 December 2012

	6 months to 31 Dec 2012 \$	6 months to 31 Dec 2011 \$
Finance income	1,135,403	1,827,797
Other income	-	351
Administrative expenses	(768,811)	(836,007)
Depreciation expense	(70,064)	(21,463)
Employee benefits expense	(2,144,527)	(841,586)
Marketing expenses	(353,471)	(113,185)
<b>Profit/(loss) before income tax</b>	<b>(2,201,470)</b>	<b>15,907</b>
Income tax (expense)/benefit	-	-
<b>Total profit/(loss) for the period after tax</b>	<b>(2,201,470)</b>	<b>15,907</b>
<b>Total comprehensive income/(loss) attributable to members of Rex Minerals Limited</b>	<b>(2,201,470)</b>	<b>15,907</b>
<b>Earnings/(loss) per share</b>		
Basic and diluted earnings/(loss) per share (cents)	(1.17)	0.01

The condensed notes on pages 16 to 18 are an integral part of these consolidated interim financial statements.

## Consolidated interim statement of changes in equity

## For the six months ended 31 December 2012

	Share Capital	Reserves	Retained Earnings	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2011	137,665,189	1,137,690	799,370	139,602,249
Transfer from share based payments reserve	-	(21,600)	21,600	-
Total comprehensive income/(loss) for the period	-	-	15,907	15,907
<b>Balance at 31 December 2011</b>	<b>137,665,189</b>	<b>1,116,090</b>	<b>836,877</b>	<b>139,618,156</b>
Balance at 1 July 2012	177,685,263	1,311,000	440,718	179,436,981
Share based payments compensation	-	711,000	-	711,000
Transfer from share based payments reserve	-	(263,240)	263,240	-
Total comprehensive income/(loss) for the period	-	-	(2,201,470)	(2,201,470)
<b>Balance at 31 December 2012</b>	<b>177,685,263</b>	<b>1,758,760</b>	<b>(1,497,512)</b>	<b>177,946,511</b>

The condensed notes on pages 16 to 18 are an integral part of these consolidated interim financial statements.

## Consolidated interim statement of cash flows

For the six months ended 31 December 2012

	6 months to 31 Dec 2012	6 months to 31 Dec 2011
	\$	\$
<b>Cash flows from operating activities</b>		
Cash paid to suppliers and employees	(2,507,833)	(1,928,693)
Interest received	969,215	2,312,318
<b>Net cash from/(used in) operating activities</b>	<b>(1,538,618)</b>	<b>383,625</b>
<b>Cash flows from investing activities</b>		
Exploration and evaluation payments	(21,340,779)	(21,849,536)
Acquisition of property, plant and equipment	(356,105)	(735,094)
Deposits for acquisition of property, plant and equipment	-	(503,989)
Proceeds from the sale of property, plant and equipment	-	13,270
Proceeds from/(investment in) term deposits	(20,500,000)	34,000,000
<b>Net cash from/(used in) investing activities</b>	<b>(42,196,884)</b>	<b>10,924,651</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of share capital	-	-
Payment of transaction costs	-	-
<b>Net cash from/(used in) financing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(43,735,502)</b>	<b>11,308,276</b>
Cash and cash equivalents at beginning of the period	69,742,604	45,084,267
<b>Cash and cash equivalents at period end</b>	<b>26,007,102</b>	<b>56,392,543</b>

The condensed notes on pages 16 to 18 are an integral part of these consolidated interim financial statements.

## Condensed notes to the consolidated interim financial statements

### 1. Reporting entity

Rex Minerals Ltd (the "Company") is a Company domiciled in Australia. The address of the Company's registered office is 209 Dana Street, Ballarat, Victoria, 3350. The consolidated financial statements as at and for the six month period ended 31 December 2012 comprises the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities"). The Group primarily is involved in minerals exploration in Australia.

The consolidated annual financial statements of the Group as at and for the year ended 30 June 2012 are available upon request from the Company's registered office or at [www.rexminerals.com.au](http://www.rexminerals.com.au)

### 2. Statement of compliance

The consolidated interim financial statements have been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001.

Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual consolidated financial statements as at and for the year ended 30 June 2012. The consolidated interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated annual financial statements of the Group as at and for the year ended 30 June 2012.

These consolidated interim financial statements were approved by the Board of Directors on 22<sup>nd</sup> February 2013.

### 3. Significant accounting policies

The accounting policies applied by the Group in preparing the consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 30 June 2012.

### 4. Estimates

The preparation of the consolidated interim financial statements 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 these consolidated interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements as at and for the year ended 30 June 2012.

### 5. Operating Segments

The Group operates in one geographical segment being South Australia and one industry, mineral mining and exploration.

## 6. Exploration and evaluation expenditure

### Exploration and evaluation costs carried forward in respect of minerals exploration areas of interest:

Exploration and evaluation phases

Opening balance

Additions

**Closing balance**

	6 months to 31 Dec 2012 \$	6 months to 30 Jun 2012 \$
	<b>117,954,136</b>	<b>98,103,894</b>
Opening balance	98,103,894	73,245,215
Additions	19,850,242	24,858,679
<b>Closing balance</b>	<b>117,954,136</b>	<b>98,103,894</b>

The recoverability of the carrying amounts of exploration and evaluation assets is dependent on the successful development and commercial exploitation or sale of the respective area of interest.

## 7. Issued capital and reserves

### (i) Movements in shares on issue:

	Date of Issue	No of shares	Issue price \$	\$
<b>Opening balance at 1 January 2012</b>		<b>153,635,519</b>		<b>137,665,189</b>
Issue of Ordinary Shares - Property purchase	22/02/2012	211,765	1.564	331,200
Capital Raising - Placement	11/04/2012	22,600,000	1.200	27,120,000
Less costs of Placement				(1,491,600)
Exercise of Employee Options - funds received	24/05/2012	60,000	0.552	33,120
Capital Raising - Placement	24/05/2012	12,400,000	1.200	14,880,000
Less costs of Placement				(852,646)
<b>Closing balance at 30 June 2012</b>		<b>188,907,284</b>		<b>177,685,263</b>
<b>Opening balance at 1 July 2012</b>		<b>188,907,284</b>		<b>177,685,263</b>
<b>Closing balance at 31 December 2012</b>		<b>188,907,284</b>		<b>177,685,263</b>

### (ii) Movements in options on issue:

	Date of Issue	No. of Options	Exercise Price \$	Expiry Date
<b>Opening balance at 1 January 2012</b>		<b>2,421,000</b>		
Exercise of Options - employees	19/06/2009	(60,000)	0.552	31/05/2012
Lapse of Options - employees	06/05/2011	(280,000)	3.000	30/04/2014
Issue of Options - employees	24/05/2012	1,680,000	1.200	30/04/2015
<b>Closing balance at 30 June 2012</b>		<b>3,761,000</b>		
<b>Opening balance 1 July 2012</b>		<b>3,761,000</b>		
Lapse of Options - employees	24/09/2012	(33,000)	1.220	30/04/2013
Lapse of Options - employees	24/09/2012	(160,000)	3.000	30/04/2014
Lapse of Options - employees	24/09/2012	(160,000)	1.200	30/04/2015
Issue of Options - employees <sup>1</sup>	24/09/2012	3,000,000	0.910	31/08/2017
Lapse of Options - employees	21/12/2012	(240,000)	2.052	31/10/2012
Lapse of Options - employees	21/12/2012	(40,000)	3.000	30/04/2014
Lapse of Options - employees	21/12/2012	(40,000)	1.200	30/04/2015
<b>Closing balance at 31 December 2012</b>		<b>6,088,000</b>		

## **7. Issued capital and reserves**

### **(ii) Movements in options on issue: (continued)**

1. Share based payments in the form of options, were issued during the period at an exercise price of \$0.91, which was a 35% premium to the ASX closing price on the date of issue. All options vest on the grant date. Options expire on the expiry date unless they have not been exercised and the employee leaves the Company in which case the options will lapse if they are not exercised within 90 days of the employee's departure from the Company. The fair value at grant date of the options was \$0.237 and was measured using the Black Scholes option pricing model. Each option granted entitles the holder to subscribe for 1 ordinary share in the Company after payment of the option exercise price.

## **8. Commitments**

During the six months ended 31 December 2012, the Group has entered into certain capital expenditure commitments totalling \$7,261,000 as at 31 December 2012. Fifty per cent of the commitment is likely to be settled within the next six months with the remainder satisfied by 30 June 2014.

## **9. Contingent Liabilities**

The Group's bankers have provided guarantees amounting to \$30,000 to certain government bodies as security over the Group's performance of rehabilitation obligations on certain tenements. The guarantees are backed by deposits amounting to \$30,000 as at 31 December 2012.

## **10. Subsequent events**

No matters have arisen since the end of the reporting period which may affect the operations, results, or state of affairs of the Group in future periods.

## *Directors' declaration*

In the opinion of the Directors of Rex Minerals Ltd ("the Company"):

1. the consolidated financial statements and notes set out on pages 12 to 18, are in accordance with the Corporations Act 2001 including:
  - (a) giving a true and fair view of the Groups' financial position as at 31 December 2012 and of its performance, for the half-year ended on that date; and
  - (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and
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.

Signed in accordance with a resolution of the Directors:



Mark Parry  
*Managing Director*

Dated at Melbourne this 22<sup>nd</sup> day of February 2013.



## **Independent auditor's review report to the members of Rex Minerals Ltd**

We have reviewed the accompanying interim financial report of Rex Minerals Ltd (the company), which comprises the consolidated interim statement of financial position as at 31 December 2012, consolidated interim statement of comprehensive income, consolidated interim statement of changes in equity and consolidated interim statement of cash flows for the half-year ended on that date, notes 1 to 10 comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the group comprising the company and the entities it controlled at the half-year's end or from time to time during the interim period.

### *Directors' responsibility for the interim financial report*

The directors of the company are responsible for the preparation of the interim 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 interim 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 interim 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 interim financial report is not in accordance with the *Corporations Act 2001* including: giving 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; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Rex Minerals Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim 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*.

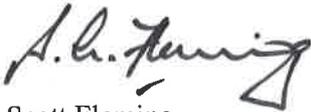
*Conclusion*

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Rex Minerals Ltd is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the group's financial position as at 31 December 2012 and of its performance for the interim period ended on that date; and
- (b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



KPMG



Scott Fleming  
*Partner*

Adelaide

22 February 2013



***Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001***

To: the directors of Rex Minerals Ltd

I declare that, to the best of my knowledge and belief, in relation to the review for the interim period ended 31 December 2012 there has been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Scott Fleming  
*Partner*

Adelaide

22 February 2013