



Aorere
Resources

Interim Report

2015



Results for announcement to the market for 6 months to September 30 2015

Financial results

Your directors submit the unaudited financial statements of Aorere Resources Limited for the six months to 30 September 2015. The trading result for the period was a loss of \$149,000 (2014 - \$203,000 loss).

Operations Report

Operations Report

As at 25 November 2015, our portfolio comprised the following investments

Portfolio Analysis as at 25 November 2015		654,746,481
Asian Minerals	274,831	0.04
Chatham Rock	329,570	0.05
Minor investments	102,285	0.02
Mosman	310,418	0.05
Akura	58,963	0.01
Cash	324,861	0.05
Accruals	0	0.00
	1,400,928	0.21

Mosman Oil and Gas

In late 2013 Aorere converted a 100% interest in onshore West Coast oil prospect (Petroleum Creek) into approximately 10% of AIM listed Mosman Oil and Gas Limited, which now holds the oil interest. We now hold an 2.1% shareholding in Mosman with a present market value of \$310k at 3.5p. We are very excited about the progress Mosman has made in the 18 months since listing on AIM.

Chatham Rock Phosphate

Chatham Rock Phosphate (CRP) is the investment that we are most involved with operationally even though it presently represents only 23.5% of our assets. After taking up our full entitlement in the recent rights issue we are now the largest individual shareholder in CRP with 9.1%.

CRP holds a granted mining licence on the Chatham Rise and is pursuing five exploration licences offshore Namibia, first applied for in mid-2012.

In early 2015 CRP's marine (environmental) consent application was declined and CRP's board has spent the past eight months evaluating the decision to determine the most appropriate path forward. CRP has dramatically scaled down operations until such time as a resubmission of the marine consent application is deemed appropriate.

Regardless of the future of CRP's Chatham Rise project, the CRP board has determined the company will evolve from its single project focus into a more diversified company, principally involving other phosphate projects, both on and offshore.

Accordingly, due diligence has been undertaken in respect of a number of phosphate assets based both on and offshore in Australasia, North Africa, Southern Africa, Canada, USA and South East Asia. They range from green-field exploration projects, to those in development and near-to-production. Other marine mining opportunities involving other commodities will also be evaluated by the CRP team.

The main drivers for this evolution in the CRP business strategy is not only the desire to reduce investor risk, but also to take advantage of (and therefore retain) the significant institutional knowledge and expertise within the Chatham management team and partner organisations. This knowledge spans marine and environmental science, the development of offshore mining projects, and extensive knowledge of the phosphate market, both locally and internationally.

Chatham directors consider (and we concur) that the company's ability to finance the eventual resubmission of the marine consent application will be enhanced if both existing CRP shareholders and potential new investors don't face the same binary EPA-decision risk as in the past.

Asian Mineral Resources

Our investment in Asian Mineral Resources (AMR) dates back to 2000.

AMR is TSX.V listed, is profitable, employs over 500 people and is said to be the largest tax payer in Hanoi. It has come a long way from being effectively a privately owned exploration company with little cash and few prospects of finding any. Aorere was the catalyst that made the difference, funding the company for several years, introducing substantial investors, and arranging the TSX.V listing.

AMR is one of the few new sources of nickel sulphide supply globally and is now developing what it calls a new nickel district in Vietnam. After starting commercial production from its Ban Phuc nickel mine and processing facility in mid-2013 it is now achieving annual production of more than 6,400 tonnes of nickel and 3,200 tonnes of copper concentrate, plus a cobalt by-product. The cash flow from Ban Phuc production is allowing AMR to develop further nickel deposits in the same area. The company has a number of mine expansion projects, as well as several advanced-stage exploration targets within trucking distance of the processing facility.

Recently AMR reported ongoing strong operational performance and encouraging exploration results at the nearby Kingsnake Exploration Prospect

Other highlights of their nine month report to 30 September 2015 included

- Above-guidance Q3 production:
 - 2,629 tonnes of nickel milled production;
 - 1,109 tonnes of copper milled production; and
 - 14,050 tonnes dry concentrate sold.
- Mill recoveries exceed targets at 87.7% nickel and 95.3% copper.
- Unit operating costs below-guidance at US\$ 3.49/lb Ni, including royalties and export taxes.
- Full repayment of the outstanding term loan facility of US\$12 million and repayment of US\$2.7 million working capital facility.

- 1.2km mineralized zone identified at the Kingsnake prospect; Electromagnetic ("EM") conductors identified at depth.
- Concentrate sales lower than forecast due to delays associated with shipping to Tianjin port.

Commenting on Asian Mineral Resources' Q3 performance and exploration progress, CEO, Evan Spencer, said:

"AMR's strong operational performance has continued to underpin the business during this extended low-pricing cycle. As notified to the market on 30th September 2015, sustained strong operational performance combined with our ongoing stated objective to reduce costs enabled Ban Phuc Nickel Mines, AMR's Vietnamese subsidiary, to pay down US\$14.7 million in debt during the quarter. The subsequent temporary delay in BPNM's nickel concentrate shipments to Tianjin port has not impacted the operation. Shipments have re-commenced and we expect to return to our normal shipping schedule over the coming months. The short-term bridge facility provided by our major shareholder, Pala Investments, has enabled us to work through this delay in shipping in a controlled fashion.

Exploration at our high priority Kingsnake prospect has provided exciting results. The structural re-interpretation combined with field mapping, geochemical sampling and surface EM work undertaken during Q3 has identified the potential for a mineralized system up to 1.2 km in length at Kingsnake. The presence of a number of EM conductors at depth has enabled detailed drill targeting to begin. The confirmation of mineralization at Kingsnake is a significant discovery and provides the opportunity for AMR to access additional mineralization from the existing mine infrastructure should economic quantities of mineralization be confirmed."

Akura

Akura holds certain oil and gas leases in Fiji that are presently in the process of being renegotiated. Aorere holds 7.5% of Akura and has board representation.

The Future

We hold stakes in three companies that have significant forward momentum. In addition our balance sheet and cash position are both stronger due to the sell down of King Solomon Mines and part of our Mosman holding.

We remain positive about future prospects for all of our current investments. In addition we are continuing to investigate other minerals projects which offer great promise.

Chris Castle
Managing director

Dene Biddlecombe
Chairman

Results for announcement to the market

Reporting Period	Six months to 30 September 2015
Previous Reporting Period	Six months to 30 September 2014

	Amount (000s)	Percentage change
Revenue from ordinary activities	\$24, \$271	(91%)
Profit (loss) from ordinary activities after tax attributable to security holder.	(\$149), (\$203)	27%
Net profit (loss) attributable to security holders.	(\$149), (\$203)	27%

Interim/Final Dividend	Amount per security	Imputed amount per security
It is not proposed to pay a dividend for the reporting period.	N/A	N/A

Record Date	Not Applicable
Dividend Payment Date	Not Applicable

Other Financial Information	30 September 2015	30 September 2014
	cents	cents
Net tangible assets	0.003	0.013
Basic earnings after tax	(0.023)	(0.035)
Diluted earnings after tax	(0.023)	(0.035)

Comments:	<p>Aorere Resources has not gained or lost control over any entities during the period.</p> <p>Aorere Resources does not operate any dividend or distribution reinvestment plan.</p>
-----------	--

AORERE RESOURCES LIMITED

**Interim Accounts
For the six months ended 30 September 2015**

AORERE RESOURCES LIMITED
Directory
As at 30 September 2015

Directors	Dene Biddlecombe (Chairman) Chris Castle Jill Hatchwell Simon Henderson Linda Sanders
Registered Office	The Sandspit SH 60 Onekaka Golden Bay
Share Registry	Link Market Services 138 Tancred Street Ashburton
Auditors	BDO Chartered Accountants House 50 Customhouse Quay Wellington
Legal Advisors	Duncan Cotterill Chartered Accountants House 50 Customhouse Quay Wellington
Investment Advisors	Nevay Holdings Limited The Sandspit SH 60 Onekaka Golden Bay

AORERE RESOURCES LIMITED
Statement of Financial Position
As at 30 September 2015

	Unaudited 30 Sept 2015 \$'000	<i>Group</i> Unaudited 30 Sept 2014 \$'000	Audited 31 March 2015 \$'000
Assets			
Other investments	976	3,928	1,663
Investment in Chatham Rock Phosphate Ltd	363	3,501	290
Deferred tax	-	29	-
Total non-current assets	<u>1,339</u>	<u>7,458</u>	<u>1,953</u>
Cash and cash equivalents	211	83	28
Trade and other receivables	38	119	27
Loan to Antipodes Gold Ltd	55	-	46
Other investments	2	2	2
Prepayments	32	30	11
Current tax assets	1	-	1
Total current assets	<u>339</u>	<u>234</u>	<u>115</u>
Total assets	<u>1,678</u>	<u>7,692</u>	<u>2,068</u>
Equity			
Share capital	13,539	13,483	13,539
Reserves	5	1,957	5
Accumulated losses	(12,011)	(8,118)	(11,832)
Total equity attributable to equity holders of the Company	<u>1,533</u>	<u>7,322</u>	<u>1,712</u>
Total equity	<u>1,533</u>	<u>7,322</u>	<u>1,712</u>
Liabilities			
Trade and other payables	145	364	356
Short term advances	-	5	-
Advance to Chatham Rock Phosphate Limited	-	1	-
Total current liabilities	<u>145</u>	<u>370</u>	<u>356</u>
Total equity and liabilities	<u>1,678</u>	<u>7,692</u>	<u>2,068</u>

AORERE RESOURCES LIMITED
Statement of Comprehensive Income
For the six months ended 30 September 2015

	Unaudited 30 Sept 2015 \$'000	Group Unaudited 30 Sept 2014 \$'000	Audited 31 March 2015 \$'000
Revenue	24	269	471
Interest income on bank deposits	2	2	4
Finance income	2	2	4
Administrative expenses	(184)	(285)	(630)
Gain/(loss) on disposal available-for-sale investments	45	-	-
Loss in fair value of available-for-sale financial assets	-	-	(293)
Impairment of investments	-	-	(1,283)
Share of loss of equity accounted investee	(36)	(189)	(2,157)
Profit/(loss) before income tax	(149)	(203)	(3,888)
Income tax expense	-	-	(29)
Profit/(loss) for the year	(149)	(203)	(3,917)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Change in fair value of available-for-sale financial assets	(30)	1,612	(340)
Other comprehensive income for the period, net of tax	(30)	1,612	(340)
Total comprehensive income attributable to shareholders	(179)	1,409	(4,257)
Earnings/(loss) per share attributable to the ordinary equity holders			
Basic earnings/(loss) per share (New Zealand cents)	(0.023)	(0.035)	(0.641)
Diluted earnings/(loss) per share (New Zealand cents)	(0.023)	(0.035)	(0.641)
Net tangible assets per share (New Zealand cents)	0.003	0.013	-

AORERE RESOURCES LIMITED
Statement of Changes in Equity
For the six months ended 30 September 2015

	<i>Group</i>				Total
	Share capital	Available-for-sale fair value reserve	Share warrant reserve	Accumulated losses	\$'000
	\$'000	\$'000	\$'000	\$'000	\$'000
Unaudited					
Balance at 1 April 2015	13,539	-	5	(11,832)	1,712
Total recognised income and expense	-	-	-	(179)	(179)
Balance at 30 Sept 2015	13,539	-	5	(12,011)	1,533
Unaudited					
Balance at 1 April 2014	12,725	340	5	(7,915)	5,155
Total recognised income and expense	-	1,612	-	(203)	1,409
Issue of shares	776	-	-	-	776
Share issue costs	(18)	-	-	-	(18)
Balance at 30 Sept 2014	13,483	1,952	5	(8,118)	7,322
Audited					
Balance at 1 April 2014	12,725	340	5	(7,915)	5,155
Total recognised income and expense	-	(340)	-	(3,917)	(4,257)
Issue of shares	821	-	-	-	821
Share issue costs	(7)	-	-	-	(7)
Balance at 31 March 2015	13,539	-	5	(11,832)	1,712

AORERE RESOURCES LIMITED
Statement of Cash Flows
For the six months ended 30 September 2015

	Unaudited 30 Sept 2015 \$'000	<i>Group</i> Unaudited 30 Sept 2014 \$'000	Audited 31 March 2015 \$'000
Cash flows from operating activities			
Cash received from customers	23	119	374
Interest received	3	3	3
Cash paid to suppliers	(427)	(226)	(510)
Tax refund received	-	-	-
	<hr/>	<hr/>	<hr/>
Net cash (used in) operating activities	(401)	(104)	(133)
Cash flows from investing activities			
Proceeds from disposal of other investments non-current	719	-	-
Proceeds to/(from) related parties	-	5	(1)
Proceeds from term deposit	8	-	-
Purchase of other investments non-current	(134)	(518)	(504)
Loan advance to Antipodes Gold Ltd	(9)	-	(46)
Reinvested interest term deposit	-	(2)	(3)
	<hr/>	<hr/>	<hr/>
Net cash (used in)/from investing activities	584	(515)	(554)
Cash flows from financing activities			
Proceeds from issue of share capital	-	696	709
	<hr/>	<hr/>	<hr/>
Net cash from financing activities	-	696	709
Net increase/(decrease) in cash and cash equivalents	183	77	22
Cash and cash equivalents at 1 April	28	6	6
	<hr/>	<hr/>	<hr/>
Cash and cash equivalents at end of period	211	83	28

AORERE RESOURCES LIMITED
Statement of Cash Flows
For the six months ended 30 September 2015

	Unaudited 30 Sept 2015 \$'000	<i>Group</i> Unaudited 30 Sept 2014 \$'000	Audited 31 March 2015 \$'000
Reconciliation of the profit/(loss) for the period with the net cash from operating activities:			
Net profit/(loss) for the period	(149)	(203)	(3,917)
Adjustments for:			
Non-cash expenses	-	-	1
Foreign exchange losses	3	-	-
Gain on disposal available-for-sale investments	(45)	-	-
Expenses paid in shares	-	60	105
Income received in shares	-	(69)	(96)
Loss in fair value of available-for-sale financial assets	-	-	293
Impairment of investments	-	-	1,283
Share of loss of equity accounted investees	36	189	2,157
Deferred tax recognised	-	-	29
	<u>(155)</u>	<u>(23)</u>	<u>(145)</u>
Change in trade and other receivables	(12)	(81)	3
Change in trade and other payables	(212)	21	10
Change in prepayments	(21)	(20)	(1)
Change in current tax assets	(1)	(1)	-
	<u>(401)</u>	<u>(104)</u>	<u>(133)</u>
Net cash from operating activities	(401)	(104)	(133)

AORERE RESOURCES LIMITED
Statement of Financial Position
As at 30 September 2015

	Unaudited 30 Sept 2015 \$'000	<i>Company</i> Unaudited 30 Sept 2014 \$'000	Audited 31 March 2015 \$'000
Assets			
Other investments	80	88	88
Investments in subsidiaries	1,313	5,350	1,545
Total non-current assets	1,393	5,438	1,633
Trade and other receivables	38	118	24
Prepayments	32	30	11
Current tax assets	1	1	1
Deferred tax	-	29	-
Total current assets	71	178	36
Total assets	1,464	5,616	1,669
Equity			
Share capital	13,539	13,483	13,539
Reserves	5	5	5
Accumulated losses	(12,224)	(8,044)	(12,069)
Total equity attributable to equity holders of the Company	1,320	5,444	1,475
Total equity	1,320	5,444	1,475
Liabilities			
Trade and other payables	144	172	194
Total current liabilities	144	172	194
Total equity and liabilities	1,464	5,616	1,669

AORERE RESOURCES LIMITED
Statement of Comprehensive Income
For the six months ended 30 September 2015

	Unaudited 30 Sept 2015 \$'000	<i>Company</i> Unaudited 30 Sept 2014 \$'000	Audited 31 March 2015 \$'000
Revenue	24	269	471
Interest income on bank deposits	2	2	4
Finance income	2	2	4
Administrative expenses	(181)	(285)	(629)
Impairment of subsidiary	-	-	(3,856)
Profit/(loss) before income tax	(155)	(14)	(4,010)
Income tax expense	-	-	(29)
Profit/(loss) for the year	(155)	(14)	(4,039)
Other comprehensive income	-	-	-
Other comprehensive income for the period, net of tax	-	-	-
Total comprehensive income attributable to shareholders	(155)	(14)	(4,039)

AORERE RESOURCES LIMITED
Statement of Changes in Equity
For the six months ended 30 September 2015

	Share capital	<i>Company</i> Share warrant reserve	Accumulated losses	Total
	\$'000	\$'000	\$'000	\$'000
Unaudited				
Balance at 1 April 2015	13,539	5	(12,069)	1,475
Total recognised income and expense	-	-	(155)	(155)
Balance at 30 Sept 2015	13,539	5	(12,224)	1,320
Unaudited				
Balance at 1 April 2014	12,725	5	(8,030)	4,700
Total recognised income and expense	-	-	(14)	(14)
Issue of shares	776	-	-	776
Share issue costs	(18)	-	-	(18)
Balance at 30 Sept 2014	13,483	5	(8,044)	5,444
Audited				
Balance at 1 April 2014	12,725	5	(8,030)	4,700
Total recognised income and expense	-	-	(4,039)	(4,039)
Issue of shares	821	-	-	821
Share issue costs	(7)	-	-	(7)
Balance at 31 March 2015	13,539	5	(12,069)	1,475

AORERE RESOURCES LIMITED
Notes to Financial Statements
For the six months ended 30 September 2015

These unaudited condensed financial statements for Aorere Resources Limited have been prepared in accordance with New Zealand Equivalent to International Accounting Standard (NZIAS) 34 Interim Financial Reporting, issued by the New Zealand Institute of Chartered Accountants. The Company is a profit orientated entity.

The Company is an issuer for the purposes of the New Zealand Financial Reporting Act 2013 and Financial Markets Conduct Act 2013.

The unaudited condensed interim financial statements of the Company for the six months ended 30 September 2015 have been prepared using the same accounting policies and methods of computation as, and should be read in conjunction with, the financial statements and related notes included in the Company's Annual Report for the year ended 31 March 2015.

The same significant judgements, estimates and assumptions included in the notes to the financial statements in the Company's Annual Report for the year ended 31 March 2015 have been applied to these interim statements.

Segment reporting

Segment information is presented in respect of the Group's business and geographical segments. For management purposes there is only one operating segment which is investment.

Geographical segments

The investment segment operates in four principal geographical areas, New Zealand, Canada, Australia and Other.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of investments. Segment assets are based on the geological locations of the assets.

Group Geographical segments	New Zealand	Canada	Australia	Other	Total
<i>In thousands of dollars</i>					
30 September 2015 (unaudited)					
Interest revenue	2	-	-	-	2
Other revenue	-	24	-	-	24
Total revenue	2	24	-	-	26
Segment assets	842	303	475	58	1,678
Other segment information					
Investment in equity accounted investees	363	-	-	-	363

AORERE RESOURCES LIMITED
Notes to Financial Statements
For the six months ended 30 September 2015

Segment reporting (continued)

<i>In thousands of dollars</i>	New Zealand	Canada	Australia	Other	Total
30 September 2014 (unaudited)					
Interest revenue	2	-	-	-	2
Other revenue	233	36	-	-	269
Total revenue	235	36	-	-	271
Segment assets	3,889	330	-	3,473	7,692
Other segment information					
Investment in equity accounted investees	3,501	-	-	-	3,501
31 March 2015 (audited)					
Interest revenue	4	-	-	-	4
Other revenue	411	60	-	-	471
Total revenue	415	60	-	-	475
Segment assets	567	274	1,169	58	2,068
Other segment information					
Investment in equity accounted investees	290	-	-	-	290

The Australian segment relates to an investment in an Australian Company (Mosman Oil & Gas) that is listed in the United Kingdom.