



AND CONTROLLED ENTITIES
ABN 22 009 171 046

**INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2017**

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CORPORATE DIRECTORY

Directors	Jonathan Whyte Rhys Bradley Michael Jardine	Non-Executive Director Non-Executive Director Non-Executive Director
Company Secretary	Jonathan Whyte	
Registered and Principal Office	Unit 32/33, 22 Railway Road Subiaco WA 6008 PO Box 8129 Subiaco East WA 6008 Telephone: +61 8 9380 9920 Facsimile: +61 8 9381 5064 Website: www.indusenergy.com.au	
Share Registry	Computershare Investor Services Pty Ltd Level 11 172 St Georges Terrace Perth WA 6000	
Auditors	PKF Mack 5th Floor 35 Havelock Street West Perth WA 6005	
Stock Exchange	Indus Energy NL is a public company listed on the Australian Securities Exchange and incorporated in Western Australia.	
ASX Codes	IND – Ordinary Fully Paid Shares	

DIRECTORS REPORT

Your Directors submit the financial report of Indus Energy NL ('the Company' or 'Indus') and controlled entities (the consolidated entity) for the half-year ended 31 December 2017.

DIRECTORS

The Directors of the Company in office at any time during or since the end of the half-year are as follows. Directors were in office for this entire period unless otherwise stated.

Jonathan Whyte	Non-Executive Director
Rhys Bradley	Non-Executive Director
Michael Jardine	Non-Executive Director (appointed 27 November 2017)
John Simpson	Non-Executive Chairman (resigned 22 November 2017)

REVIEW AND RESULTS OF OPERATIONS

The net loss of the consolidated entity from continuing operations for the half year ended 31 December 2017 was \$158,578 (2016: \$167,608).

Acquisition Opportunities

The Board is focused on finding an attractive acquisition opportunity and completing a transaction as soon as practicable and has been actively reviewing several opportunities subsequent to 31 December 2017. The Company will provide an update to the market should any of these opportunities be advanced further.

The Board is determined to see the Company's securities resume trading as soon as is feasible, including satisfying the re-admission requirements under Chapter 1 and 2 of the ASX listing rules, but is also cognisant of the need to preserve funds during this review period.

CORPORATE

Board Changes

On 27 November 2017 the Company appointed Mr Michael Jardine as a Non-Executive Director. Mr Jardine has extensive finance and investment experience across a number of sectors, in both Australia and the UK. Having acted in both Executive and Board roles for several ASX listed resource companies, Mr Jardine has particular expertise in business development, strategic planning and capital management.

Mr Jardine replaced Mr John (Gus) Simpson who stepped down from the Board on 22 November 2017.

Cost Reduction Measures

The Company continues to keep all expenditure and overheads to a minimum and will maintain this policy until such point as the Company is fully engaged in operational activity. To further preserve capital, all Board members have agreed to salary sacrifice their directors' fees until such time as a transaction enabling a reinstatement of the Company's securities on the ASX has been completed.

DIRECTORS REPORT

SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the reporting date and the date of this report which significantly affects or may significantly affect the results of the operations of the Company which have not been disclosed in Company announcements.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 6 of this report.

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

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

Jonathan Whyte
Non-Executive Director / Company Secretary

8 March 2018

AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF INDUS ENERGY NL

In relation to our review of the financial report of Indus Energy NL for the half year ended 31 December 2017, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.



PKF MACK



SHANE CROSS
PARTNER

8 MARCH 2018
WEST PERTH,
WESTERN AUSTRALIA

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2017

Notes	31 Dec 2017 \$	31 Dec 2016 \$
Other income	3,959	6,104
External professional services	(34,288)	(17,127)
Corporate costs	(75,010)	(117,601)
Compliance costs	(53,239)	(44,699)
Impairment reversal/(expense)	-	5,715
Loss Before Income Tax	(158,578)	(167,608)
Income tax expense	-	-
Loss From Continuing Operations	(158,578)	(167,608)
Other Comprehensive Income:		
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign controlled entities	(95)	142
Total Comprehensive Loss for the Year	(158,673)	(167,466)
Basic loss per share (cents per share)	(0.101)	(0.106)
Diluted loss per share (cents per share)	(0.101)	(0.106)

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

	Notes	31 Dec 2017 \$	30 Jun 2017 \$
CURRENT ASSETS			
Cash and cash equivalents		1,050,540	1,173,198
Trade and other receivables		16,648	49,850
TOTAL CURRENT ASSETS		1,067,188	1,223,048
TOTAL ASSETS			
		1,067,188	1,223,048
CURRENT LIABILITIES			
Trade and other payables		55,215	88,402
Other liabilities		17,868	17,868
TOTAL CURRENT LIABILITIES		73,083	106,270
TOTAL LIABILITIES			
		73,083	106,270
NET ASSETS			
		994,105	1,116,778
EQUITY			
Issued capital	4	132,948,481	132,912,481
Reserves		1,647,590	1,647,685
Accumulated losses		(133,601,966)	(133,443,388)
TOTAL EQUITY		994,105	1,116,778

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2017

Notes	Share Capital Ordinary \$	Accumulated Losses \$	Option & SBP Reserve \$	Foreign Currency Translation Reserve \$	Total \$
Balance at 1 July 2016	132,912,481	(133,026,153)	-	1,505,492	1,391,820
Loss for the half year	-	(167,608)	-	-	(167,608)
Foreign currency translation	-	-	-	142	142
Total comprehensive loss for the half year	-	(167,608)	-	142	(167,466)
Transactions with owners in their capacity as owners:					
Share based payments	-	-	-	-	-
Balance at 31 December 2016	132,912,481	(133,193,761)	-	1,505,634	1,224,354
Balance at 1 July 2017	132,912,481	(133,443,388)	-	1,647,685	1,116,778
Loss for the half year	-	(158,578)	-	-	(158,578)
Foreign currency translation	-	-	-	(95)	(95)
Total comprehensive loss for the half year	-	(158,578)	-	(95)	(158,673)
Transactions with owners in their capacity as owners:					
Shares issued during the period	36,000	-	-	-	36,000
Balance at 31 December 2017	132,948,481	(133,601,966)	-	1,647,590	994,105

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

Notes	31 Dec 2017 \$	31 Dec 2016 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(161,522)	(208,779)
Interest received	3,959	6,104
Net cash (used in) operating activities	<u>(157,563)</u>	<u>(202,675)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from security term deposit	35,000	-
Net cash provided by investing activities	<u>35,000</u>	<u>-</u>
Net (decrease) in cash and cash equivalents held	(122,563)	(202,675)
Cash and cash equivalents at 1 July	1,173,198	1,450,328
Effects of exchange rate fluctuations on cash and cash equivalents held in foreign currencies	(95)	141
Cash and cash equivalents at 31 December	<u>1,050,540</u>	<u>1,247,794</u>

The accompanying notes form part of these financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: BASIS OF PREPARATION

a) Basis of preparation

This general purpose interim financial report for the half-year reporting period ended 31 December 2017 has been prepared in accordance with Australian Accounting Standard 134 *Interim Financial Reporting* and other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001* as appropriate for “for-profit” orientated entities. Compliance with AASB134 ensures compliance with International Financial Reporting Standard IAS 34, ‘Interim Financial Reporting’.

The half-year report has been prepared on an accruals and historical cost basis.

This interim report does not include all the notes of the type normally included in an annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and operating and financing activities of the consolidated entity as the full financial report. Accordingly, this interim financial report is to be read in conjunction with the annual report for the year ended 30 June 2017 and any public announcements made by Indus Energy NL during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

This interim financial report was approved by the Board of Directors on 8 March 2018.

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

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been adopted early.

b) Going concern

The half year financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business. The consolidated entity incurred a loss from continuing operations of \$158,578 for the period ended 31 December 2017 (2016: \$167,608) and negative operating cash outflows of \$157,563 (2016: \$202,675).

The ability of the Company and the consolidated group to continue to pay its debts as and when they fall due is dependent upon the Company successfully raising additional share capital as and when required.

The Directors believe it is appropriate to prepare these accounts on a going concern basis because the Company is preserving its strong cash position and has reduced all corporate and other overheads to a minimum. This policy will be maintained until such point as the Company is fully engaged in operational activity.

In the event that the consolidated group is not able to obtain sufficient funding and/or contain certain expenditure as outlined above, there is a significant uncertainty whether the consolidated group will continue as a going concern and therefore whether they will realise their assets and extinguish their liabilities in the normal course of business and at the amounts stated in its financial report.

c) Estimates

The preparation of the interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, significant judgment made by management in applying the consolidated entity’s accounting policies and key sources of estimation were the same as those that were applied to the consolidated financial statements as at and for the year ended 30 June 2017.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2: OPERATING SEGMENTS

The consolidated entity has identified its operating segments based on internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. Segments are identified on the basis of area of interest. Financial information about each segment is provided to the chief operating decision makers on at least a monthly basis.

The consolidated entity has one reportable operating segment as follows:

- Australia

NOTE 3: CONTINGENT LIABILITIES

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

NOTE 4: ISSUED CAPITAL

	Note	31 Dec 2017 No of Shares	30 Jun 2017 No of Shares	31 Dec 2017 \$	30 Jun 2017 \$
Ordinary shares - fully paid	(a)	159,167,885	157,453,599	134,656,966	134,620,966
Ordinary shares - partly paid to 2 cent		4,641	4,641	20,420	20,420
Ordinary shares - partly paid to 0.1 cents		29,147	29,147	6,413	6,413
Share issue costs				(1,735,318)	(1,735,318)
				132,948,481	132,912,481

(a) Movement in ordinary shares - fully paid

	Date	No of shares	Share value \$	\$
For the six months ended 31 December 2017				
Opening balance		157,453,599		134,620,966
Shares issued during the period ¹	18-Dec-17	1,714,286	0.021	36,000
Closing balance		159,167,885		134,656,966

¹ On 18 December 2017, 1,714,286 shares were issued to Non-Executive Director, Rhys Bradley, under a Salary Sacrifice Scheme as approved at the Annual General Meeting held on 28 November 2017.

	Date	No of shares	Share value \$	\$
For the year ended 30 June 2017				
Opening balance	01-Jul-16	157,453,599		134,620,966
Closing balance		157,453,599		134,620,966

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value. On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

There have been no movements in the share options reserve and the share based payment reserve since the last annual reporting date.

NOTE 5: EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the reporting date and the date of this report which significantly affects or may significantly affect the results of the operations of the Company which have not been disclosed in Company announcements.

DIRECTORS' DECLARATION

The directors declare that:

1. The financial statements and notes, as set out on pages 7 to 12, are in accordance with the *Corporations Act 2001*, including
 - (a) complying with Australian Accounting Standard AASB134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2017 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.



Jonathan Whyte
Non-Executive Director / Company Secretary

8 March 2018

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
INDUS ENERGY NL

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Indus Energy NL (the Company) and controlled entity (consolidated entity) which comprises the consolidated statement of financial position as at 31 December 2017, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the consolidated entity comprising the Company and the entity it controlled at 31 December 2017, or during the half year.

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 Indus Energy NL 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 2017 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.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors' of the Company a written Auditor's Independence Declaration.

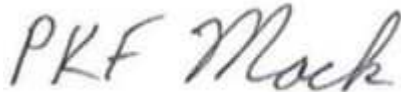
Directors' Responsibility for the Half-Year Financial Report

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 the Australian Accounting Standards and the Corporations Act 2001 and for such internal controls as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and 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 2017 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporation Regulations 2001. As the auditor of Indus Energy NL and the entity it controlled during the half year, 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.



PKF MACK



SHANE CROSS
PARTNER

8 MARCH 2018
WEST PERTH,
WESTERN AUSTRALIA