silverlake RESOURCES

ANNUAL REPORT

FOR THE YEAR ENDED
30 JUNE 2013

ABN: 38 108 779 782

HIGHLIGHTS 2013

- Completed the purchase of assets from Phillips River Mining Ltd on 4 July 2012
- Completed the acquisition of Integra Mining Limited on 11 January 2013
- Murchison operations commenced:
  - Open Pit mining commenced in October 2012
  - First gold poured on 22 February 2013
  - Commercial operations commenced on 1 June 2013
- Production now being sourced from 3 mining operations and 3 processing facilities with total milling capacity of >3.0 million ore tonnes per annum
- June 2013 JORC resource totals 6.4 million ounces gold, 133,600 tonnes copper and 10.5 million ounces silver
- June 2013 JORC reserve totals 1.7 million ounces gold, 74,700 tonnes copper and 8.5 million ounces silver
- Revenue up 59.4% from $135,338,000 to $215,743,000
- Total ore mined up 121.3% from 717,076 tonnes to 1,586,606 tonnes
- Total ore processed up 250.0% from 517,105 tonnes to 1,809,908 tonnes
- Total gold sold up 81.2% from 83,347 ounces to 151,060 ounces

CORPORATE DIRECTORY

Directors

Paul Chapman
Non-Executive Chairman

Les Davis
Managing Director

Chris Banasik
Executive Director – Exploration and Geology

David Griffiths
Non-Executive Director

Peter Johnston
Non-Executive Director

Brian Kennedy
Non-Executive Director

Company Secretary

Peter Armstrong

Principal Office

Suite 4, Level 3, South Shore Centre
85 South Perth Esplanade
South Perth WA 6151

Telephone:

+61 8 6313 3800

Facsimile:

+61 8 6313 3888

Email:

contact@silverlakeresources.com.au

Registered Office

Suite 4, Level 3, South Shore Centre
85 South Perth Esplanade
South Perth WA 6151

Solicitors

Gilbert + Tobin
1202 Hay Street
West Perth WA 6005

Share Register

Security Transfer Registrars Pty Ltd
770 Canning Highway
Applecross WA 6153

Auditors

KPMG
235 St George's Terrace
Perth WA 6000

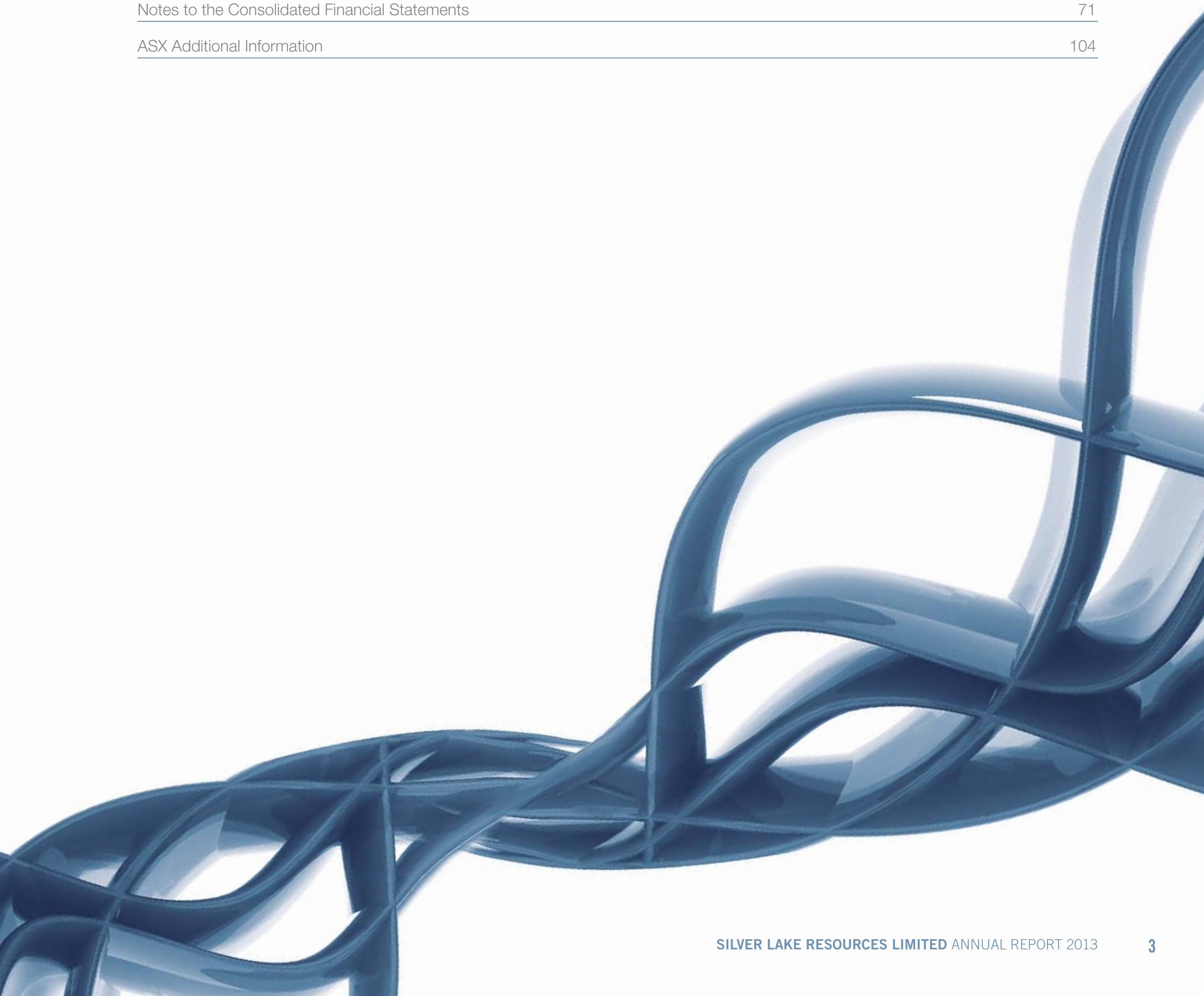
Internet Address

www.silverlakeresources.com.au

ABN 38 108 779 782

ASX Code: SLR

TABLE OF CONTENTS
FOR THE YEAR 2013



DEAR FELLOW SHAREHOLDER

As outlined in our Initial Public Offering in 2007, Silver Lake's strategy has been to build a significant resource base and produce from multiple mines and multiple mills.

In order to pursue this growth strategy and to optimise operations, we must be financially strong and maintain our balance sheet.

Specific objectives were set last year in line with our strategy as follows:

- Complete the acquisition of Integra Mining Limited ("Integra") and seamlessly transition the two businesses into one;
- Optimise production from the merged Mount Monger assets to generate maximum cashflow;
- Achieve milled production of 155,000 to 200,000 oz over the next 12 months from the Mount Monger and Murchison operations;
- Complete construction on the Murchison project, commence production in the March 2013 quarter and achieve a 1.2 million tonne mill throughput rate per annum;
- Drill test all significant copper targets in the Eelya complex, immediately north of the 1.2 million tonne per annum Murchison gold mill;
- Complete a Pre-Feasibility Study ("PFS") on the Hollandaire copper deposit;
- Complete underground drilling to the east and west of Daisy Milano to identify any further new lodes; and
- Maintain a strong balance sheet through prudent capital and cost management.

All of these objectives are to be achieved with the overriding objective of maintaining health and safety as a priority.

We are pleased to report our progress on these matters with a number of achievements:

- From a safety perspective, we have seen a steady decline in the total number of all injuries reported, across the business. The 12 month year on year Group Lost Time Injury Rate (LTIR) decreased to 1.86 at 30 June 2013, below the Gold Industry Performance target of 3.10. The 12 month year on year Group Total Recordable Injury Rate (TRIR) decreased from 27.0 to 21.1 by year end.
- The Integra acquisition was completed in January 2013 and the two businesses are now fully integrated with significant synergies captured since completion.
- The Mount Monger Operations now consist of Silver Lake's Mount Monger assets and Integra's Randalls assets. The Lakewood and Randalls mills have a combined capacity of 1.9 to 2.1 million tonnes per annum and are being fed ore from multiple mines and large surface stockpiles.
- During the year, ore was sourced from the Daisy Complex and Cock-eyed Bob underground mines and the Wombola and Maxwells open pits, resulting in mined production of 1.1 million tonnes at 3.4 g/t Au for 120,890 ounces, an 18% increase on the previous year.
- Milled production from the Mount Monger Operations increased 62% to 133,364 oz. This result was behind target due mainly to lower grades from the Daisy Complex experienced in the March 2013 quarter and below budget grade from Maxwells. These issues have since been resolved with a substantial increase to mined grades at both deposits. Furthermore, production from the Daisy Complex was reduced by 45% from April 2013 to maximise cashflow and maintain margins due to the sharp decline in the Australian dollar gold price.
- Construction of the Murchison Gold Project was completed during the year with the successful commissioning of the processing facility and maiden gold pour in February 2013. Commercial production was declared in June 2013. 17,932 oz were produced for the period and the processing facility has been operating above name plate capacity of 1.2 million tonnes per annum since commissioning was completed. It was disappointing that the development of the Murchison was impacted by a cost overrun and a prolonged commercial dispute with the main contractor.
- Group production for the year totalled 151,296 oz, an 83% increase on the previous year.
- Drill testing of base metal targets in the Eelya complex was completed during the year resulting in copper and zinc intersections along a 10 kilometer corridor from Hollandaire in the south to Colonel in the north.
- A Pre-Feasibility Study was completed on the Hollandaire gold copper deposit during the year. Results of the PFS show that a viable open pit mine can be developed on the Hollandaire gold & upper copper zones. This scenario would see payback of a base metals circuit and provide a modest surplus. Installation of this circuit provides for upside in the event of further base metals exploration success or increases in metal prices.

Unfortunately, the year was not without its challenges or immunity from the declining gold price:

- As advised in April 2013, Silver Lake entered into a protracted commercial dispute regarding a number of matters with the EPC contractor, resulting in a cost overrun on the Murchison Gold Project. The dispute has been fully resolved between the parties.

» In mid-April 2013, the gold price recorded the biggest two day price drop in thirty years. As a result, the Company changed its business strategy. Growth options were deferred and maximising cash flow in a lower price environment became imperative. This ensured that the Company could weather a prolonged period of lower gold prices while preserving growth options in the event of a sustained price increase. Accordingly, significant operational changes were made at the Mount Monger Operations and wherever possible capital expenditure was reduced or deferred. This included the deferral of underground development in the Murchison. In addition, discretionary investment expenditure on a number of exploration projects was deferred indefinitely.

» The Group recorded a net loss after tax for the year of $319.3 million. The result was significantly impacted by a lower average gold price for the year (as compared to the prior period), $351.6 million of asset impairments and $15.5 million of business combination expenses (impairment values are stated pre-tax).

Not withstanding the change in strategy and the restructuring of its business, the Company also sought to strengthen its balance sheet via a A$47.5 million placement to institutional investors and a share purchase program for smaller investors (to raise up to A$15 million). These capital raising initiatives were implemented in late August 2013 and are due for completion in October 2013.

The business has been restructured to protect against the downside of a weaker gold price while maintaining flexibility to capture the upside through a number of growth projects. We have a strong committed team who will see us through this next phase and it is important that our current assets generate strong cash flows. Accordingly, we have set ourselves the following key objectives for the next twelve months:

» Achieve milled production of 120,000 to 130,000 oz from the Mount Monger Operations;

» Achieve milled production of 60,000 to 70,000 oz from the Murchison Operations;

» Complete final metallurgical test work at the Magic gold deposit allowing an economic analysis on the viability of treatment at our existing mills;

» Continue limited exploration across the group focusing on short term, high impact outcomes; and

» Maintain a strong balance sheet through prudent capital, cost and cashflow management.

Again, all of these objectives are to be achieved with the overriding objective of maintaining health and safety as a priority.

We have multiple mines and mills operating and numerous internal growth projects to bring into production in an improved and sustained gold price environment. We have a committed team with a proven track record to implement our strategy. We remain committed to growing shareholder value.

On behalf of the Board, we would like to thank the Company's employees for their efforts and achievements during the year and appreciate the support of our suppliers and contractors. We would also like to acknowledge the support of our shareholders for their confidence in the Company throughout a challenging period.

Paul Chapman
Non-Executive Chairman
16 September 2013

Les Davis
Managing Director

OPERATIONS REPORT

OVERVIEW

Silver Lake is an all-Australian, ASX 200 listed gold producing and exploration company with multiple mines and multiple treatment plants operating in the Eastern Goldfields and Murchison districts of Western Australia.

Silver Lake's land position in Western Australia covers 5,000 sq km of highly prospective, under explored tenements containing gold, silver and copper.

Silver Lake currently has JORC Resources and JORC Ore Reserves containing:

- 6.4 million ounces of gold inclusive of 1.7 million ounces of reserve;
- 10.5 million ounces of silver; and
- 133,500 tonnes of copper.

On 21 December 2012, Silver Lake acquired Integra Mining Limited. Commentary and results in this report therefore include all Integra operations since the acquisition date.

Silver Lake also completed construction of the Murchison mill, with commercial production declared from 1 June 2013. Contributions to the FY13 Profit and Loss from the Murchison operations commence from the date of commercial production.

Group Financial Overview

The Group recorded a net loss after tax for the year of $319.288 million (2012: profit of $31.175 million). The result was significantly impacted by a lower average gold price for the year (as compared to the prior period), $351.596 million of asset impairments and $15.448 million of business combination expenses. Full details of the asset impairments can be found in the notes to the Financial Statements.

A reconciliation between the statutory loss after tax and the Group's underlying operating results is tabled on page 46. This reconciliation is an unaudited non-IFRS measure that, in the opinion of the Board, provides useful information to assess the operating performance of the Group. As noted in the table, the Group's EBITDA (before significant items) was $41.487 million for the year (2012 $56.986 million). The decrease in EBITDA (before significant items) is primarily due to:

- A lower average gold price as compared to the prior period. The average realised sale price for the year was A$1,529/oz (2012: A$1,624/oz)
- An increase in the cash operating costs per ounce of gold ($640 to $707 in the current year)
- An increase in administration costs and personnel expenses of $9.089 million primarily as a result of the Integra acquisition and commencement of the Murchison operations

Gold sales for the year were 151,060 oz, an increase of 81% compared to the previous corresponding period. Mining and production statistics for the Group for the year ended 30 June 2013 are detailed in Table 1 and Table 2.

Overview of Operations

Silver Lake's Mount Monger Operation contains the Daisy Complex and Cock-eyed Bob underground mines and the Wombola Dam and Maxwells open pit mines. The Mount Monger Operation also includes significant ore stockpiles from the Salt Creek and Maxwells mines.

Mount Monger has additional multi-mine potential underpinned by emerging open pit production from the Wombola Pit, Magic, Majestic, Harrys Hill and Lucky Bay deposits as well as the Santa underground mine deposit.

Gold ore from the Mount Monger Operation is transported to either the Lakewood treatment plant, located 5 km south east of Kalgoorlie, or to the Randalls treatment plant, located 60 km south east of Kalgoorlie. The Lakewood facility has a capacity of 0.9 million tonnes per annum with the Randalls facility able to process 1.2 million tonnes per annum.

Mining and production statistics for the Mount Monger Operations for the year ended 30 June 2013 are detailed in Table 3 and Table 4.

In the Murchison, Silver Lake recently completed construction of a 1.2 million tonne per annum treatment plant. Commercial production of the plant was declared from 1 June 2013. Provision has also been made at the treatment plant for the addition of a future base metals circuit.

Ore from the Murchison has to date been sourced from four open pit mines, Exodus, Eclipse, Comet North and Comet South. As announced to the ASX on 18 July 2013, the Murchison operations have been optimised to produce gold from open pit operations for the year ending 30 June 2014 and to defer the development of the underground Caustons mine for approximately 12 months. The Caustons mine has been placed on care and maintenance in readiness for start-up at a later point, together with other future underground deposits in the region, Comet, Tuckabianna West and Lena.

Mining and production statistics for the Murchison operations for the year ended 30 June 2013 are detailed in Table 5 and Table 6.

Nearby to the Murchison project is the Eelya Complex, which is a prospective gold and base metals deposit. A Pre-Feasibility Study ("PFS") at Hollandaire was completed during the last quarter of the year with an initial ore reserve estimated at 13,500 tonnes of copper, 13,800 ounces of gold and 145,400 ounces of silver, over a two year life of mine.

The PFS excludes potential production from the underground Hollandaire Lower and Hollandaire West zones. These areas could be subject to production at completion of the open pit, but would require a higher metal price environment. Results of the PFS show that a viable open pit mine can be developed on the Hollandaire gold & upper copper zones. This scenario would see payback of a base metals circuit and provide a modest surplus. Installation of this circuit provides for upside in the event of further base metals exploration success or increases in metal prices.

In the Great Southern, Silver Lake owns the large Kundip and Munglinup exploration projects covering over 2,500 sqkm. Over the coming years, Silver Lake will increase regional gold exploration in the area with the view of establishing a third gold mining centre (with potential copper and silver credits).

Gold Mining and Production Statistics

GROUP OPERATIONS - MINING	UNITS	FY 2013	FY 2012
Underground			
Ore tonnes mined	Tonnes	559,768	436,157
Mined grade	g/t Au	4.7	6.2
Contained gold in ore	Oz	84,375	86,437
Open Pit			
Ore mined	Tonnes	1,026,838	280,919
Mined grade	g/t Au	1.8	1.8
Contained gold in ore	Oz	60,852	16,161
Total ore mined	Tonnes	1,586,606	717,076
Mined grade	g/t Au	2.8	4.5
Contained gold in ore	Oz	145,138	102,598

Table 1

GROUP OPERATIONS - PROCESSING	UNITS	FY 2013	FY 2012
Ore milled	Tonnes	1,809,908	517,105
Head grade	g/t Au	2.8	5.3
Contained gold in ore	Oz	161,010	88,264
Recovery	%	94	94
Gold produced	Oz	151,296	82,531
Gold refined and sold	Oz	151,060	83,347

Table 2

MOUNT MONGER - MINING	UNITS	FY 2013	FY 2012
Underground			
Ore tonnes mined	Tonnes	559,768	436,157
Mined grade	g/t Au	4.7	6.2
Contained gold in ore	Oz	84,375	86,437
Open Pit			
Ore mined	Tonnes	531,332	280,919
Mined grade	g/t Au	2.1	1.8
Contained gold in ore	Oz	36,604	16,161
Total ore mined	Tonnes	1,091,100	717,076
Mined grade	g/t Au	3.4	4.5
Contained gold in ore	Oz	120,890	102,598

Table 3

OPERATIONS REPORT

MOUNT MONGER - PROCESSING	UNITS	FY 2013	FY 2012
Ore milled	Tonnes	1,367,318	517,105
Head grade	g/t Au	3.2	5.3
Contained gold in ore	Oz	141,655	88,264
Recovery	%	94	94
Gold produced	Oz	133,364	82,531

Table 4

MURCHISON - MINING	UNITS	FY 2013	FY 2012
Open Pit			
Ore mined	Tonnes	495,506	-
Mined grade	g/t Au	1.5	-
Contained gold in ore	Oz	24,248	-
Total ore mined	Tonnes	495,506	-
Mined grade	g/t Au	1.5	-
Contained gold in ore	Oz	24,248	-

Table 5

MURCHISON - PROCESSING	UNITS	FY 2013	FY 2012
Ore milled	Tonnes	442,590	-
Head grade	g/t Au	1.4	-
Contained gold in ore	Oz	19,355	-
Recovery	%	93	-
Gold produced	Oz	17,932	-

Table 6

Finishing touches to a Silver Lake dore bar.

ENVIRONMENT

Effective environmental management this year has facilitated the approval of multiple mining proposals along with the granting of several licenses and approvals. Process and procedures have been enhanced during the year along with the expansion of environmental resources to further strengthen the Company's management of environmental risk. Energy saving initiatives such as EnerNOC's Demand Side Management continue to be utilised at both Lakewood and Randalls mills with studies being researched for further energy saving opportunities.

Consolidation of environmental resources last financial year has put Silver Lake in a positive position to assimilate into the Silver Lake Resources Integrated Management System (SLIMS) to continually improve management of environmental risk, better analyse the occurance of incidents and efficiently manage statutory requirements. The benefits will especially be evident in the Great Southern Region as we progress towards mining approval in an environmentally sensitive area. Cost savings are also envisaged by bringing externally contracted services 'in house' where they can be effectively managed under the Company's environmental management team.

SAFETY

The 12 month year on year Group LTI Rate (LTIR) decreased to 1.86 at 30 June 2013, below the Gold Industry performance target of 3.10. Three lost time injuries (LTI) were recorded during the year. The 12 month year on year Group Total Recordable Injury Rate (TRIR) decreased from 27.0 to 21.1 by June year end. During this period there has been a steady decline in the total number of all injuries reported, including first aid, across the business.

Figure 1 shows the Group LTIR in comparison to the Group's internal target and the Gold Industry Performance (derived from WA Department of Mines and Petroleum (DMP) Gold Industry Performance).

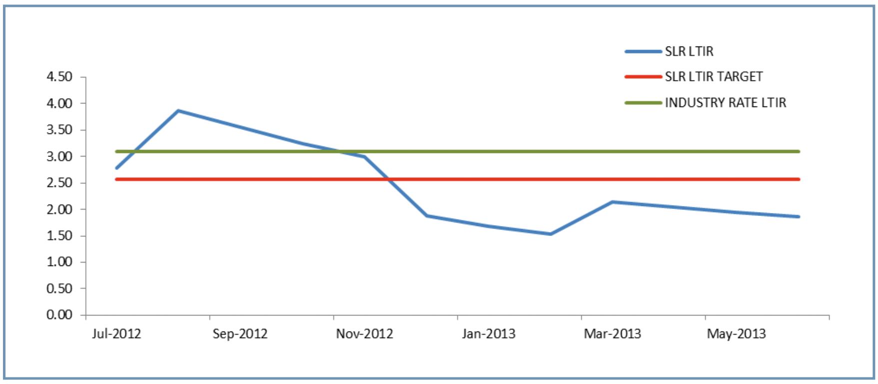


Figure 1: *Group Safety Statistics (12 month rolling).*

OHS achievements over the past financial year included:

» Appointment of a Group OHS and Training Manager;

» A review and restructure of OHS services provided to the business;

» The undertaking of a gap analysis of Group OHS and Training Management System requirements;

» Development of a 3 year strategic plan to enhance safety and training performance;

» Revision of the business Workers Compensation Management System;

» Development of a centralised Silver Lake Integrated Management System (SLIMS) to produce improvements in risk management, incident reporting, emergency and crisis management, document and record management and some aspects of critical hazard management.

The Group is targeting a 20% reduction in LTIR (1.5) and TRIR (16.9) by 30 June 2014. In addition, the Group will aim to deliver on Year 1 objectives from a 3 Year OHS & Training Strategic Plan (this 3 Year plan provides a business road map for staggered continuous improvement programs in the core service areas of Project Compliance; Integrated Management System Development; Critical Hazard Management; Learning and Development and Leadership and Culture Development).

STRATEGY

The Group's strategy for FY14 is to restructure the business to protect it from downside risks in a lower gold price environment, whilst maintaining flexibility to capture future increases in the gold price. This will be achieved by:

- Maximising cash flow thereby strengthening the balance sheet and improving liquidity;
- Completion of the capital raising initiatives announced to the market on 27 August 2013;
- Short term deferral of capital expenditure on expansion projects and deferral of underground mining at the Murchison;
- Significant cost reductions though salary and wages cuts, organisational restructures and contract renegotiations with our suppliers;
- Optimising the mill feed at the Mount Monger Operations. Mills will be fed a combination of ore from the Daisy Complex, Cock-eyed Bob, Maxwells mines and existing stockpiles, producing 120,000 – 130,000 ounces of gold;
- Optimising Murchison mill feed from multiple open pit sources producing 60,000 - 70,000 ounces of gold; and
- Reduce exploration expenditure in FY14, focusing on short-term high impact outcomes.

Existing operations are sustainable in a lower gold price environment; however several expansion and development options exist should the gold price experience sustained improvement. These options include:

- Commence production from Wombola Dam with minimal lead time;
- Develop the Majestic and Imperial deposits;
- Recommence underground development in the Murchison to complement existing open pit operations; and
- Enhance exploration efforts at Lorna Doone, Randalls region iron formations and the Great Southern.

Key risks in being able to deliver on the Group's strategy include:

- Price and demand for gold - It is difficult to accurately predict future demand and gold price movements and such movements may adversely impact on the Group's profit margins, future development and planned future production;
- Exchange rates - The majority of the Group's sales will provide for payment in Australian dollars with reference to the US dollar gold price, while the majority of costs will be in Australian dollars. Therefore, revenue will be related to the US dollar gold price and may be affected by the AUD:USD foreign exchange rate;
- Reserves and Resources - The Mineral Resources and Ore Reserves for the Group's assets (refer Tables 7 & 8) are estimates only and no assurance can be given that any particular recovery level will in fact be realised;
- Operations - The Group's gold mining operations are subject to operating risks that could result in decreased production, increased costs and reduced revenues. Operational difficulties may impact the amount of gold produced, delay deliveries or increase the cost of mining for varying lengths of time.

Drilling at Mount Monger.

EXPLORATION OVERVIEW

Silver Lake's lease holdings encompass highly prospective tenements in the Eastern Goldfields, Murchison and Great Southern districts of Western Australia (refer to Figure 2). During the reporting period exploration activities have been undertaken in the Eastern Goldfields, the Murchison and at the Great Southern project. In January 2013, Silver Lake Resources completed the merger with Integra Mining Limited ("Integra") which involved the takeover of all of the tenure and assets previously owned by Integra at its Randalls operation and Aldiss exploration areas. The merger with Integra has created a company with a land holding of approximately 5,000 square kilometres.

At Mount Monger exploration has been undertaken underground as well as on the surface. Underground diamond drilling was focused in two areas, firstly, to infill and extend the Haoma West area and secondly to better define the Stanley area. Stanley is an area of mineralisation currently defined between the 4 level and the 10 level. RC surface drilling activities were undertaken at Salt Creek East and surface diamond drilling was undertaken at Lorna Doone. Surface drilling will continue in the coming year in the Lorna Doone/Spinifex area, Magic, Majestic West and Aldiss. Underground drilling will also focus on delineating the Haoma West area and depth extensions to Dinnie-Riggio.

In the Murchison surface drilling continued at Tuckabianna and at the Eelya Complex.

At Tuckabianna RC and diamond drilling focused on increasing confidence in, and extending resources at, Sherwood and following up geochemical anomalies at Ridge 456 and Rapier South. In the coming year exploration will be directed towards following up geochemical targets to the west and north of the historical mining areas.

At the Eelya Complex exploration drilling was focused to infill and extend the Hollandaire resource in order to complete the prefeasibility study. Geochemical sampling and geophysical data analysis continued in areas away from Hollandaire, within the Eelya complex. In the coming year exploration drilling will be targeted to testing the reinterpretations at Mount Eelya and Colonel as well as testing the anomalies defined this year.

Exploration at Comet and Moyagee was confined to ongoing mapping and geochemical sampling. Heritage clearance was obtained for further exploration in the Lake Austin area on the previously delineated geophysical targets. In the coming year the exploration plan includes testing these targets as well as geochemical targets in the Comet area.

Great Southern exploration involved reinterpretation of historical data and the continued mapping and sampling of the entire lease package. This work has highlighted many areas that require follow up closer spaced geochemical data and a review of the existing geophysical information. The drilling plan for the coming year will involve infill and extension of existing resources within the Kundip area.

RESOURCES AND RESERVES

The 2013 JORC resources and reserves for Eastern Goldfields include the inventory previously owned by Integra. The total June 2013 JORC resource is 29.4 million tonnes at 3.8 g/t Au for 3.6 million oz (refer Table 7). This includes a maiden resource for Haoma West of 398,300 tonnes at 15.9 g/t Au for 203,000 oz. The 2013 JORC reserve for the Eastern Goldfields is 8.3 million tonnes at 3.1 g/t Au for 833,000 oz (refer Table 9).

In the Murchison the June 2013 JORC resources total 21.0 million tonnes at 2.8 g/t Au for 1.9 million oz (refer to Table 7). The gold reserve for Murchison totals 4.6 million tonnes at 2.7 g/t Au for 391,000 oz (refer Table 9). The reserve includes the maiden Hollandaire reserve totaling 574,000 tonnes at 0.8 g/t Au for 14,000 oz, 574,000 tonnes at 8.2 g/t Ag for 150,900 oz and 441,800 tonnes at 1.1 % Cu for 14,700 tonnes.

The Great Southern June 2013 JORC resources total 16.0 million tonnes at 2.0 g/t for 1 million oz (refer Table 7).
The Gold reserve for the Great Southern totals 7.4 million tonnes at 1.8 g/t for 442,100 oz (refer Table 9).

The Great Southern and Hollandaire resource inventory of copper and silver are listed in Table 8. The base metals reserves for the Great Southern and Hollandaire are listed in Table 10.

2013	MEASURED RESOURCES			INDICATED RESOURCES			INFERRED RESOURCES			TOTAL RESOURCES		
DEPOSIT	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S
Daisy Milano	140.8	11.1	50.3	633.9	15.6	317.3	1,084.8	9.1	316.5	1,859.6	11.4	684.1
Haoma	200.5	13.3	85.8	272.3	11.2	97.6	673.6	10.2	220.3	1,146.4	11.0	403.6
Haoma West				107.5	26.0	90.0	290.9	12.1	113.2	398.3	15.9	203.1
Christmas Flat							424.2	3.4	45.9	424.2	3.4	45.9
Dinnie Reggio							294.2	5.7	54.2	294.2	5.7	54.2
Majestic				1,640.5	2.2	118.2	478.6	1.5	23.5	2,119.1	2.1	141.6
Imperial				159.8	10.0	51.4	112.2	5.5	19.7	272.0	8.1	71.1
Fingals				131.0	2.7	11.2	1,043.0	2.3	76.8	1,174.0	2.3	88.0
Costello							111.0	4.0	14.3	111.0	4.0	14.3
Lorna Doone				209.0	2.9	19.4	1,082.0	4.5	157.2	1,291.0	4.3	176.6
Magic/Mirror				762.0	3.0	74.5	1,150.0	4.9	182.0	1,912.0	4.2	256.5
Wombola Pit				48.4	3.2	4.9	45.5	2.9	4.2	93.9	3.0	9.1
Wombola Dam	288.6	3.8	35.1	271.7	3.2	28.3	143.7	2.8	12.9	704.0	3.4	76.3
Hammer & Tap							350.2	2.4	27.4	350.2	2.4	27.4
Total Mount Monger	629.9	8.4	171.1	4,236.1	6.0	812.8	7,283.8	5.4	1,268.0	12,149.9	5.8	2,251.9
Salt Creek	155.0	2.1	10.5	930.0	2.2	67.2	256.0	1.7	13.6	1,341.0	2.1	91.3
Maxwells				506.0	3.8	61.4	360.0	2.7	31.8	866.0	3.3	93.2
Santa Area				4,368.0	2.1	293.3	1,507.0	2.7	128.4	5,875.0	2.2	421.7
Cock-Eyed Bob				786.0	4.0	100.0	377.0	4.1	49.7	1,163.0	4.0	149.7
Lucky Bay				159.0	5.2	26.4	4.0	7.5	1.0	163.0	5.2	27.4
Rumbles							645.0	1.4	28.4	645.0	1.4	28.4
Anomaly A				158.0	2.7	13.8	73.0	1.7	4.0	231.0	2.4	17.8
Randalls Dam				107.0	2.1	7.2	6.0	1.2	0.2	113.0	2.1	7.5
Total Randalls	155.0	2.1	10.5	7,014.0	2.5	569.3	3,228.0	2.5	257.2	10,397.0	2.5	837.0
Main Zone				1,888.0	2.4	145.1	26.0	2.1	1.8	1,914.0	2.4	146.9
Harry's Hill				1,780.0	2.3	134.2	18.0	1.9	1.1	1,798.0	2.3	135.3
French Kiss				1,906.0	1.9	115.8	39.0	2.1	2.7	1,945.0	1.9	118.5
Spice							104.0	4.0	13.5	104.0	4.0	13.5
Tank/Atriedes				622.0	1.9	37.0	60.0	1.9	3.7	682.0	1.9	40.7
Italia/Argonaut				409.0	1.4	18.8				409.0	1.4	18.8
Total Aldiss				6,605.0	2.1	450.9	247.0	2.9	22.8	6,852.0	2.2	473.7
Total Eastern Goldfields	784.9	7.2	181.6	17,855.1	3.2	1,833.0	10,758.8	4.5	1,548.0	29,398.9	3.8	3,562.6

Table 7: Resource Inventory as at June 2013. Rounding may give rise to unit discrepancies in this table.

2013	MEASURED RESOURCES			INDICATED RESOURCES			INFERRED RESOURCES			TOTAL RESOURCES		
DEPOSIT	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S	ORE T '000S	GRADE G/T AU	TOTAL OZ AU '000S
Caustons				2,034.8	3.1	202.8	1,152.4	3.3	120.4	3,187.3	3.2	323.2
Tuckabianna				2,053.1	2.8	184.8	1,973.7	2.9	182.9	4,026.8	2.8	367.6
TMC/Katies				506.8	2.1	33.7	532.0	2.0	34.5	1,038.8	2.0	68.2
Friars							402.0	1.9	24.6	402.0	1.9	24.6
Jasper Queen							175.0	2.6	14.6	175.0	2.6	14.6
Gilt Edge				63.0	2.7	5.6	32.8	3.7	3.9	95.8	3.1	9.4
Genesis				268.3	1.8	15.5	14.1	2.5	1.1	282.4	1.8	16.6
Julies Reward				438.5	2.8	38.9	378.2	3.6	44.3	816.7	3.2	83.2
Sherwood				154.9	1.8	9.1	372.1	2.2	26.0	527.0	2.1	35.0
Jaffas Folly				6.0	4.3	0.8	202.0	1.4	9.1	208.0	1.5	9.9
Little John							1,201.0	1.8	68.7	1,201.0	1.8	68.7
Total Tuckabianna				5,525.4	2.8	491.2	6,435.4	2.6	530.0	11,960.8	2.7	1,021.2
Comet				1,221.9	4.9	192.3	252.2	4.2	34.2	1,474.1	4.8	226.5
Comet North				607.5	2.4	46.5	49.5	2.0	3.1	656.9	2.3	49.6
Lunar/Solar				-		-	64.6	1.2	2.5	64.6	1.2	2.5
Pinnacles				694.7	2.1	46.9	563.9	3.4	62.0	1,258.7	2.7	108.9
Eclipse				64.4	5.2	10.7	-		-	64.4	5.2	10.7
Venus				515.4	1.8	29.7	60.9	1.6	3.2	576.3	1.8	32.9
Mercury				124.0	1.7	6.9	72.7	1.5	3.4	196.7	1.6	10.3
Total Comet				3,227.8	3.2	332.9	1,064.0	3.2	108.4	4,291.8	3.2	441.4
Lena				1,034.4	2.2	73.8	2,383.4	3.4	259.0	3,417.8	3.0	332.8
Leviticus							42.2	6.0	8.1	42.2	6.0	8.1
Numbers							278.0	2.5	22.0	278.0	2.5	22.0
Break of Day							335.7	1.9	20.6	335.7	1.9	20.6
Total Moyagee				1,034.4	2.2	73.8	3,039.2	3.2	309.8	4,073.6	2.9	383.6
Hollandaire				473.0	1.4	20.9	44.6	1.1	1.6	517.6	1.3	22.5
Rapier South							171.3	2.2	11.9	171.3	2.2	11.9
Total Eelya				473.0	1.4	20.9	215.9	1.9	13.4	688.9	1.5	34.3
Total Murchison				10,260.6	2.8	918.8	10,754.5	2.8	961.7	21,015.1	2.8	1,880.5
Kundip				4,390.0	3.4	481.3	4,550.0	2.1	307.2	8,940.0	2.7	788.5
Trilogy	310.0	2.4	23.9	5,750.0	0.7	136.4	180.0	0.8	4.5	6,240.0	0.8	164.8
Queen Sheba							801.7	1.9	49.0	801.7	1.9	49.0
Total Great Southern	310.0	2.4	23.9	10,140.0	1.9	617.7	5,531.7	2.0	360.6	15,981.7	2.0	1,002.3
Total Silver Lake	1,094.9	5.8	205.5	38,255.7	2.8	3,369.5	27,045.0	3.3	2,870.3	66,395.7	3.0	6,445.4

Table 7 continued: Resource Inventory as at June 2013. Rounding may give rise to unit discrepancies in this table.

DEPOSIT	MEASURED RESOURCES					INDICATED RESOURCES					INFERRED RESOURCES					TOTAL RESOURCES				
	ORE TONNES '000S	GRADE	INCREMENT	TOTAL '000S	UNIT	ORE TONNES '000S	GRADE	INCREMENT	TOTAL '000S	UNIT	ORE TONNES '000S	GRADE	INCREMENT	TOTAL '000S	UNIT	ORE TONNES '000S	GRADE	INCREMENT	TOTAL '000S	UNIT
Kundip Project																				
Silver	-	-	g/t Ag	-	oz	4,390.0	2.5	g/t Ag	353.9	oz	4,550.0	2.1	g/t Ag	314.2	oz	8,940.0	2.3	g/t Ag	668.1	oz
Copper	-	-	% Cu	-	t	4,390.0	0.4	% Cu	15.6	t	4,550.0	0.3	% Cu	14.7	t	8,940.0	0.3	% Cu	30.2	t
Trilogy Project																				
Silver	310.0	41.2	g/t Ag	406.6	oz	5,750.0	48.0	g/t Ag	8,859.6	oz	180.0	12.0	g/t Ag	73.4	oz	6,240.0	47.0	g/t Ag	9,339.7	oz
Copper	310.0	0.3	% Cu	0.9	t	5,750.0	1.1	% Cu	62.3	t	180.0	0.8	% Cu	1.4	t	6,240.0	1.0	% Cu	64.6	t
Hollandaire																				
Silver	-	-	-	-	oz	1,925.4	6.2	-	386.5	oz	728.2	4.6	g/t Ag	108.8	oz	2,653.6	5.8	g/t Ag	495.3	oz
Copper	-	-	-	-	t	1,891.3	2.0	-	37.1	t	122.4	1.4	% Cu	1.7	t	2,013.7	1.9	% Cu	38.8	t
Total Resource																				
Silver	310.0	40.8	g/t Ag	406.6	oz	12,065.4	24.7	g/t Ag	9,600.0	oz	4,730.0	2.5	g/t Ag	386.6	oz	17,833.6	18.3	g/t Ag	10,503.0	oz
Copper	310.0	0.3	% Cu	0.9	t	12,031.3	1.0	% Cu	114.9	t	4,852.4	0.4	% Cu	17.8	t	17,193.7	0.8	% Cu	133.6	t

Table 8: Base Metal Resource Inventory as at June 2013. Rounding may give rise to unit discrepancies in this table.

2013	PROVED RESERVES			PROBABLE RESERVES			TOTAL RESERVES		
DEPOSIT	ORE TONNES '000S	GRADE	TOTAL OZ AU '000S	ORE TONNES '000S	GRADE	TOTAL OZ AU '000S	ORE TONNES '000S	GRADE	TOTAL OZ AU '000S
Mt Monger UG				675.0	7.0	151.6	675.0	7.0	151.6
Haoma				694.0	6.9	154.7	694.0	6.9	154.7
Majestic				590.3	2.3	44.5	590.3	2.3	44.5
Imperial				202.4	7.6	49.4	202.4	7.6	49.4
Mirror/Magic				416.6	2.9	38.7	416.6	2.9	38.7
Wombola Pit				15.7	1.8	0.9	15.7	1.8	0.9
Wombola Dam				244.9	2.2	17.3	244.9	2.2	17.3
Mt Monger Stockpiles	332.7	1.7	18.4				332.7	1.7	18.4
Mt Monger Total	332.7	1.7	18.4	2,838.9	5.0	457.1	3,171.6	4.7	475.5
Salt Creek				240.4	3.5	27.0	240.4	3.5	27.0
Maxwells				268.6	3.5	30.0	268.6	3.5	30.0
Santa Area				1,567.0	1.7	86.2	1,567.0	1.7	86.2
Cock-Eyed Bob				481.1	3.5	54.7	481.1	3.5	54.7
Lucky Bay				123.0	4.9	19.2	123.0	4.9	19.2
Randalls Stockpiles	1,331.9	1.3	54.1				1,331.9	1.3	54.1
Randalls Total	1,331.9	1.3	54.1	2,680.0	2.5	217.0	4,011.9	2.1	271.0
Harry's Hill				1,135.0	2.4	86.5	1,135.0	2.4	86.5
Aldiss Total				1,135.0	2.4	86.5	1,135.0	2.4	86.5
Eastern Goldfields Total	1,664.6	1.4	72.5	6,653.9	3.6	760.6	8,318.5	3.1	833.0
Caustons				813.4	3.9	103.2	813.4	3.9	103.2
Caustons North									
Tucka West				471.7	3.5	53.3	471.7	3.5	53.3
TMC/Katies				229.0	2.4	17.6	229.0	2.4	17.6
Exodus				209.2	1.2	8.1	209.2	1.2	8.1
Genesis									
Gilt Edge				42.2	2.1	2.9	42.2	2.1	2.9
Tuckabianna Stockpiles	126.7	0.8	3.1				126.7	0.8	3.1
Tuckabianna	126.7	0.8	3.1	1,765.6	3.3	185.0	1,892.2	3.1	188.1
Comet				921.7	3.6	107.8	921.7	3.6	107.8
Comet North				228.5	2.9	21.5	228.5	2.9	21.5
Comet South				16.0	2.9	1.5	16.0	2.9	1.5
Pinnacles				61.6	3.1	6.2	61.6	3.1	6.2
Eclipse				21.4	5.4	3.7	21.4	5.4	3.7
Venus				356.3	1.6	18.8	356.3	1.6	18.8
Mercury				85.7	1.2	3.4	85.7	1.2	3.4
Comet Stockpiles	51.4	0.8	1.3				51.4	0.8	1.3
Comet Total	51.4	0.8	1.3	1,691.3	3.0	162.9	1,742.7	2.9	164.2
Lena				342.6	2.2	24.7	342.6	2.2	24.7
Moyagee Total				342.6	2.2	24.7	342.6	2.2	24.7
Hollandaire				574.0	0.8	14.0	574.0	0.8	14.0
Eelya Total				574.0	0.8	14.0	574.0	0.8	14.0
Murchison Total	178.1	0.8	4.4	4,373.5	2.7	386.6	4,551.5	2.7	391.0
Kundip				2,810.0	3.4	307.2	2,810.0	3.4	307.2
Trilogy	310.0	2.2	22.0	4,320.0	0.8	112.9	4,630.0	0.9	134.9
Great Southern Total	310.0	2.2	22.0	7,130.0	1.8	420.1	7,440.0	1.8	442.1
Total Reserve	2,152.7	1.4	98.9	18,157.3	2.7	1,567.5	20,310.1	2.6	1,666.0

Table 9: Gold Reserve Inventory as at June 2013. Rounding may give rise to unit discrepancies in this table.

DEPOSIT	PROVED RESERVES					PROBABLE RESERVES					TOTAL RESERVES				
	ORE TONNES '000S	GRADE	INCREMENT	TOTAL '000S	UNIT	ORE TONNES '000S	GRADE	INCREMENT	TOTAL '000S	UNIT	ORE TONNES '000S	GRADE	INCREMENT	TOTAL '000S	UNIT
Kundip Project															
Silver	-	-	g/t Ag	-	oz	2,810.0	2.7	g/t Ag	243.9	oz	2,810.0	2.7	g/t Ag	243.9	oz
Copper	-	-	% Cu	-	t	2,810.0	0.4	% Cu	10.7	t	2,810.0	0.4	% Cu	10.7	t
Trilogy Project															
Silver	310.0	45.0	g/t Ag	448.5	oz	4,320.0	55.0	g/t Ag	7,637.7	oz	4,630.0	54.3	g/t Ag	8,086.2	oz
Copper	310.0	0.4	% Cu	1.2	t	4,320.0	1.1	% Cu	48.1	t	4,630.0	1.1	% Cu	49.3	t
Hollandaire Project															
Silver			g/t Ag		oz	574.0	8.2	g/t Ag	150.9	oz	574.0	8.2	g/t Ag	150.9	oz
Copper			% Cu		t	441.8	3.3	% Cu	14.7	t	441.8	1.1	% Cu	14.7	t
Total Resource															
Silver	310.0	45.0	g/t Ag	448.5	oz	7,130.0	34.4	g/t Ag	7,881.7	oz	8,014.0	32.9	g/t Ag	8,481.1	oz
Copper	310.0	0.4	% Cu	1.2	t	7,130.0	0.8	% Cu	58.8	t	7,881.8	0.9	% Cu	74.7	t

Table 10: Base Metal Reserve Inventory as at June 2013. Rounding may give rise to unit discrepancies in this table.

Notes

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Christopher Banasik who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Banasik is a full time employee of Silver Lake Resources Ltd, and has sufficient experience which is relevant to the style of mineralisation under consideration to qualify as a Competent Person as defined in the 2004 edition of the JORC Code. Mr Banasik has given his consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Ore Reserves is based on information under the direction of Mr Christopher Banasik who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Banasik is a full time employee of Silver Lake Resources Ltd, and has sufficient experience which is relevant to the style of mineralisation under consideration to qualify as a Competent Person as defined in the 2004 edition of the JORC Code. Mr Banasik has given his consent to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Members of the Company's team preparing Ore Reserve Estimates under Mr Banasik's supervision all qualify as competent persons.

Information that relates to exploration and production targets refers to targets that are conceptual in nature, where there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

TENEMENT SCHEDULE

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
E	28/0469	Aldiss	Silver Lake (Integra) Pty Limited (100%)	15/06/93	14/06/13	24/02/93		44.00
E	28/0470	Aldiss	Silver Lake (Integra) Pty Limited (100%)	20/07/93	19/07/13	24/02/93		33.00
E	28/1681	Aldiss	Silver Lake (Integra) Pty Limited (100%)	20/07/07	19/07/17	17/10/06		16.00
E	28/2113	Aldiss	Silver Lake (Integra) Pty Limited (100%)	24/05/11	23/05/16	17/08/10		3.00
E	28/2152	Aldiss	Silver Lake (Integra) Pty Limited (100%)	7/03/12	6/03/17	18/04/11		12.00
E	28/2167	Aldiss	Silver Lake (Integra) Pty Limited (100%)	12/06/12	11/06/17	10/06/11		7.00
E	28/2168	Aldiss	Silver Lake (Integra) Pty Limited (100%)	12/06/12	11/06/17	10/06/11		66.00
E	28/2222	Aldiss	Silver Lake (Integra) Pty Limited (100%)	19/10/12	18/10/17	24/01/12		44.00
E	28/2229	Aldiss	Silver Lake (Integra) Pty Limited (100%)	5/10/12	4/10/17	20/02/12		6.00
E	28/2230	Aldiss	Silver Lake (Integra) Pty Limited (100%)	5/10/12	4/10/17	20/02/12		8.00
E	28/2258	Aldiss	Silver Lake (Integra) Pty Limited (100%)	14/03/13	13/03/18	27/07/12		1.00
E	28/2263	Aldiss	Silver Lake (Integra) Pty Limited (100%)	18/03/13	17/03/18	10/08/12		5.00
G	28/0001	Aldiss	Freeport of Australia Inc (100%)	14/06/88	13/06/30	24/07/87	8.44	
G	28/0002	Aldiss	Freeport of Australia Inc (100%)	14/06/88	13/06/30	24/07/87	9.49	
G	28/0003	Aldiss	Freeport of Australia Inc (100%)	14/06/88	13/06/30	24/07/87	9.72	
G	28/0004	Aldiss	Freeport of Australia Inc (100%)	14/06/88	13/06/30	24/07/87	8.73	
M	28/0043	Aldiss	Silver Lake (Integra) Pty Limited (100%)	31/12/87	30/12/29	19/06/87	861.55	
M	28/0171	Aldiss	Silver Lake (Integra) Pty Limited (100%)	11/08/04	10/08/25	27/05/97	108.95	
M	28/0208	Aldiss	Silver Lake (Integra) Pty Limited (100%)	1/09/09	31/08/30	28/07/98	982.50	
M	28/0289	Aldiss	Silver Lake (Integra) Pty Limited (100%)			12/06/03	889.00	
E	25/0297	Aldiss	Avoca Resources Ltd (10%) Silver Lake (Integra) Pty Limited (90%)	4/08/04	3/08/13	30/07/03		4.00
E	28/1559	Aldiss	Avoca Resources Ltd (10%) Silver Lake (Integra) Pty Limited (90%)	29/03/06	28/03/13	19/05/05		15.00
P	25/2184	Aldiss	Avoca Resources Ltd (10%) Silver Lake (Integra) Pty Limited (90%)	31/05/11	30/05/15	24/08/10	96.75	
M	28/0164	Aldiss	Silver Lake (Integra) Pty Limited (100%)	1/09/09	31/08/30	25/11/96	138.70	
M	28/0370	Aldiss	Silver Lake (Integra) Pty Limited (100%)	21/02/12	20/02/33	9/11/09	9.82	
E	28/1895	Aldiss	Image Resources NL (100%)	23/09/10	22/09/15	6/10/08		35.00
E	28/2071	Aldiss	Image Resources NL (100%)	5/04/11	4/04/16	8/04/10		9.00
E	21/0125	Comet	Silver Lake Resources Ltd (100%)	16/01/08	15/01/15	5/10/05		19.00
L	21/0016	Comet	Silver Lake Resources Ltd (100%)	23/01/12	22/01/33	11/05/11	20.00	
M	21/0008	Comet	Silver Lake Resources Ltd (100%)	16/05/86	15/05/28	27/07/85	47.68	
M	21/0072	Comet	Silver Lake Resources Ltd (100%)	2/09/91	1/09/33	9/11/90	745.30	
E	20/0531	Comet	Silver Lake Resources Ltd (100%)	23/08/06	22/08/13	24/10/01		6.00
E	20/0616	Comet	Cue Minerals Pty Ltd (100%)	22/01/07	21/01/14	22/11/05		16.00
E	20/0630	Comet	Silver Lake Resources Ltd (90%) & George Juris Petersons (10%)	11/10/11	10/10/16	8/03/06		2.00
E	20/0659	Comet	"Silver Lake Resources Ltd (90%) & Montezuma Mining Coy Ltd (10%)"	21/11/07	20/11/17	22/02/07		2.00
P	20/2018	Comet	"Silver Lake Resources Ltd (90%) & Montezuma Mining Coy Ltd (10%)"	28/12/07	27/12/15	22/02/07	25.54	
E	21/0144	Comet	Silver Lake Resources Ltd (100%)	19/04/11	18/04/16	3/02/10		4.00
E	20/0629	Comet	Cue Minerals Pty Ltd (100%)	30/01/07	29/01/17	3/03/06		4.00
E	20/0698	Comet	Cue Minerals Pty Ltd (100%)	17/12/09	16/12/14	15/01/09		1.00

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
E	20/0699	Comet	Cue Minerals Pty Ltd (100%)	17/12/09	16/12/14	15/01/09		1.00
E	20/0700	Comet	Cue Minerals Pty Ltd (100%)	17/12/09	16/12/14	2/02/09		1.00
P	20/2094	Comet	Cue Minerals Pty Ltd (100%)	22/03/10	21/03/14	15/01/09	21.00	
E	45/3632	Copper Lakes	Silver Lake Resources Ltd (100%)	22/05/12	21/05/17	24/02/10		78.00
M	74/0136	Great Southern	Silver Lake Resources Ltd (100%)	26/11/10	25/11/31	29/02/00	23.37	
M	74/0165	Great Southern	Silver Lake Resources Ltd (100%)	26/11/10	25/11/31	12/08/02	158.00	
M	74/0184	Great Southern	Silver Lake Resources Ltd (100%)	26/11/10	25/11/31	23/09/04	116.00	
P	74/0334	Great Southern	Silver Lake Resources Ltd (100%)	11/11/10	10/11/14	11/09/08	11.74	
E	74/0311	Great Southern	Silver Lake Resources Ltd (100%)	4/10/06	3/10/13	23/10/03		2.00
E	74/0385	Great Southern	Silver Lake Resources Ltd (100%)	11/03/08	10/03/18	15/09/06		15.00
E	74/0392	Great Southern	Silver Lake Resources Ltd (100%)	20/03/08	19/03/18	29/01/07		14.00
L	74/0034	Great Southern	Silver Lake Resources Ltd (100%)	3/07/09	2/07/30	18/04/05	1.70	
M	74/0041	Great Southern	Silver Lake Resources Ltd (100%)	29/12/87	28/12/29	11/11/87	3.44	
M	74/0051	Great Southern	Silver Lake Resources Ltd (100%)	25/01/90	24/01/32	23/09/88	519.65	
M	74/0053	Great Southern	Silver Lake Resources Ltd (100%)	26/01/90	25/01/32	23/09/88	82.84	
M	74/0135	Great Southern	Silver Lake Resources Ltd (100%)	19/12/00	18/12/21	22/10/99	9.16	
M	74/0180	Great Southern	Silver Lake Resources Ltd (100%)	8/04/09	7/04/30	13/08/04	1.62	
P	74/0286	Great Southern	Silver Lake Resources Ltd (100%)	20/03/08	19/03/16	29/01/07	20.00	
P	74/0289	Great Southern	Silver Lake Resources Ltd (100%)	20/03/08	19/03/16	29/01/07	142.00	
P	74/0290	Great Southern	Silver Lake Resources Ltd (100%)	20/03/08	19/03/16	29/01/07	57.36	
P	74/0291	Great Southern	Silver Lake Resources Ltd (100%)	20/03/08	19/03/16	29/01/07	75.00	
P	74/0292	Great Southern	Silver Lake Resources Ltd (100%)	20/03/08	19/03/16	29/01/07	7.77	
P	74/0228	Great Southern	Silver Lake Resources Ltd (100%)	13/07/10	12/07/14	16/10/97	48.00	
P	74/0229	Great Southern	Silver Lake Resources Ltd (100%)	13/07/10	12/07/14	16/10/97	75.00	
E	74/0399	Great Southern	Silver Lake Resources Ltd (100%)	29/04/09	28/04/14	7/02/07		38.00
E	74/0406	Great Southern	Silver Lake Resources Ltd (100%)	12/08/09	11/08/14	28/03/07		18.00
E	74/0537	Great Southern	Silver Lake Resources Ltd (100%)			19/03/13		2.00
M	74/0163	Great Southern	Silver Lake Resources Ltd (100%)	28/08/06	27/08/27	22/11/01	440.71	
P	74/0259	Great Southern	Silver Lake Resources Ltd (100%)	4/08/09	3/08/13	16/09/05	51.00	
P	74/0260	Great Southern	Silver Lake Resources Ltd (100%)	4/08/09	3/08/13	8/09/05	4.20	
P	74/0304	Great Southern	Silver Lake Resources Ltd (100%)	19/02/08	18/02/16	8/02/07	200.00	
P	74/0305	Great Southern	Silver Lake Resources Ltd (100%)	19/02/08	18/02/16	8/02/07	167.00	
P	74/0306	Great Southern	Silver Lake Resources Ltd (100%)	19/02/08	18/02/16	8/02/07	120.00	
L	74/0042	Great Southern	Silver Lake Resources Ltd (100%)	20/01/06	19/01/27	30/09/05	9.42	
M	74/0013	Great Southern	Tectonic Systems Pty Ltd (25%) Phillips River Mining Limited (75%)	6/03/85	5/03/27	6/12/83	427.60	
P	74/0349	Great Southern	Silver Lake Resources Ltd (100%)			19/03/13	158.00	
P	74/0350	Great Southern	Silver Lake Resources Ltd (100%)			19/03/13	149.00	
P	74/0351	Great Southern	Silver Lake Resources Ltd (100%)			19/03/13	119.98	
P	74/0352	Great Southern	Silver Lake Resources Ltd (100%)			19/03/13	29.89	
E	74/0408	Great Southern	Traka Resources Ltd (100%)	25/02/09	24/02/14	3/04/07		19.00
E	74/0448	Great Southern	Traka Resources Ltd (100%)	30/06/10	29/06/15	15/07/09		49.00
P	74/0265	Great Southern	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	188.90	
P	74/0266	Great Southern	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	173.54	
P	74/0267	Great Southern	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	136.68	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
P	74/0268	Great Southern	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	148.83	
P	74/0271	Great Southern	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	73.53	
P	74/0273	Great Southern	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	167.85	
M	74/0063	Great Southern	J A Pratt (50%) & A M McNamara (50%)	10/02/92	9/02/34	17/05/89	69.36	
M	74/0137	Great Southern	J A Pratt (50%) & A M McNamara (50%)			8/06/00	114.00	
M	74/0164	Great Southern	J A Pratt (50%) & A M McNamara (50%)			23/05/02	89.95	
L	74/0024	Great Southern	J A Pratt (50%) & A M McNamara (50%)	12/06/12	11/06/33	31/01/00	1.30	
E	74/0444	Great Southern	Silver Lake Resources Ltd (100%)	29/04/10	28/04/15	5/05/09		15.00
P	74/0337	Great Southern	Silver Lake Resources Ltd (100%)	31/08/11	30/08/15	17/12/09	120.00	
P	74/0341	Great Southern	Silver Lake Resources Ltd (100%)	6/07/12	5/07/16	21/06/11	23.00	
E	74/0462	Great Southern	Silver Lake Resources Ltd (100%)	15/08/11	14/08/16	17/12/09		16.00
E	74/0498	Great Southern	Silver Lake Resources Ltd (100%)	12/03/12	11/03/17	31/03/11		14.00
E	74/0245	Great Southern	Silver Lake Resources Ltd (100%)	13/07/10	12/07/15	12/08/97		3.00
E	74/0391	Great Southern	Silver Lake Resources Ltd (100%)	20/03/08	19/03/18	29/01/07		7.00
E	74/0413	Great Southern	Silver Lake Resources Ltd (100%)	16/03/09	15/03/14	24/07/07		30.00
L	74/0035	Great Southern	Silver Lake Resources Ltd (100%)	23/11/05	22/11/26	27/04/05	2.87	
L	74/0045	Great Southern	Silver Lake Resources Ltd (100%)	16/04/09	15/04/30	8/04/08	15.62	
M	74/0176	Great Southern	Silver Lake Resources Ltd (100%)	3/08/05	2/08/26	19/11/03	936.15	
P	74/0317	Great Southern	Phillips River Mining Ltd (100%)	29/06/11	28/06/15	26/07/07	97.00	
P	74/0318	Great Southern	Phillips River Mining Ltd (100%)	29/06/11	28/06/15	26/07/07	172.00	
E	74/0486	Great Southern	Phillips River Mining Ltd (100%)	26/07/11	25/07/16	1/10/10		1.00
E	74/0542	Great Southern	Silver Lake Resources Ltd (100%)			8/04/13		16.00
P	74/0353	Great Southern	Silver Lake Resources Ltd (100%)			4/04/13	23.60	
E	74/0522	Great Southern (Traka Bandalup Gossan Option)	Traka Resources Ltd (100%)	7/09/12	6/09/17	30/01/12		3.00
E	74/0332	Great Southern (Traka Mt Short Option)	Traka Resources Ltd (100%)	22/03/11	21/03/16	2/09/04		4.00
E	74/0378	Great Southern (Traka Mt Short Option)	Traka Resources Ltd (100%)	11/03/07	10/03/17	27/03/06		42.00
E	74/0489	Great Southern (Traka Mt Short Option)	Traka Resources Ltd (100%)	28/04/11	27/04/16	12/01/11		12.00
E	74/0379	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/17	27/03/06		32.00
M	74/0083	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	19/08/93	18/08/14	9/04/92	247.13	
P	74/0262	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	103.03	
P	74/0263	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	177.56	
P	74/0264	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	199.96	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
P	74/0269	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	151.09	
P	74/0270	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	166.90	
P	74/0272	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	185.98	
P	74/0274	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	198.07	
P	74/0275	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	11/03/07	10/03/15	18/05/06	197.85	
P	74/0280	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (100%)	18/03/08	17/03/16	16/01/07	17.50	
P	74/0281	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (90%) & KH Piper (10%)	24/01/08	23/01/16	22/01/07	18.48	
P	74/0295	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (90%) & KH Piper (10%)	24/01/08	23/01/16	22/01/07	128.12	
P	74/0296	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (90%) & JH Kelly (10%)	24/01/08	23/01/16	5/02/07	200.00	
P	74/0297	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (90%) & JH Kelly (10%)	24/01/08	23/01/16	5/02/07	200.00	
P	74/0298	Great Southern (Traka Phillips River Option)	Traka Resources Ltd (90%) & KH Piper (10%)	24/01/08	23/01/16	5/02/07	200.00	
L	26/0234	Lakewood	Silver Lake Resources Ltd (100%)	3/04/08	2/04/29	24/01/03	33.00	
M	26/0242	Lakewood	Silver Lake Resources Ltd (100%)	18/10/88	17/10/30	11/03/88	141.65	
M	26/0367	Lakewood	Silver Lake Resources Ltd (100%)	12/05/93	11/05/14	28/06/91	2.08	
E	25/0488	Mount Monger	Silver Lake Resources Ltd (100%)			18/12/12		2.00
E	25/0489	Mount Monger	Silver Lake Resources Ltd (100%)			18/12/12		2.00
E	25/0490	Mount Monger	Silver Lake Resources Ltd (100%)			18/12/12		2.00
E	25/0491	Mount Monger	Silver Lake Resources Ltd (100%)			18/12/12		4.00
E	26/0146	Mount Monger	Silver Lake Resources Ltd (100%)	23/09/10	22/09/15	28/10/09		4.00
L	26/0215	Mount Monger	Silver Lake Resources Ltd (100%)	4/07/00	3/07/21		4.00	
L	26/0246	Mount Monger	Silver Lake Resources Ltd (100%)	12/05/09	11/05/30	10/11/08	3.00	
L	26/0258	Mount Monger	Silver Lake Resources Ltd (100%)			30/08/10	1.00	
L	26/0262	Mount Monger	Silver Lake Resources Ltd (100%)	3/11/11	2/11/32	4/07/11	18.00	
L	26/0263	Mount Monger	Silver Lake Resources Ltd (100%)	25/10/11	24/10/32	4/07/11	1.00	
M	25/0136	Mount Monger	Silver Lake Resources Ltd (100%)	1/02/95	31/01/16	25/02/94	84.71	
M	26/0038	Mount Monger	Silver Lake Resources Ltd (100%)	20/10/83	19/10/25	18/05/83	12.36	
M	26/0094	Mount Monger	Silver Lake Resources Ltd (100%)	8/10/95	7/10/27	26/04/85	9.56	
M	26/0129	Mount Monger	Silver Lake Resources Ltd (100%)	17/03/87	16/03/29	10/11/86	24.10	
M	26/0250	Mount Monger	Silver Lake Resources Ltd (100%)	12/01/89	11/01/31	31/03/88	314.75	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
M	26/0251	Mount Monger	Silver Lake Resources Ltd (100%)	12/01/89	11/01/31	31/03/88	331.85	
M	26/0271	Mount Monger	Silver Lake Resources Ltd (100%)	31/03/89	30/03/31	29/07/88	18.20	
M	26/0280	Mount Monger	Silver Lake Resources Ltd (100%)	7/09/89	6/09/31	3/11/88	13.52	
M	26/0282	Mount Monger	Silver Lake Resources Ltd (100%)	22/05/89	21/05/31	14/11/88	27.56	
M	26/0325	Mount Monger	Silver Lake Resources Ltd (100%)	22/01/90	21/01/32	5/07/89	15.83	
M	26/0389	Mount Monger	Silver Lake Resources Ltd (100%)	20/03/92	19/03/34	3/01/92	77.00	
M	26/0393	Mount Monger	Silver Lake Resources Ltd (100%)	24/06/92	23/06/34	31/03/92	67.82	
M	26/0402	Mount Monger	Silver Lake Resources Ltd (100%)	29/10/92	28/10/13	29/05/92	475.80	
M	26/0410	Mount Monger	Silver Lake Resources Ltd (100%)	18/11/92	17/11/13	11/08/92	11.20	
M	26/0411	Mount Monger	Silver Lake Resources Ltd (100%)	25/01/93	24/01/14	11/08/92	9.13	
M	26/0415	Mount Monger	Silver Lake Resources Ltd (100%)	8/02/93	7/02/14	30/11/92	2.05	
M	26/0500	Mount Monger	Silver Lake Resources Ltd (100%)	20/01/10	19/01/31	23/08/95	4.50	
M	26/0636	Mount Monger	Silver Lake Resources Ltd (100%)	11/01/99	10/01/20	14/07/97	5.90	
M	26/0665	Mount Monger	Silver Lake Resources Ltd (100%)	25/10/00	24/10/21	22/12/97	9.44	
M	26/0825	Mount Monger	Potts, Christopher Peter			21/09/07	27.00	
M	26/0829	Mount Monger	Silver Lake Resources Ltd (100%)			15/07/11	121.30	
M	26/0830	Mount Monger	Silver Lake Resources Ltd (100%)			15/07/11	117.30	
M	26/0831	Mount Monger	Silver Lake Resources Ltd (100%)			15/07/11	106.10	
P	25/1962	Mount Monger	Silver Lake Resources Ltd (100%)	22/11/07	21/11/15	1/02/07	121.00	
P	25/1963	Mount Monger	Silver Lake Resources Ltd (100%)	22/11/07	21/11/15	1/02/07	121.00	
P	25/2248	Mount Monger	Silver Lake Resources Ltd (100%)			6/12/12	185.04	
P	25/2249	Mount Monger	Silver Lake Resources Ltd (100%)			6/12/12	185.08	
P	26/3054	Mount Monger	Potts, Christopher Peter	22/09/03	21/09/07	25/10/00	30.00	
P	26/3172	Mount Monger	Silver Lake Resources Ltd (100%)	18/07/07	17/07/11	24/02/03	121.00	
P	26/3173	Mount Monger	Silver Lake Resources Ltd (100%)	18/07/07	17/07/11	24/02/03	117.00	
P	26/3174	Mount Monger	Silver Lake Resources Ltd (100%)	18/07/07	17/07/11	24/02/03	107.00	
P	26/3417	Mount Monger	Silver Lake Resources Ltd (100%)	12/08/08	11/08/16	30/08/06	8.00	
P	26/3502	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	24.00	
P	26/3503	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	9.71	
P	26/3504	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	4.15	
P	26/3505	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	134.00	
P	26/3506	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	102.00	
P	26/3507	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	70.00	
P	26/3508	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	157.00	
P	26/3509	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	157.00	
P	26/3510	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	183.00	
P	26/3511	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	158.00	
P	26/3512	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	198.00	
P	26/3513	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	177.00	
P	26/3514	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	150.00	
P	26/3515	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	179.00	
P	26/3516	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	129.00	
P	26/3517	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	122.00	
P	26/3518	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	199.00	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
P	26/3519	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	121.00	
P	26/3520	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	195.00	
P	26/3521	Mount Monger	Silver Lake Resources Ltd (100%)	17/01/08	16/01/16	1/02/07	183.00	
P	26/3522	Mount Monger	Silver Lake Resources Ltd (100%)	22/11/07	21/11/15	1/02/07	80.00	
P	26/3835	Mount Monger	Silver Lake Resources Ltd (100%)	25/08/11	24/08/15	3/12/10	200.00	
P	26/3732	Mount Monger	Potts, Christopher Peter	24/11/10	23/11/14	2/07/09	0.50	
P	26/3874	Mount Monger	Silver Lake Resources Ltd (100%)	11/04/12	10/04/16	18/05/11	2.00	
P	26/3961	Mount Monger	Silver Lake Resources Ltd (100%)			22/05/13	122.00	
P	26/3962	Mount Monger	Silver Lake Resources Ltd (100%)			22/05/13	118.00	
P	26/3963	Mount Monger	Silver Lake Resources Ltd (100%)			22/05/13	107.00	
M	26/0059	Mount Monger	Silver Lake Resources Ltd (100%)	22/06/84	21/06/26	14/12/83	4.86	
M	26/0278	Mount Monger	Silver Lake Resources Ltd (100%)	22/05/89	21/05/31	21/09/88	121.30	
M	26/0352	Mount Monger	Silver Lake Resources Ltd (100%)	15/11/90	14/11/32	11/05/90	33.70	
M	26/0437	Mount Monger	Silver Lake Resources Ltd (100%)	2/06/94	1/06/15	7/01/94	117.25	
M	26/0440	Mount Monger	Silver Lake Resources Ltd (100%)	13/09/94	12/09/15	14/03/94	110.65	
M	26/0642	Mount Monger	Silver Lake Resources Ltd (100%)	28/05/07	27/05/28	19/08/97	415.00	
M	26/0657	Mount Monger	Silver Lake Resources Ltd (100%)	28/05/07	27/05/28	27/10/97	5.07	
M	26/0683	Mount Monger	Silver Lake Resources Ltd (100%)	28/05/07	27/05/28	26/02/98	294.15	
M	26/0783	Mount Monger	Silver Lake Resources Ltd (100%)	28/05/07	27/05/28	17/03/04	27.69	
M	26/0791	Mount Monger	Silver Lake Resources Ltd (100%)	28/05/07	27/05/28	22/04/04	4.85	
M	26/0802	Mount Monger	Silver Lake Resources Ltd (100%)	28/05/07	27/05/28	13/10/04	3.79	
P	25/1868	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	174.00	
P	25/1869	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	141.00	
P	25/1870	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	118.00	
P	25/1871	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	200.00	
P	25/1924	Mount Monger	Silver Lake Resources Ltd (100%)	22/11/07	21/11/15	15/01/07	171.00	
P	25/1968	Mount Monger	Silver Lake Resources Ltd (100%)	25/03/08	24/03/16	6/02/07	188.00	
P	25/1969	Mount Monger	Silver Lake Resources Ltd (100%)	25/03/08	24/03/16	6/02/07	184.00	
P	25/2052	Mount Monger	Silver Lake Resources Ltd (100%)	5/05/10	4/05/14	15/07/08	114.00	
P	26/3404	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	123.00	
P	26/3405	Mount Monger	Silver Lake Resources Ltd (100%)	9/08/07	8/08/15	21/08/06	86.00	
P	26/3406	Mount Monger	Silver Lake Resources Ltd (100%)	9/08/07	8/08/15	21/08/06	116.00	
P	26/3407	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	185.00	
P	26/3408	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	189.00	
P	26/3409	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	198.00	
P	26/3410	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	99.00	
P	26/3411	Mount Monger	Silver Lake Resources Ltd (100%)	19/06/07	18/06/15	21/08/06	157.00	
P	26/3412	Mount Monger	Silver Lake Resources Ltd (100%)	19/07/07	18/07/15	21/08/06	167.00	
P	26/3413	Mount Monger	Silver Lake Resources Ltd (100%)	19/07/07	18/07/15	21/08/06	165.00	
P	26/3414	Mount Monger	Silver Lake Resources Ltd (100%)	19/07/07	18/07/15	21/08/06	123.00	
P	26/3415	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	21/08/06	196.00	
P	26/3416	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	21/08/06	183.00	
P	26/3444	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	86.00	
P	26/3445	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	15/01/07	64.00	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
P	26/3446	Mount Monger	Silver Lake Resources Ltd (100%)	31/12/07	30/12/15	15/01/07	112.00	
P	26/3447	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	200.00	
P	26/3448	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	200.00	
P	26/3449	Mount Monger	"Wombola Gold Pty Ltd (90%) & Van Der Borgh, PJ (10%)"	10/12/07	9/12/15	15/01/07	185.00	
P	26/3450	Mount Monger	"Wombola Gold Pty Ltd (90%) & Van Der Borgh, PJ (10%)"	10/12/07	9/12/15	15/01/07	200.00	
P	26/3451	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	128.00	
P	26/3452	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	80.00	
P	26/3453	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	170.00	
P	26/3454	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	130.00	
P	26/3455	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	196.00	
P	26/3456	Mount Monger	Silver Lake Resources Ltd (100%)	10/12/07	9/12/15	15/01/07	164.00	
P	26/3457	Mount Monger	Silver Lake Resources Ltd (100%)	17/11/08	16/11/16	15/01/07	138.00	
P	26/3458	Mount Monger	Silver Lake Resources Ltd (100%)	17/11/08	16/11/16	15/01/07	53.00	
P	26/3459	Mount Monger	Silver Lake Resources Ltd (100%)	17/11/08	16/11/16	15/01/07	72.00	
P	26/3460	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	15/01/07	166.00	
P	26/3461	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	15/01/07	106.00	
P	26/3462	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	15/01/07	106.00	
P	26/3537	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	5/02/07	153.00	
P	26/3538	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	5/02/07	139.00	
P	26/3539	Mount Monger	Silver Lake Resources Ltd (100%)	31/01/08	30/01/16	5/02/07	4.03	
P	26/3546	Mount Monger	Silver Lake Resources Ltd (100%)	25/03/08	24/03/16	5/02/07	200.00	
P	26/3568	Mount Monger	Silver Lake Resources Ltd (100%)	25/03/08	24/03/16	6/02/07	197.00	
P	26/3569	Mount Monger	Silver Lake Resources Ltd (100%)	25/03/08	24/03/16	6/02/07	196.00	
P	26/3570	Mount Monger	Silver Lake Resources Ltd (100%)	25/03/08	24/03/16	6/02/07	198.00	
P	26/3590	Mount Monger	Silver Lake Resources Ltd (100%)	25/03/08	24/03/16	9/02/07	10.00	
P	26/3625	Mount Monger	Silver Lake Resources Ltd (100%)	4/07/08	3/07/16	14/08/07	195.00	
P	26/3626	Mount Monger	Silver Lake Resources Ltd (100%)	4/07/08	3/07/16	14/08/07	170.00	
P	26/3627	Mount Monger	Silver Lake Resources Ltd (100%)	4/07/08	3/07/16	14/08/07	200.00	
P	26/3682	Mount Monger	Silver Lake Resources Ltd (100%)	29/05/09	28/05/17	14/07/08	108.00	
P	26/3683	Mount Monger	Silver Lake Resources Ltd (100%)	29/05/09	28/05/17	14/07/08	141.00	
P	26/3855	Mount Monger	Silver Lake Resources Ltd (100%)	25/10/11	24/10/15	28/01/11	200.00	
P	26/3856	Mount Monger	Silver Lake Resources Ltd (100%)	25/10/11	24/10/15	28/01/11	199.00	
P	26/3857	Mount Monger	Silver Lake Resources Ltd (100%)	25/10/11	24/10/15	28/01/11	138.00	
P	26/3924	Mount Monger	Silver Lake Resources Ltd (100%)			12/10/12	10.00	
E	15/1312	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	31/07/12	30/07/17	31/08/11		25.00
E	25/0162	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/10/98	14/10/13	10/07/97		12.00
E	25/0336	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	22/03/07	21/03/17	31/05/06		8.00
E	25/0344	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/02/08	14/02/18	15/01/07		9.00
E	25/0364	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	11/02/09	10/02/14	4/01/08		1.00
E	25/0427	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	30/06/10	29/06/15	2/10/09		2.00
G	25/0001	Mount Monger	Silver Lake (Integra) Pty Limited (100%)			26/09/12	9.75	
G	25/0002	Mount Monger	Silver Lake (Integra) Pty Limited (100%)			17/10/12	69.83	
L	25/0008	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	10/04/89	9/04/14	13/11/87	13.50	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
L	25/0022	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	25/11/96	24/11/16	10/11/95	17.00	
L	25/0027	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	12/09/11	11/09/32	3/09/07	4.04	
L	25/0029	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	9/04/09	8/04/30	23/07/08	9.00	
L	25/0031	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	3/11/09	2/11/30	24/04/09	218.35	
L	25/0033	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/03/12	13/03/33	1/09/11	5.61	
M	25/0071	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	11/12/89	10/12/31	13/01/89	983.75	
M	25/0125	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	13/12/93	12/12/14	28/10/93	922.75	
M	25/0133	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	1/09/95	31/08/16	22/02/94	967.65	
M	25/0236	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	1/09/09	31/08/30	24/02/97	997.30	
M	25/0307	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	1/09/09	31/08/30	17/10/03	43.54	
M	25/0347	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	1/09/09	31/08/30	12/12/07	990.40	
M	25/0352	Mount Monger	Silver Lake (Integra) Pty Limited (100%)			19/06/12	385.33	
P	25/1865	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/06/07	13/06/15	31/05/06	23.47	
P	25/1919	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/02/08	14/02/16	4/01/07	200.00	
P	25/1922	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/02/08	14/02/16	4/01/07	181.92	
P	25/1970	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	27/02/08	26/02/16	8/02/07	91.00	
P	25/1971	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	27/02/08	26/02/16	8/02/07	200.00	
P	25/1972	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/02/08	14/02/16	8/02/07	190.00	
P	25/1973	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/02/08	14/02/16	8/02/07	200.00	
P	25/1974	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/02/08	14/02/16	8/02/07	112.00	
P	25/1975	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	15/02/08	14/02/16	8/02/07	11.00	
P	25/2060	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	27/10/09	26/10/13	1/12/08	144.76	
P	25/2107	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	2/07/10	1/07/14	4/09/09	200.00	
P	25/2114	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	2/07/10	1/07/14	2/10/09	138.00	
E	25/0332	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/02/07	7/02/14	18/01/06		1.00
L	25/0014	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	29/08/91	28/08/16	24/07/91	10.95	
L	25/0016	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	29/08/91	28/08/16	24/07/91	5.49	
L	25/0017	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	16/10/91	15/10/16	13/09/91	2.91	
L	25/0018	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	16/10/91	15/10/16	13/09/91	2.32	
L	25/0020	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	3/04/92	2/04/17	23/12/91	1.45	
L	25/0023	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	28/11/96	27/11/16	19/02/96	8.20	
L	25/0024	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	18/08/98	17/08/18	21/01/97	118.89	
L	26/0162	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	1/05/91	30/04/16	14/03/91	6.20	
M	25/0117	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	17/01/94	16/01/15	23/09/93	371.85	
M	26/0148	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	7/08/87	6/08/29	10/04/87	9.38	
M	26/0197	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/03/88	13/03/30	22/09/87	87.30	
M	26/0248	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	23/11/88	22/11/30	31/03/88	347.35	
M	26/0249	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	23/11/88	22/11/30	31/03/88	321.80	
M	26/0357	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	12/04/91	11/04/33	16/11/90	467.25	
M	26/0364	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	12/04/91	11/04/33	3/01/91	126.00	
M	26/0391	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	29/05/92	28/05/34	13/01/92	12.14	
M	26/0401	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	10/09/92	9/09/13	28/05/92	141.00	
M	26/0406	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	18/11/92	17/11/13	24/07/92	5.80	
M	26/0409	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	4/11/92	3/11/13	10/08/92	39.57	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
M	26/0417	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/03/93	7/03/14	21/12/92	81.60	
M	26/0635	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	18/12/98	17/12/19	14/07/97	6.18	
P	25/1880	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	128.00	
P	25/1881	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	150.00	
P	25/1882	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	173.00	
P	25/1883	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	101.00	
P	25/1884	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	188.00	
P	25/1885	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	108.00	
P	25/1886	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	29/05/09	28/05/13	11/12/06	102.00	
P	25/1887	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	29/05/09	28/05/13	11/12/06	190.00	
P	25/1889	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	29/05/09	28/05/13	11/12/06	170.00	
P	25/1890	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	200.00	
P	25/1891	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	199.00	
P	25/1892	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	177.00	
P	25/1894	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	148.00	
P	25/2106	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	21/06/10	20/06/14	19/08/09	117.28	
P	26/3423	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	194.00	
P	26/3424	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	122.00	
P	26/3425	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	14/04/08	13/04/16	11/12/06	174.00	
P	26/3426	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/07/08	7/07/16	11/12/06	200.00	
P	26/3427	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/07/08	7/07/16	11/12/06	114.00	
P	26/3428	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/07/08	7/07/16	11/12/06	184.00	
P	26/3429	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/07/08	7/07/16	11/12/06	63.00	
P	26/3430	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/07/08	7/07/16	11/12/06	197.00	
P	26/3431	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	8/07/08	7/07/16	11/12/06	160.00	
P	26/3432	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	17/07/08	16/07/16	11/12/06	4.00	
P	26/3789	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	7/10/11	6/10/15	25/06/10	71.94	
P	26/3879	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	27/06/12	26/06/16	30/08/11	20.97	
P	25/1925	Mount Monger	Silver Lake (Integra) Pty Limited (20%) HBJ Minerals Pty Ltd (80%)	31/01/08	30/01/16	18/01/07	187.12	
P	25/1926	Mount Monger	Silver Lake (Integra) Pty Limited (20%) HBJ Minerals Pty Ltd (80%)	31/01/08	30/01/16	18/01/07	185.23	
P	25/1927	Mount Monger	Silver Lake (Integra) Pty Limited (20%) HBJ Minerals Pty Ltd (80%)	31/01/08	30/01/16	18/01/07	37.17	
P	25/1928	Mount Monger	Silver Lake (Integra) Pty Limited (20%) HBJ Minerals Pty Ltd (80%)	31/01/08	30/01/16	18/01/07	128.71	
P	25/1929	Mount Monger	Silver Lake (Integra) Pty Limited (20%) HBJ Minerals Pty Ltd (80%)	3/12/07	2/12/15	18/01/07	193.38	
P	25/1930	Mount Monger	Silver Lake (Integra) Pty Limited (20%) HBJ Minerals Pty Ltd (80%)	3/12/07	2/12/15	18/01/07	198.52	
P	25/1931	Mount Monger	Silver Lake (Integra) Pty Limited (20%) HBJ Minerals Pty Ltd (80%)	3/12/07	2/12/15	18/01/07	159.98	
E	25/0208	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	1/08/06	31/07/13	24/11/98		2.00
L	25/0034	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	6/09/12	5/09/33	27/09/11	15.28	
L	25/0037	Mount Monger	Silver Lake (Integra) Pty Limited (100%)			5/10/12	47.19	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
M	25/0350	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	24/05/12	23/05/33	23/05/11	992.40	
P	25/1897	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	122.00	
P	25/1898	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	122.00	
P	25/1899	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	66.00	
P	25/1900	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	59.00	
P	25/1901	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	3/12/07	2/12/15	4/01/07	59.00	
P	25/1902	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	3/12/07	2/12/15	4/01/07	53.00	
P	25/1903	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	4.00	
P	25/1904	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	81.00	
P	25/1905	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	89.00	
P	25/1909	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	26/10/07	25/10/15	4/01/07	67.00	
P	25/1910	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	193.00	
P	25/1911	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	129.00	
P	25/1912	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	149.00	
P	25/1913	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	142.00	
P	25/1914	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	21.00	
P	25/1915	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	192.00	
P	25/1916	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	182.00	
P	25/1917	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	167.00	
P	25/1918	Mount Monger	Newcrest Operations Limited (15%) Silver Lake (Integra) Pty Limited (85%)	15/01/08	14/01/16	4/01/07	164.00	
P	25/2120	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	22/02/11	21/02/15	16/11/09	86.00	
E	15/0869	Mount Monger	Rubicon Resources Limited (100%)	21/12/05	20/12/14	11/10/04		19.00
E	25/0307	Mount Monger	Rubicon Resources Limited (100%)	21/06/05	20/06/14	18/08/04		5.00
E	25/0376	Mount Monger	Rubicon Resources Limited (100%)	30/01/09	29/01/14	20/02/08		2.00
E	25/0379	Mount Monger	Rubicon Resources Limited (100%)	22/12/09	21/12/14	21/02/08		4.00
E	25/0390	Mount Monger	Rubicon Resources Limited (100%)	10/11/09	9/11/14	25/11/08		5.00
E	25/0391	Mount Monger	Rubicon Resources Limited (100%)	10/11/09	9/11/14	25/11/08		1.00
E	25/0433	Mount Monger	Rubicon Resources Limited (100%)	22/11/10	21/11/15	6/11/09		2.00
E	25/0434	Mount Monger	Rubicon Resources Limited (100%)	22/11/10	21/11/15	6/11/09		4.00
E	26/0153	Mount Monger	Rubicon Resources Limited (100%)	6/05/11	5/05/16	25/08/10		1.00
E	26/0154	Mount Monger	Rubicon Resources Limited (100%)	6/05/11	5/05/16	25/08/10		1.00

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
E	25/0475	Mount Monger	Rubicon Resources Limited (100%)	1/11/12	31/10/17	10/01/12		3.00
P	25/2185	Mount Monger	Rubicon Resources Limited (100%)	4/07/11	3/07/15	6/09/10	178.00	
P	25/2186	Mount Monger	Rubicon Resources Limited (100%)	4/07/11	3/07/15	6/09/10	186.00	
P	25/2187	Mount Monger	Rubicon Resources Limited (100%)	4/07/11	3/07/15	6/09/10	122.00	
P	25/2188	Mount Monger	Rubicon Resources Limited (100%)	4/07/11	3/07/15	6/09/10	122.00	
P	26/3813	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	196.00	
P	26/3814	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	102.00	
P	26/3815	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	182.00	
P	26/3816	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	195.00	
P	26/3817	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	184.00	
P	26/3818	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	191.00	
P	26/3819	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	196.00	
P	26/3820	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	157.00	
P	26/3821	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	157.00	
P	26/3822	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	122.00	
P	26/3823	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	122.00	
P	26/3824	Mount Monger	Rubicon Resources Limited (100%)	15/06/11	14/06/15	6/09/10	199.00	
E	25/0280	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	3/10/05	2/10/14	21/02/03		2.00
E	25/0281	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	3/10/05	2/10/14	21/02/03		1.00
E	25/0449	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	25/11/10	24/11/15	11/03/10		1.00
E	25/0450	Mount Monger	Silver Lake (Integra) Pty Limited (100%)	25/11/10	24/11/15	11/03/10		1.00
E	25/0273	Mount Monger	Rubicon Resources Limited (49%) Silver Lake (Integra) Pty Limited (51%)	23/03/06	22/03/15	19/08/02		30.00
E	25/0326	Mount Monger	Rubicon Resources Limited (49%) Silver Lake (Integra) Pty Limited (51%)	1/11/06	31/10/13	17/01/06		2.00
E	25/0455	Mount Monger	Rubicon Resources Limited (49%) Silver Lake (Integra) Pty Limited (51%)	25/03/11	24/03/16	7/07/10		3.00
E	27/0291	Mount Monger	Rubicon Resources Limited (49%) Silver Lake (Integra) Pty Limited (51%)	28/04/06	27/04/15	16/08/02		4.00
E	27/0426	Mount Monger	Rubicon Resources Limited (49%) Silver Lake (Integra) Pty Limited (51%)	8/09/10	7/09/15	22/12/09		1.00
M	21/0106	Moyagee	Silver Lake Resources Ltd (100%)	19/05/99	18/05/20	21/02/96	935.00	
M	21/0107	Moyagee	Silver Lake Resources Ltd (100%)	19/05/99	18/05/20	21/02/96	642.85	
M	58/0224	Moyagee	Silver Lake Resources Ltd (100%)	29/08/95	28/08/16	25/01/95	320.00	
M	58/0225	Moyagee	Silver Lake Resources Ltd (100%)	29/08/95	28/08/16	25/01/95	154.00	
E	21/0129	Moyagee	Silver Lake Resources Ltd (100%)	30/01/08	29/01/18	31/08/06		19.00
E	21/0163	Moyagee	Silver Lake Resources Ltd (100%)	28/05/12	27/05/17	19/05/11		2.00
E	21/0167	Moyagee	Silver Lake Resources Ltd (100%)			12/06/12		1.00
E	58/0335	Moyagee	Silver Lake Resources Ltd (100%)	4/06/08	3/06/13	31/08/06		9.00
M	58/0358	Moyagee	Silver Lake Resources Ltd (100%)			8/07/11	390.00	
L	21/0017	Moyagee	Silver Lake Resources Ltd (100%)	23/01/12	22/01/33	11/05/11	65.30	
L	21/0018	Moyagee	Silver Lake Resources Ltd (100%)	23/01/12	22/01/33	11/05/11	18.70	
P	21/0651	Moyagee	Silver Lake Resources Ltd (100%)	8/10/08	7/10/16	31/08/06	99.73	
P	21/0652	Moyagee	Silver Lake Resources Ltd (100%)	8/10/08	7/10/16	31/08/06	100.23	
P	21/0654	Moyagee	Silver Lake Resources Ltd (100%)	12/09/08	11/09/16	31/08/06	29.09	
P	21/0656	Moyagee	Silver Lake Resources Ltd (100%)	12/09/08	11/09/16	31/08/06	5.23	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

EXPLORATION, RESOURCES & RESERVES REPORT

TENEMENT TYPE	TENEMENT NUMBER	PROJECT	REGISTERED HOLDER AND INTERESTS	DATE GRANTED	DATE EXPIRY	APPLICATION DATE	AREA	
							HECTARES	BLOCKS
P	21/0657	Moyagee	Silver Lake Resources Ltd (100%)	12/09/08	11/09/16	31/08/06	21.87	
P	21/0665	Moyagee	Silver Lake Resources Ltd (100%)	9/10/08	8/10/16	9/11/06	48.00	
P	58/1372	Moyagee	Silver Lake Resources Ltd (100%)	9/10/08	8/10/16	31/08/06	7.24	
P	58/1373	Moyagee	Silver Lake Resources Ltd (100%)	9/10/08	8/10/16	31/08/06	43.38	
P	58/1374	Moyagee	Silver Lake Resources Ltd (100%)	9/10/08	8/10/16	31/08/06	52.24	
P	58/1375	Moyagee	Silver Lake Resources Ltd (100%)	9/10/08	8/10/16	31/08/06	90.95	
E	74/0471	Munglinup	Silver Lake Resources Ltd (100%)	15/06/11	14/06/16			197.00
E	74/0472	Munglinup	Silver Lake Resources Ltd (100%)	15/06/11	14/06/16			167.00
E	74/0473	Munglinup	Silver Lake Resources Ltd (100%)	15/06/11	14/06/16			193.00
E	74/0474	Munglinup	Silver Lake Resources Ltd (100%)	16/08/11	15/08/16			4.00
E	74/0485	Munglinup	Silver Lake Resources Ltd (100%)	4/07/11	3/07/16			27.00
E	69/1677	Musgrave	Anglo Australian Resources NL (50%) Paylode Pty Ltd (50%)	12/06/13	11/06/18	24/07/00		70.00
E	69/2687	Musgrave	Paylode Pty Ltd (100%)	4/08/10	3/08/15	30/10/09		70.00
E	20/0606	Tuckabianna	Silver Lake Resources Ltd (100%)	8/08/07	7/08/14	7/10/05		20.00
E	20/0608	Tuckabianna	Silver Lake Resources Ltd (100%)	8/08/07	7/08/14	7/10/05		4.00
E	20/0779	Tuckabianna	Silver Lake Resources Ltd (100%)	1/12/11	30/11/16	31/03/11		34.00
E	20/0807	Tuckabianna	Silver Lake Resources Ltd (100%)			4/04/12		1.00
L	20/0057	Tuckabianna	Silver Lake Resources Ltd (100%)	23/01/12	22/01/33	11/05/11	17.60	
M	20/0055	Tuckabianna	Silver Lake Resources Ltd (100%)	19/05/87	18/05/29	22/10/86	344.25	
M	20/0108	Tuckabianna	Silver Lake Resources Ltd (100%)	6/05/88	5/05/30	15/10/87	932.70	
M	20/0111	Tuckabianna	Silver Lake Resources Ltd (100%)	6/05/88	5/05/30	15/10/87	240.05	
M	20/0176	Tuckabianna	Silver Lake Resources Ltd (100%)	10/04/89	9/04/31	10/01/89	322.55	
M	20/0183	Tuckabianna	Silver Lake Resources Ltd (100%)	5/09/89	4/09/31	16/06/89	7.88	
M	20/0195	Tuckabianna	Silver Lake Resources Ltd (100%)	16/05/90	15/05/32	11/01/90	784.35	
M	20/0208	Tuckabianna	Silver Lake Resources Ltd (100%)	4/12/90	3/12/32	11/06/90	819.75	
M	20/0225	Tuckabianna	Silver Lake Resources Ltd (100%)	9/01/92	8/01/34	13/08/91	10.03	
M	20/0245	Tuckabianna	Silver Lake Resources Ltd (100%)	15/09/92	14/09/13	17/07/92	100.00	
M	20/0247	Tuckabianna	Silver Lake Resources Ltd (100%)	26/10/02	25/10/13	13/08/92	9.99	
M	20/0277	Tuckabianna	Silver Lake Resources Ltd (100%)	29/08/95	28/08/16	21/04/94	707.35	
P	20/2038	Tuckabianna	Silver Lake Resources Ltd (100%)	7/04/09	6/04/17	16/10/07	0.87	
P	20/2039	Tuckabianna	Silver Lake Resources Ltd (100%)	7/04/09	6/04/17	16/10/07	24.85	
P	20/2040	Tuckabianna	Silver Lake Resources Ltd (100%)	7/04/09	6/04/17	16/10/07	23.54	
P	20/2041	Tuckabianna	Silver Lake Resources Ltd (100%)	7/04/09	6/04/17	16/10/07	28.66	
P	20/2042	Tuckabianna	Silver Lake Resources Ltd (100%)	7/04/09	6/04/17	16/10/07	21.16	
P	20/2219	Tuckabianna	Silver Lake Resources Ltd (100%)			27/05/13	1.00	

M = Mining Lease *E = Exploration License* *P = Prospecting License* *L = Miscellaneous License*

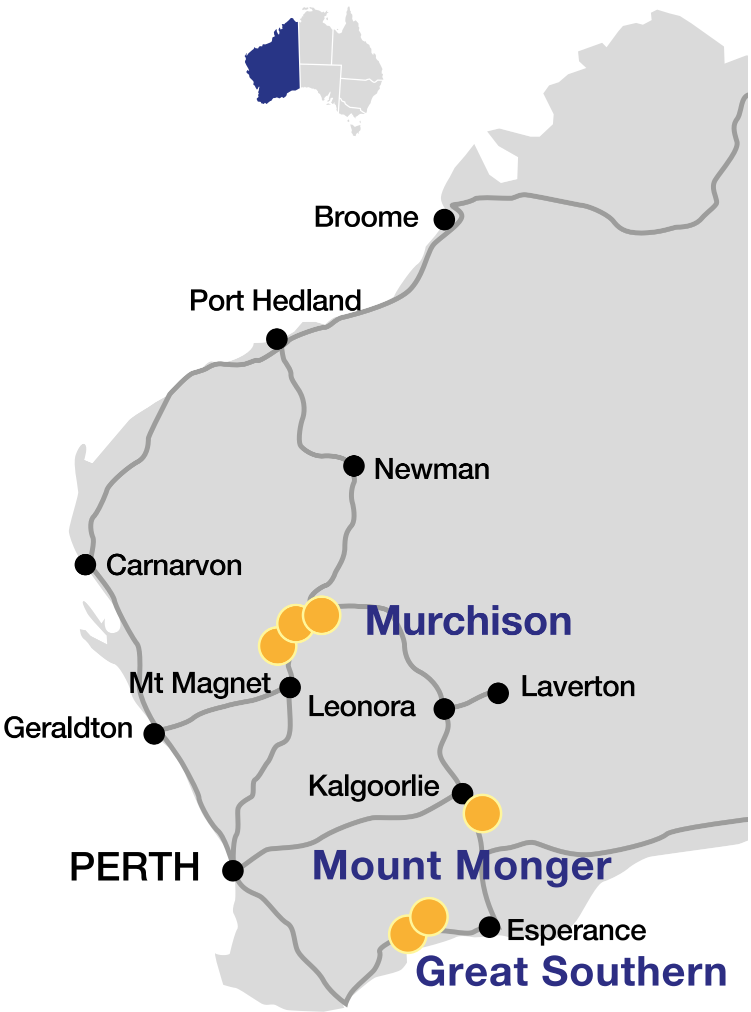


Figure 2: *Map of Western Australia showing the location of Silver Lake's projects.*

MOUNT MONGER OPERATIONS – WESTERN AUSTRALIA

The Mount Monger operations (refer to Figure 3) are situated within the terrane subdivision of the Eastern Goldfields Province located 50 km southeast of Kalgoorlie. Following the merger with Integra Mining Limited in January 2013, the Mount Monger operations now include the Randalls operations and the Aldiss exploration project.

Gold mining in the Mount Monger area began during the early 1900's. Production records indicate that the field has produced in excess of 400,000 oz Au prior to 2007. Since the company purchased the project in December 2007 over 420,000 oz of gold has been mined from Silver Lake's Mount Monger Operations. Only sub-cropping mineralisation appears to have been exploited by early miners, with historic workings in the field typically extending to depths of no greater than 80 metres below the surface.

The Mount Monger goldfield is accessible via the Mount Monger road which is bitumen for 18 kilometres then an all-weather road for the remaining 32 km. The project consists of 312 granted tenements and 20 tenements under application covering approximately 1900 km^2. All of the resources and historical workings lie within granted tenements. The tenement holding also includes various joint ventures which are listed in the tenement schedule.

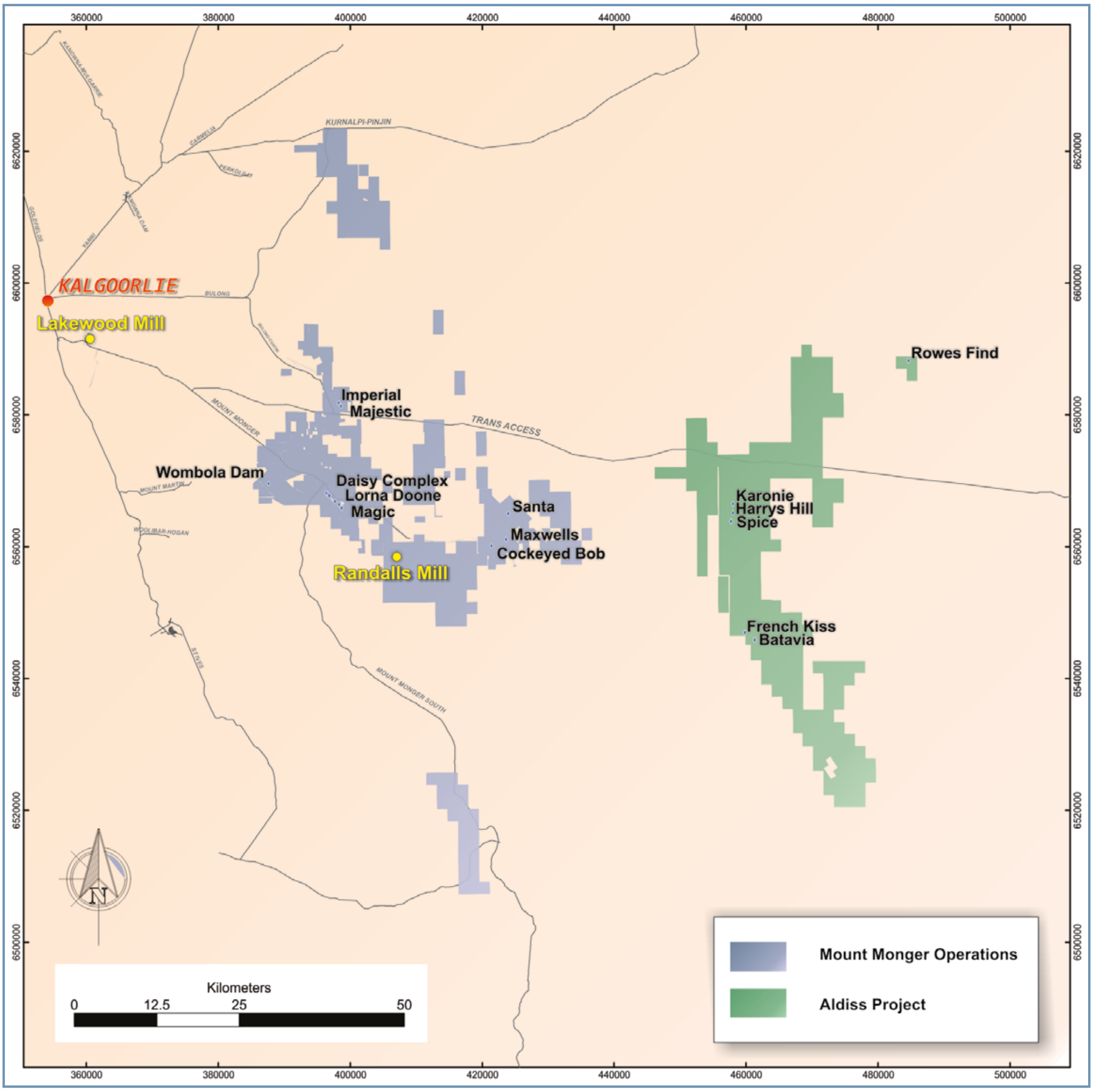


Figure 3: *Location plan – Mount Monger goldfield.*

Daisy Complex

The Daisy Complex consists of multiple ore sources and historic mines accessed from the same underground infrastructure (refer to Figure 4). Ore sources currently in production include Daisy Milano, Haoma, Western Make, Stanley and Rosemary.

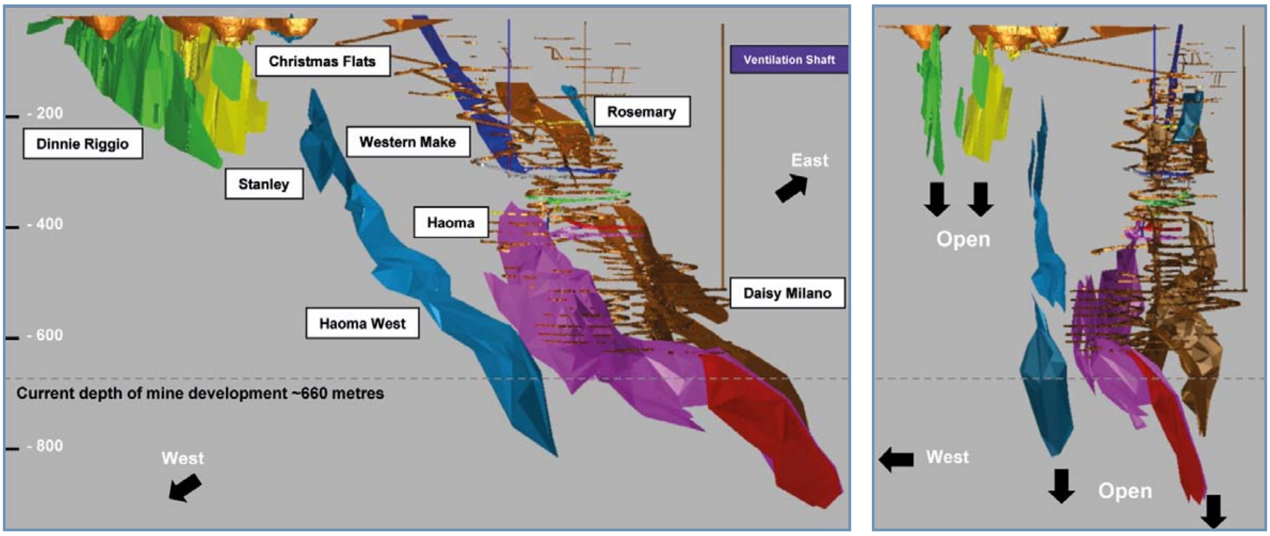


Figure 4: *Schematic view showing location of various deposits which have been defined in the Daisy Complex (not to scale).*

Daisy Milano

The Daisy Milano deposit (refer to Figure 4) is hosted by a dilational zone within a north-south trending shear zone and as at June 2013 has a JORC resource of 1.9 million tonnes at 11.4 g/t Au for 684,100 oz (refer to Table 7) and a probable reserve of 675,000 tonnes at 7.0 g/t Au for 151,600 oz (refer to Table 9). The mineralisation occurs as a swarm of thin quartz veins in two major lodes; typically less than two metres in width, dipping at about 80 degrees east, plunging to the south and lengthening in strike extent at depth.

The mine is accessed via a decline from the surface which is currently developed to 660 metres below the surface. The area of the mine above 500 metres depth is referred to as Daisy Upper and the area below 500 metres is referred to as Daisy Deeps.

Haoma

The Haoma deposit (refer to Figure 4) is located west of the Daisy Milano deposit and as at June 2013 has a JORC resource of 1.1 million tonnes at 11.0 g/t Au for 403,600 oz (refer to Table 7) and a probable reserve of 694,000 tonnes at 6.9 g/t Au for 154,700 oz (refer to Table 9).

Mining to date has shown Haoma to be composed of narrow vein mineralisation that is mined selectively by the same method used at Daisy Milano however; some portions of the ore surface contain up to three mineralised veins that at times are close enough together to be mined in the one drive.

Haoma West

The Haoma West deposit (refer to Figure 4) is located approximately 80 metres west of the Haoma deposit and has been defined by drilling between the 15 level and the 35 level of the Daisy Milano decline, this has confirmed a maiden JORC resource. As at June 2013 Haoma West has a JORC resource of 398,300 tonnes at 15.9 g/t Au for 203,100 oz (refer to Table 7).

From the drilling conducted so far, the Haoma West deposit appears to have similar characteristics to the Haoma deposit. It is composed of up to three quartz veins which contain very high grade mineralisation in some areas. The veins dip steeply to the east and appear to be parallel to each other. As with other deposits in the Daisy Complex the veins are found either within porphyry or on the margin of the porphyry and the surrounding andesite.

Underground development and further drilling from underground will increase the knowledge and confidence of the deposit in the coming year. Access to Haoma West is planned from existing Haoma decline infrastructure and is expected to be in production early in 2014.

Rosemary

The Rosemary deposit is located east of the Daisy Milano deposit (refer to Figure 4). It is accessed from a drive from the 6 level at Daisy Milano. The deposit is currently being mined selectively on a small scale and there is currently no resource classified at Rosemary.

Underground mining at Daisy Milano.

Stanley

The Stanley deposit (refer to Figure 4) was defined by limited underground workings accessed from the Daisy Milano decline on the 4 level. Underground drilling and further underground development has shown the Stanley deposit to have significant potential. The drilling programme conducted in 2013 has defined the deposit between the 4 level and the 10 level.

Stanley has the same geological characteristics as the other deposits in the Daisy Complex. It is not clear if the Stanley deposit is a fault offset portion of the Haoma or Haoma West or if it is a separate vein system. Underground drilling will continue in 2014 to test the strike and dip extent of the Stanley deposit as underground drill positions become available.

Wombola Dam and Wombola Pit

The Wombola Pit and Wombola Dam deposits are located 5 kilometres north west of Daisy Milano (refer to Figure 3) and as at June 2013 have a JORC resource of 797,900 tonnes at 3.3 g/t Au for 85,400 oz (refer to Table 7) and a probable reserve of 260,600 tonnes at 2.2 g/t Au for 18,200 oz (refer to Table 9).

Gold mineralisation is contained within 50 metres of the surface in a series of steep north-west dipping quartz veins hosted within the Wombola dolerite; this extends in several directions and remains open. Production from Wombola Dam starter pit and Wombola Pit was completed during the period. It is expected that a decision to mine the Wombola Dam big pit will be made in the 2014 financial year.

Magic

The Magic deposit is located 3 kilometres south of the Daisy Milano mine (refer to Figure 3) and as at June 2013 has a JORC resource of 1.9 million tonnes at 4.2 g/t Au for 256,500 oz (refer to Table 7) and a probable reserve of 416,600 tonnes at 2.9 g/t Au for 38,700 oz (refer to Table 9) and is currently subject to a mining study. The deposit contains thick high grade mineralisation and is planned to be an underground mine amenable to a bulk mining method.

The mineralogy of this project is different to free milling gold ore in that the ore contains elevated levels of pyrite and arsenopyrite. Gold is recoverable through flotation to produce a concentrate that will require further processing. Final metallurgical test work will be finalised in the coming year and investigations are in progress to determine the optimum processing method for this mineralisation.

Lorna Doone / Spinifex

The Lorna Doone and Spinifex deposits are located ~2 kilometres south east of Daisy Milano (refer to Figure 3) and were mined as separate open pit deposits in 1993 with production of 24,800 oz at 2.52g/t Au. As at June 2013 the Lorna Doone/Spinifex deposit has a JORC resource of 1.3 million tonnes at 4.3 g/t Au for 176,600 oz (refer to Table 7).

The deposits are hosted within a group of intermediate volcanic tuffs. Mineralisation is typically 5 to 20 metres wide and located within a steeply dipping shear zone adjacent to bedding parallel felsic porphyries. Mineralisation at Lorna Doone dips steeply to the west and plunges to the south, while at Spinifex the mineralisation dips steeply to the east with no plunge observed. A series of cross cutting faults are evident in both deposits and are interpreted to cause zones of dilation and enhanced mineralisation.

Assay results received from 6 diamond drill holes (refer Figure 5) targeting the extension zones has intercepted high grade gold mineralisation with the deepest hole to date intersecting 1.5 metres at 36.2 g/t Au (including 1.0 metre at 50.6 g/t Au), at a vertical depth of ~400 metres below the previously mined open pits.

In the coming year surface drilling is planned to further test the down plunge continuity of Lorna Doone/Spinifex and also to increase the confidence in the resource by infill drilling.

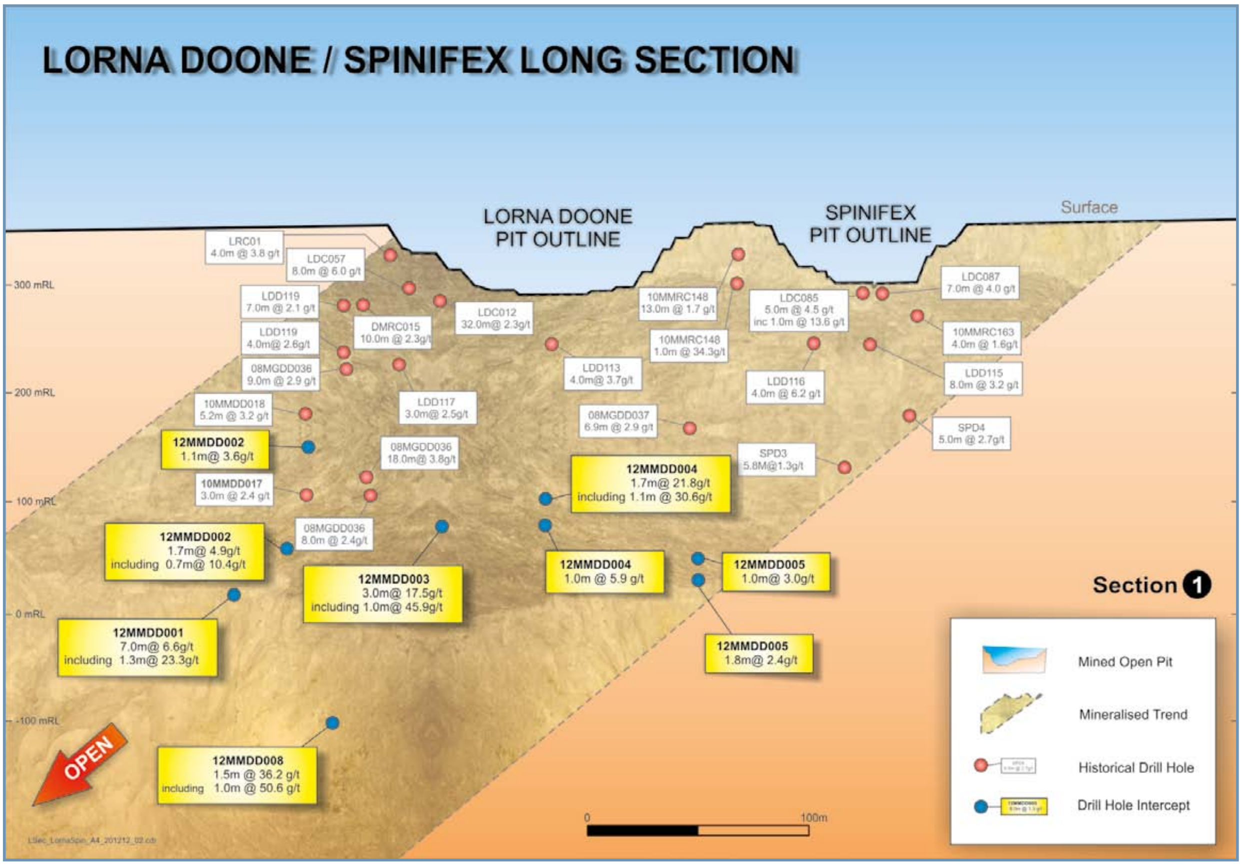


Figure 5: *Long Section of Lorna Doone/Spinifex showing holes drilled in current year and historical holes.*

Maxwells

Mining recommenced at the Maxwells open pit in the June 2013 quarter. The ore is processed through the Randalls Gold Processing facility located 20 kilometres to the west of Maxwells (refer to Figure 3).

Gold mineralisation at the Maxwells gold deposit is hosted in a series of parallel vertically dipping banded-iron formation (BIF) units typically between 2 to 5 metres wide. High-grade gold mineralisation, with common visible gold, is associated with quartz 'ladder vein' arrays which intersect the BIF and dip to the south.

The Maxwells deposit shows the high grade resource extends well below the pit design. Drilling below the planned 1.6km long, and 140m deep pit includes:

- 3.4 metres at 12.8 g/t Au from 150 metres
- 4.6 metres at 21.4 g/t Au from 189 metres
- 3.0 metres at 39.2 g/t Au from 221 metres

The deepest drill hole completed to date at the Maxwells gold deposit confirms high-grade gold mineralisation extends to considerable depths, more than 200 metres below the existing mineral resource, and remains open with assay results including:

- 2.2 metres at 9.9 g/t Au from 404 metres drill depth

Subject to further drilling and evaluation it is expected that the Maxwells deposit will become an underground mine after completion of the open pit. As at June 2013 the Maxwells deposit has a JORC resource of 866,000 tonnes at 3.3 g/t Au for 93,200 oz (refer to Table 7) and a probable reserve of 268,600 tonnes at 3.5 g/t Au for 30,000 oz (refer to Table 9).

Cock-Eyed Bob

The Cock-eyed Bob underground mine (refer to Figure 3) was taken off care & maintenance in June 2013. Re-entry checks and installation of surface infrastructure has been completed,ore driving has commenced and is being carried out on a small scale with a narrow vein mechanised jumbo crew on a day shift only basis. As at June 2013 Cock-eyed Bob has a JORC resource of 1.2 million tonnes at 4.0 g/t Au for 149,700 oz (refer to Table 7) and a probable reserve of 481,100 tonnes at 3.5 g/t Au for 54,700 oz (refer to Table 9).

High-grade gold mineralisation in the Cock-eyed Bob deposit is controlled by the intersection of the vertical to sub-vertical host BIF units and a series of south plunging quartz ladder vein arrays, the intersection of which plunges approximately 50 degrees to the south. Due to the 'nuggety' nature of the gold mineralisation, with abundant visible gold common, the ability of the mineral resources model (based on the current density of drill data) to reflect the coherency of these high-grade zones is limited. Accordingly, the previous close-spaced open pit grade control data more clearly reflects the noted geologic controls.

It is considered that further drilling from surface would be prohibitively expensive at the density required to reliably define the high-grade zones. Ore driving will provide greater understanding of the true gold endowment and invaluable experience of the ore body behaviour. The expectation is that actual underground mining and mapping will provide greater definition of the geologically and structurally controlled high-grade gold zones and the distribution of extreme high-grades noted in the surface drilling. This has application not only in understanding high-grade gold mineralisation in the Cock-eyed Bob deposit, but also other BIF hosted deposits in the region. In this regard, the current activity can be regarded as research & development.

Previous drill results confirm the depth continuity of the BIF-hosted gold mineralisation at Cock-eyed Bob including:

- 8.8 metres at 16.2 g/t Au from 324.2 metres drill depth including 2.3 metres at 51.3 g/t Au;
- 4.2 metres at 14.9 g/t Au from 305.4 metres drill depth including 1.2 metres at 42.5 g/t Au;
- 3.0 metres at 11.5 g/t Au from 166.0 metres drill depth;
- 9.0 metres at 4.6 g/t Au from 132.0 metres drill depth;
- 3.0 metres at 10.9 g/t Au from 167.0 metres drill depth;
- 2.9 metres at 10.9 g/t Au from 347.2 metres drill depth;
- 5.3 metres at 6.9 g/t Au from 270.5 metres drill depth;
- 3.0 metres at 7.10 g/t Au from 189.0 metres drill depth;
- 3.0 metres at 7.16 g/t Au from 176.0 metres drill depth;
- 14.0 metres at 2.89 g/t Au from 121.0 metres drill depth; and
- 1.0 metres at 33.3 g/t Au from 130 metres drill depth.

Importantly, the two deepest holes drilled to date at Cock-eyed Bob returned extremely high grade intercepts of 8.8 metres at 16.2 g/t Au and 4.2 metres at 14.9 g/t Au with excellent potential to extend these high grades further at depth. The open pit was previously mined to a vertical depth of ~60 metres.

There are approximately 1,200 metres of ore driving to be completed from the current decline development on 3 levels containing 2 main structures per level. Ore development commenced in July 2013 and is being carried out on a small scale with a narrow vein mechanised jumbo crew on a day shift only basis.

Randalls Banded Iron Formation

A key part of Silver Lake's strategy at Randalls is to unlock the potential of the Banded Iron Formation (BIF) deposits. The BIF host rock at Randalls covers an area of over 30 kilometres, the gold distribution along the BIF is not well understood but has the potential to contain large gold deposits similar to the Santa, Maxwells & Cock-eyed Bob deposits.

Several significant intersections have already been made within the 30 kilometre BIF host rock (refer to Figure 6) that require follow up drilling. A combination of mining the Cock-eyed Bob underground deposit and targeted drilling along the 30 kilometre BIF host rock will assist in unlocking the potential of this area.

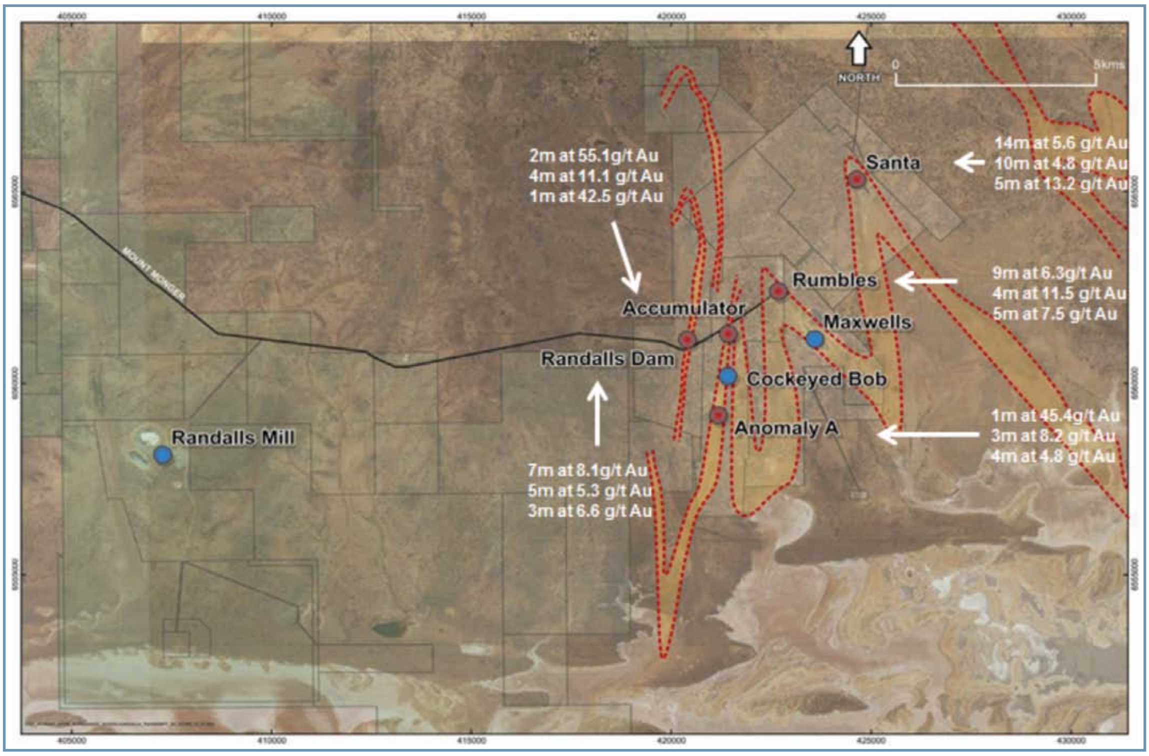


Figure 6: *Aerial view of 30 kilometre BIF host rock at Randalls.*

Majestic/Imperial

The Majestic/Imperial deposits are located at the southern end of the Kurnalpi Terrane (formerly the Gindalbie Terrane) on the western limb of the Bulong Anticline (refer to Figure 3). Gold mineralisation occurs within a small granitic pluton just to the west of the larger Juglah Monzogranite. The monzogranite was emplaced into a sequence of felsic to intermediate volcanic and volcaniclastic rocks.

The Majestic mineralisation contains copper, bismuth, gold and silver and is hosted in a felsic granodiorite weathered to a depth of between 20 and 60 metres. The mineralisation is concealed beneath a zone of chemical depletion comprising the pallid to lower saprolite domains and is covered by a thin layer of unconsolidated transported sediments. There is a supergene gold horizon developed along the lower saprolite to fresh rock interface 20 to 50 metres beneath the surface.

Discrete zones of strong foliation associated with north-west trending structures appear to limit the main north-trending mineralised structures. Most of the primary gold mineralisation is associated with north-trending, west-dipping, brittle fracturing of the host granodiorite. Some mineralisation is also associated with north-west-trending, south-west-dipping planes of ductile foliation within the granodiorite.

Mineralisation is usually associated with silica, sericite, albite, alteration and/or quartz veining containing fine grained chalcopyrite and pyrite. Primary mineralisation is characterised by elevated copper, bismuth, gold and silver grades.

Secondary supergene mineralisation occurs along the fresh rock to saprolite interface.

As at June 2013 the Majestic/Imperial deposit has a JORC resource of 2.4 million tonnes at 2.8 g/t Au for 212,800 oz (refer to Table 7) and a probable reserve of 792,700 tonnes at 3.7 g/t Au for 93,900 oz (refer to Table 9). Production from the Majestic/Imperial deposit is currently planned for 2017. This project is a Joint Venture between Silver Lake Resources Ltd (85%) and Newcrest Mining Limited (15%).

Mount Monger Regional Exploration

In the coming year programmes are planned to test targets at Majestic West, Cock-Eyed Bob and Batavia. Ongoing soil sampling and mapping of the Mount Monger area will continue.

Venus Pit.

MURCHISON GOLDFIELD - WESTERN AUSTRALIA (SILVER LAKE 100%)

Silver Lake's projects situated in the Murchison goldfield of Western Australia are located south east of the town of Cue, 600 km northeast of Perth (refer to Figure 8) and consist of the Tuckabianna, Comet, and Moyagee projects which as at June 2013 have a combined JORC resource of 21.0 million tonnes at 2.8 g/t Au for 1,880,500 oz (refer to Table 7). As of June 2013 the JORC ore reserve for the Murchison Project is 4.6 million tonnes at 2.7 g/t Au for 390,900 oz. (refer to Table 9)

In the Murchison, Silver Lake recently completed construction of a 1.2 million tonne per annum treatment plant. Commercial production of the plant was declared from 1 June 2013. Provision has also been made at the treatment plant for the addition of a future base metals circuit. Ore from the Murchison has to date been sourced from 4 open pit mines, Exodus, Eclipse, Comet North and Comet South (refer to Figure 7).

As announced to the ASX on 18 July 2013, the Murchison operations have been optimised to produce gold from open pit operations for the year ending 30 June 2014 and to defer the development of the underground Caustons mine for approximately 12 months. The Caustons mine has been placed on care and maintenance in readiness for start-up at a later point, together with other future underground deposits in the region, Comet, Tuckabianna West and Lena.

The majority of exploration activities during the period were focused on the delineation and possible extension of the Hollandaire deposit for inclusion into a prefeasibility study.

Small scale RC drill programmes were conducted at Rapier South and Sherwood.

Tuckabianna Project

Background

Gold was discovered at Tuckabianna in 1915 with intermittent small scale production from rich mineralised pods within the host banded iron formation. During the period leading up to the commencement of modern open pit mining operations in 1988, total gold production was 53,000 oz at an average grade of 18 g/t Au.

Between 1988 and 1997, approximately six million tonnes of ore was treated from the Tuckabianna area for total production exceeding 500,000 oz Au. Most of this production came from 17 different open pits located within the project area.

As at June 2013 the JORC resource for Tuckabianna totals 12.0 million tonnes at 2.7 g/t Au for 1,021,200 oz (refer to Table 7) and the JORC reserve totalled 1.9 million tonnes at 3.1 g/t Au for 188,100 oz (refer to Table 9).

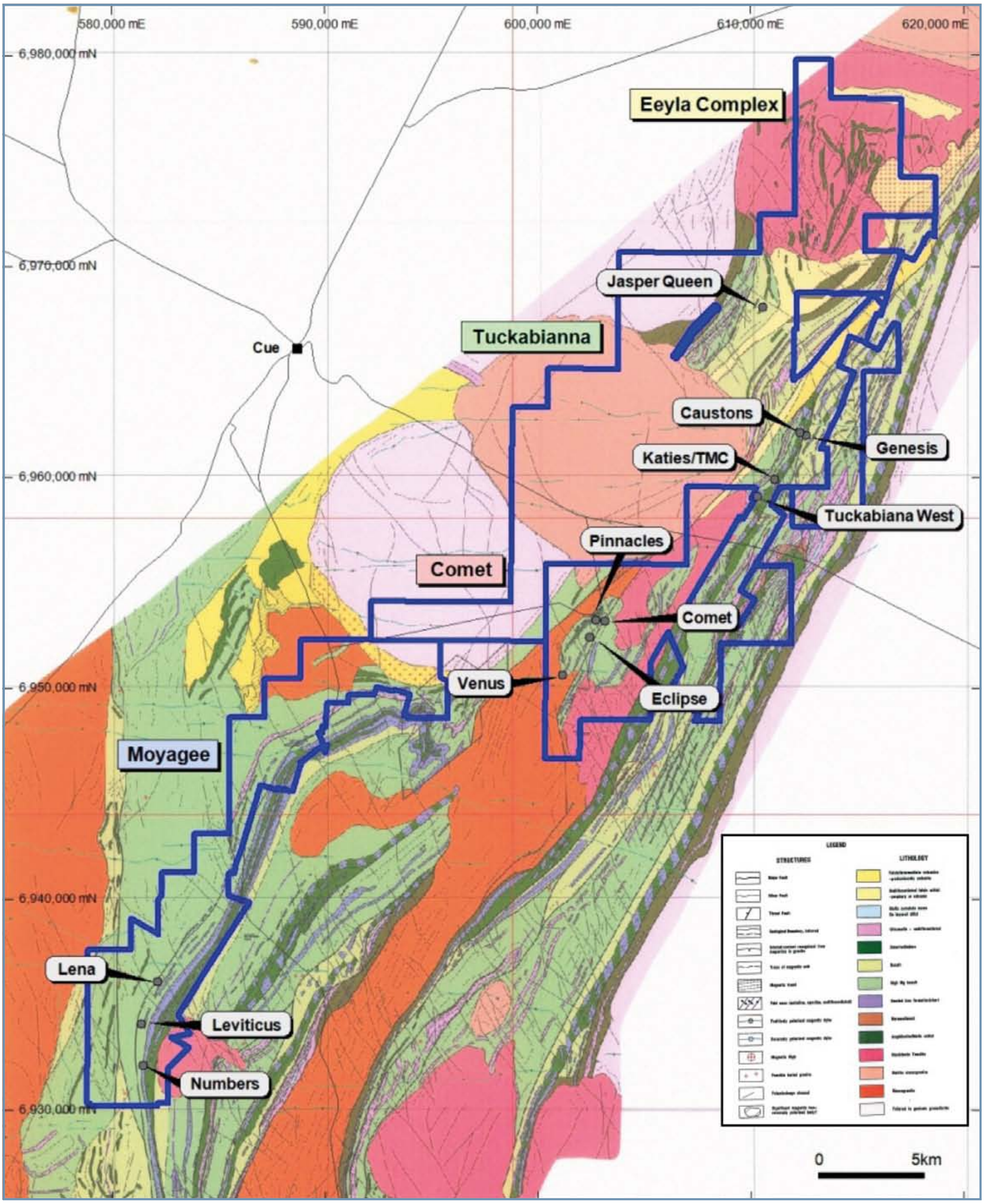


Figure 7: *Location Plan - Tuckabianna, Comet, Moyagee and the Eelya complex.*

Sherwood

The Sherwood deposit is located approximately 3 kilometres north east of the Murchison gold mill (refer to Figure 7). 10 RC holes were drilled along strike and down dip of the existing resource. These holes yielded encouraging results (refer Figure 8) and will be followed up with closer spaced drilling in the coming year.

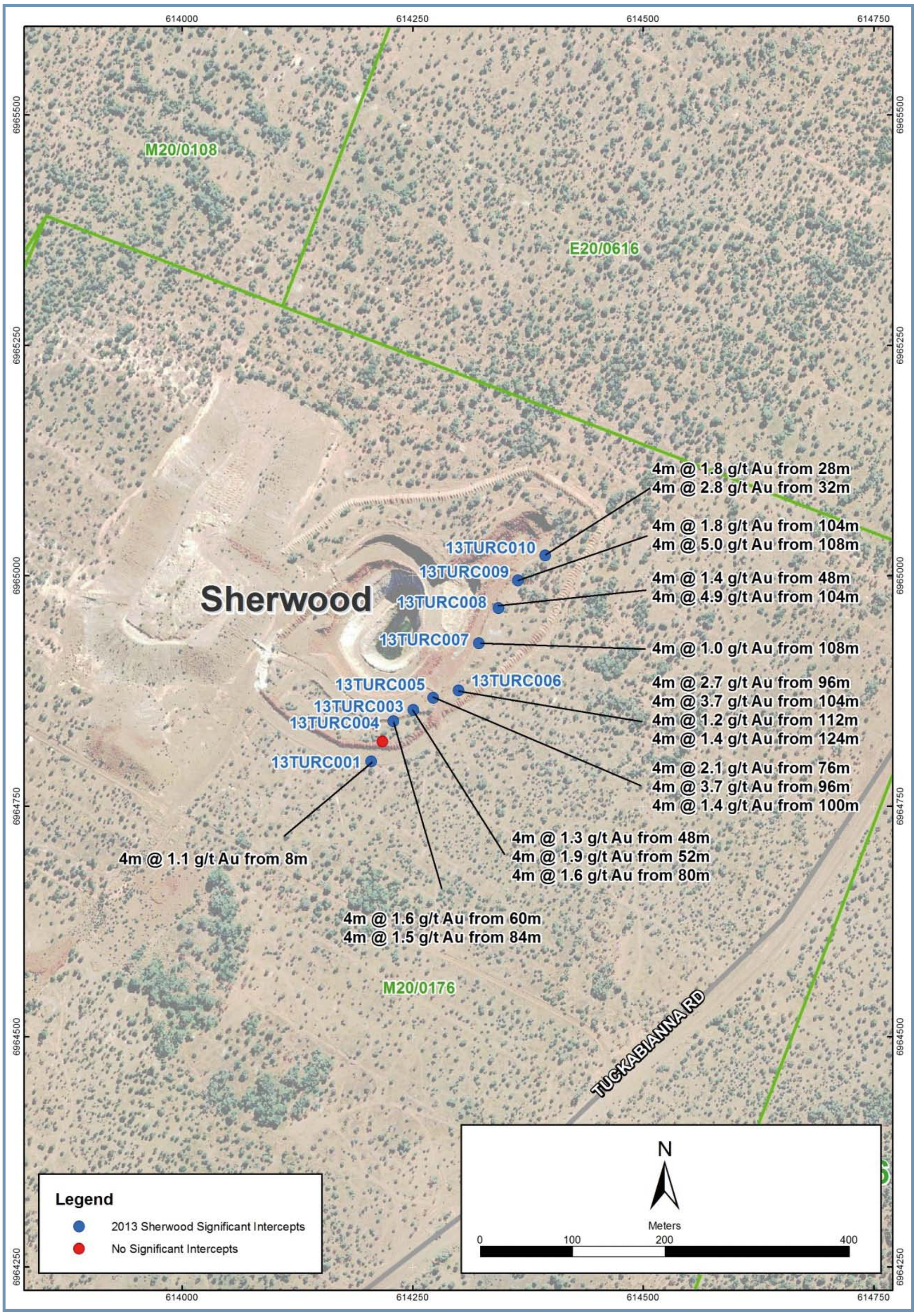


Figure 8: *RC drill results from Sherwood deposit.*

Rapier South

A 50 hole RC drill programme was conducted to test an area approximately 1.5 kilometres south of the historical Rapier open pit (refer to Figure 9). The area was marked by shallow historical underground workings. The programme successfully delineated continuous mineralisation resulting in a June 2013 JORC resource of 171,300 tonnes at 2.2 g/t Au for 11,900 oz (refer Table 7).

In the coming year it is planned to infill and extend this resource with a continued programme of RC drilling.

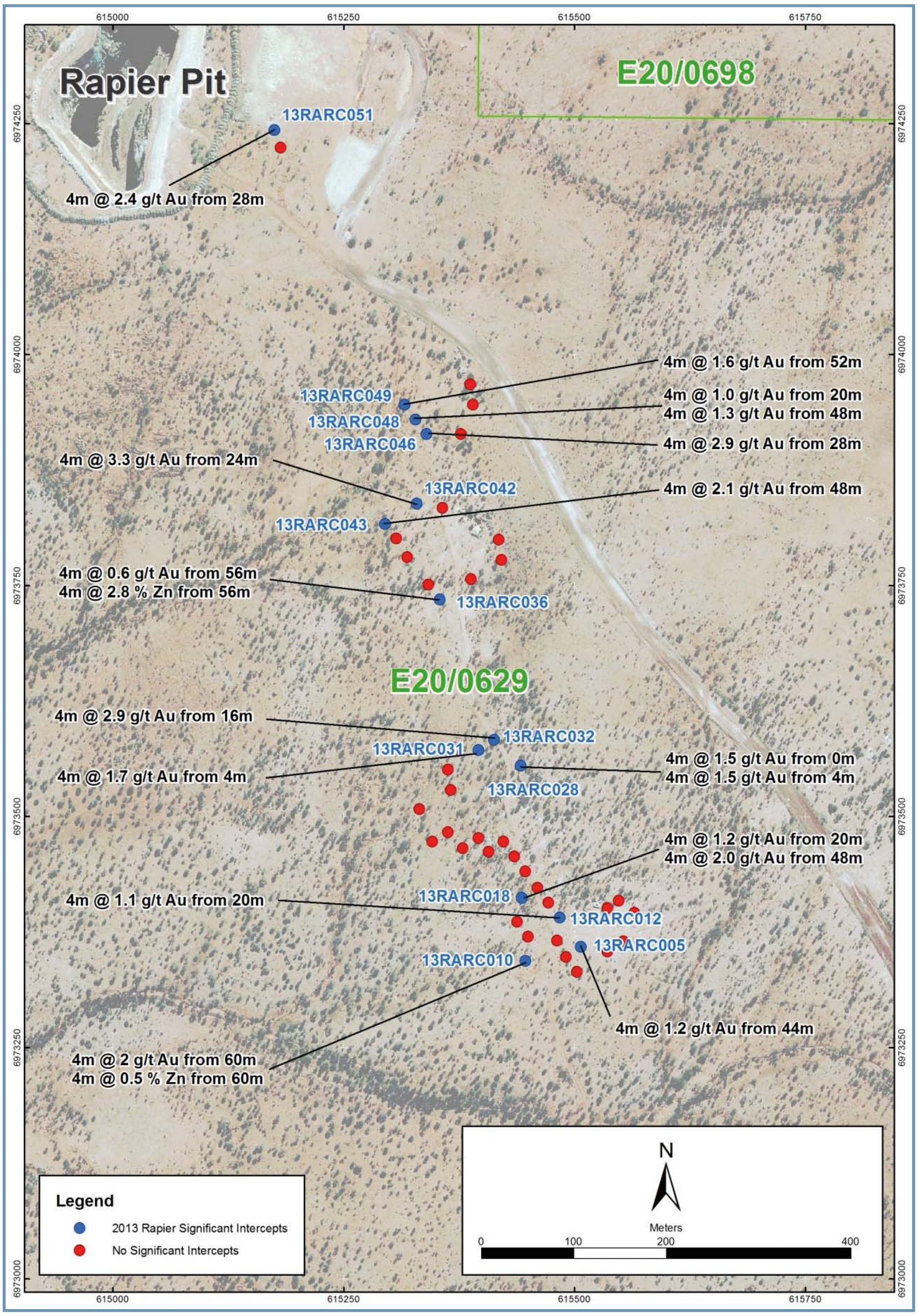


Figure 9: *RC drill results from Rapier South deposit.*

Comet Project

Background

Mining activities commenced in the Comet area in 1913 with underground mining being carried out until 1983. Before the 1980's, gold mining activities were largely limited to intermittent underground mining. In the late 1980's, open pit mining was undertaken at the Comet and Pinnacles deposits with production being 638,335 tonnes at 3.45 g/t Au for 71,000 oz. Up until 1996, the project area was subject to active mining operations.

Exploration

As at June 2013 the JORC resource for the combined Comet project totalled 4.3 million tonnes at 3.2 g/t Au for 441,400 oz (refer to Table 7) and the JORC reserve totalled 1.7 million tonnes at 2.9 g/t Au for 164,200 oz (refer to Table 9). Exploration for the year was confined to soil sampling and geological mapping.

The plan for the coming year is to drill test the Vostok anomaly which was defined in 2012.

Moyagee Project

Background

Silver Lake's Moyagee project has been the subject of several phases of exploration since the early 1980's. Past gold production from the project area totalled 11,780 oz Au from 9,400 tonnes of ore, mainly from small high grade quartz veins.

Exploration

The Moyagee project is based around the 35 kilometre long Lena shear zone. In the southern portion of the Lena shear zone exploration has been focused on increasing the confidence in the resource and identifying other resources in the area. As at June 2013 the open pit JORC resource for Moyagee totals 4.1 million tonnes at 2.9 g/t Au for 383,600 oz (refer Table 7). As at June 2013 the open pit JORC reserve totals 342,600 tonnes at 2.2 g/t Au for 24,700 oz (refer to Table 9). Exploration activity for the year was confined to soil sampling and geological mapping.

Heritage clearance has been obtained for exploration on the shores of Lake Austin. In the coming year the plan is to drill test the geophysical targets defined in 2012.

Tuckabianna Gold Processing Facility.

Eelya Complex

Background

The Eelya Hill project is at the northern end of the Company's Murchison project (refer to Figure 7). At its core is a granodiorite which is described as unusual by the Geological Survey of Western Australia because it has the field relationships of a post-tectonic granite, yet is completely recrystallised. It is flanked by felsic schists composed of varying amounts of muscovite, sericite, quartz, chlorite and minor pyrite.

Exploration

The focus of the exploration in the Eelya complex this year was to increase the confidence in the Hollandaire resource to a level at which a reserve could be calculated and a prefeasibility study could be completed. As of June 2013, 207 diamond and RC holes have been drilled into the deposit. Metallurgical, hydrological and geotechnical information was gained from this drilling. As at June 2013 the Hollandaire deposit JORC resource totalled 517,600 tonnes at 1.3 g/t Au for 22,500oz (refer to Table 7), 2.65 million tonnes at 5.8 g/t Ag for 495,300 oz and 2.01 million tonnes at 1.9 % Cu for 38,800 tonnes (refer to Table 8). As at June 2013 the JORC reserve totalled 574,000 tonnes at 0.8 g/t Au for 14,000 oz (refer to Table 9), 574,000 tonnes at 8.2 g/t Ag for 150,900 oz and 441,800 tonnes at 1.1 % Cu for 14,700 tonnes (refer to Table 10). The drilling showed that the mineralisation at Hollandaire could be characterised into three zones (refer Figure 10), a gold zone, in the upper portion of the deposit where silver and copper do not occur, an upper zone, which consists of chalcocite and bornite copper minerals with minor gold and elevated silver and a lower zone, which consists of chalcopyrite copper mineral and elevated silver with minor gold.

A prefeasibility study at Hollandaire was completed during the last quarter of the year and excludes potential production from the underground Hollandaire Lower and Hollandaire West zones. These areas could be subject to production at completion of the open pit, but would require a higher metal price environment. Results of the study show that a viable open pit mine can be developed on the Hollandaire gold & upper copper zones. This scenario would see payback of a base metals circuit and provide a modest surplus. Installation of this circuit provides for upside in the event of further base metals exploration success or increases in metal prices.

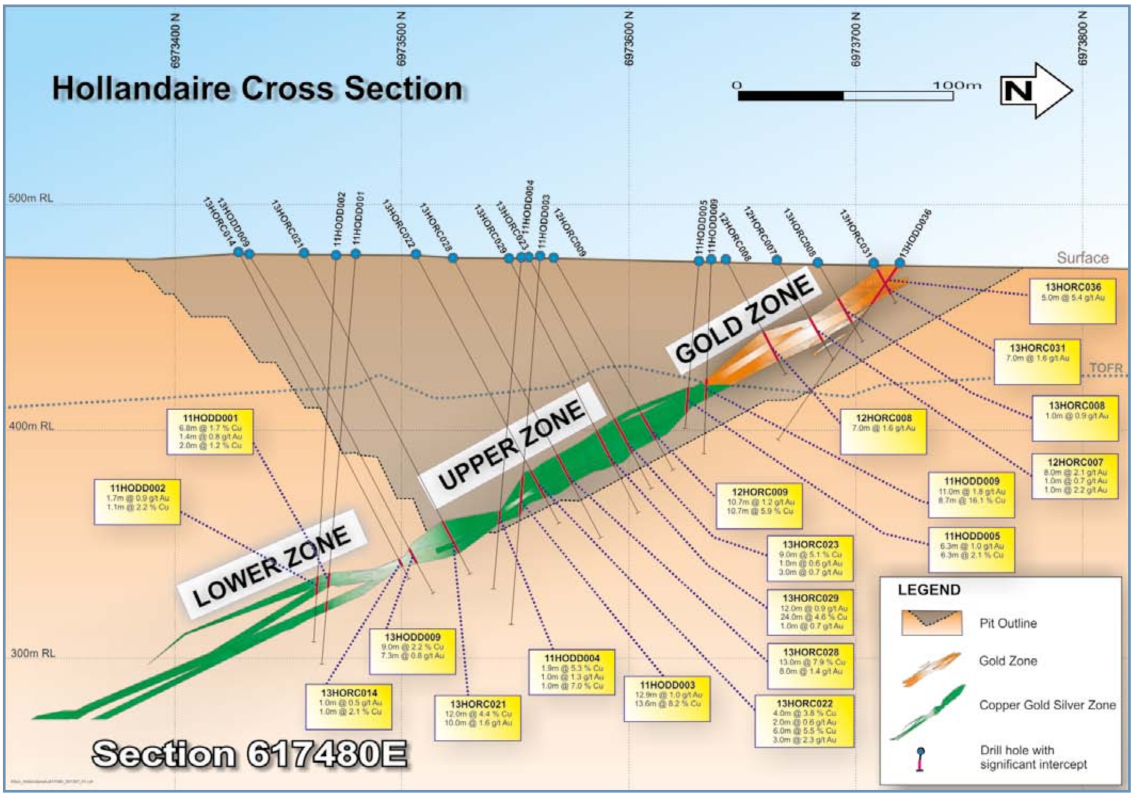


Figure 10: Hollandaire cross section showing gold zone and the upper and lower copper zones.

The remainder of the Eelya complex contains untested and anomalous zones which have undergone minimal testing. Throughout the year exploration geologists continued to map and sample the lease package.

In the coming year the programme is to drill test some of the existing anomalous zones utilising learning's from Hollandaire to better target the drilling.

Great Southern Project

Background

The Great Southern Gold Project ("Great Southern") provides an exciting advanced gold exploration project for Silver Lake. Great Southern has two discreet exploration projects, Kundip and Munglinup which cover over 2,500 sqkm of tenements located in south east of Western Australia (refer to Figure 11).

Kundip Mining Centre

The Kundip Mining Centre ("Kundip") (refer to Figure 11) has a current JORC resource of 1 million ounces of gold, 10 million ounces of silver and 95,000 tonnes of copper that contain two main ore bodies within 10 kilometres of each other that have been subject to a Definitive Feasibility Study ("DFS").

The Trilogy orebody is a polymetallic deposit located on cleared freehold farmland. At this stage, Silver Lake does not view Trilogy as a priority and will not be pursuing the DFS to develop Trilogy. As such, no further work will be undertaken on the DFS.

Kundip constitutes a number of high-grade gold ore bodies. These deposits have been mined in the past on a small scale producing 121,000 tonnes at 18.0 g/t Au for 68,000 oz from both underground and open pit sources that are underexplored at depth.

There is significant regional potential at Kundip for further high-grade gold deposits to be identified through a systematic and ramped up exploration campaign.

Kundip has a current JORC resource of 8.9 million tonnes at 2.7 g/t Au for 788,500 oz (refer to Table 7). As at June 2013 the JORC probable reserve for Kundip is 2.8 million tonnes at 3.4 g/t Au for 307,200 oz with an average copper grade of 0.4% (refer to Tables 9 and 10).

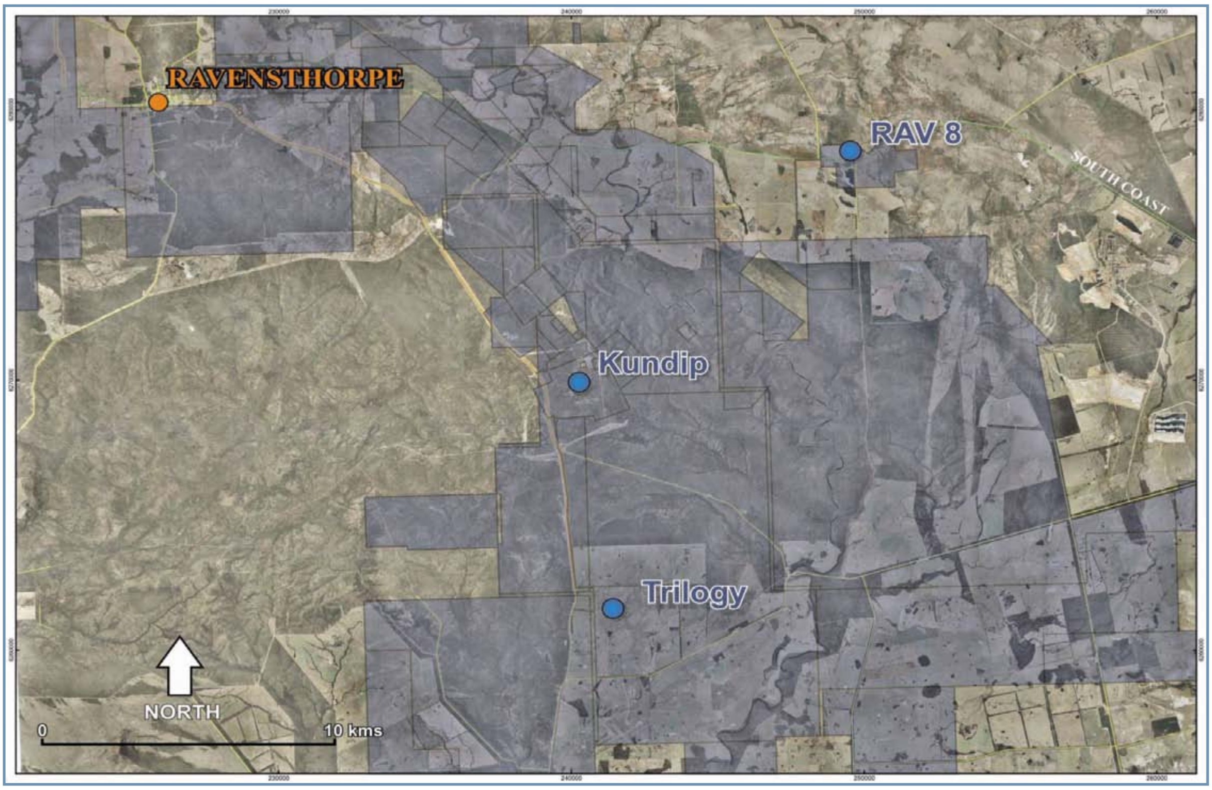


Figure 11: *Aerial view of Kundip, Trilogy & Rav 8.*

Silver Lake will increase regional gold exploration at Kundip with the view of establishing a third gold mining centre (with potential copper and silver credits).

Exploration for the coming year will focus on infill and extension of the existing resources in the Kundip area. Also extensive mapping and soil sampling will continue on other leases surrounding Kundip and Ravensthorpe.

Munglinup Project

Munglinup is a large greenfield exploration project covering over 1,600 sqkm located in the Albany Fraser belt. This is one of Australia's most significant gold belts and hosts the 5Moz Tropicana deposit located ~500 kilometres to the north east. A soil sampling programme on the road verges in the Munglinup lease package was undertaken to identify some potential geochemical targets. Areas of broad anomalism for gold and base metals were identified.

The plan for the coming year is to embark on infill soil sampling in order to define the anomalies better. On completion of this Silver Lake will be required to enter into access agreements with the local farmers to commence broad spaced drill programmes.

Copper Lakes Project

The Copper Lakes project is located on the edge of the Great Sandy Desert approximately 520 kilometres southeast of Port Hedland and approximately 200 kilometres south of the Telfer copper-gold mine. Access to the project from Newman is via the unsealed Talawana track.

The project is located within the Rudall Complex, the proterozoic core of the Paterson Orogen in the remote north of Western Australia. The Paterson Orogen is host to several major mineral deposits including Telfer (gold and copper), Nifty (copper) and Kintyre (uranium).

It is noteworthy that previous explorers reported assays from surface sampling programmes of up to 10 g/t Au, 26% Cu, and over 0.1% Co from the various locations on the project licence.

The Copper Lakes project is relatively under-explored, but this has not hindered the delivery of some very significant gold and copper assays from past exploration efforts. An exploration licence (E45/3632) was granted in 2011. In August of that year a reconnaissance trip was undertaken by four members of the Murchison exploration team. A heritage agreement has been signed with the local claimants (WDLAC) and negotiations have commenced to determine timing for a heritage survey to be carried out by parties representing the claimant group.

DIRECTORS' REPORT

The Directors present their report on the consolidated entity consisting of Silver Lake Resources Limited ("Silver Lake" or "the Company") and the entities it controlled at the end of, or during the financial year ended 30 June 2013 ("the Group").

DIRECTORS

The names and details of the Company's Directors in office during the financial year and until the date of this report are as follows. The Directors were in office for the entire period unless otherwise stated.

Paul Chapman

B Comm, ACA, Grad Dip Tax, MAICD, MAusIMM
Non-Executive Chairman
Appointed 20 April 2004

Mr Chapman is a chartered accountant with over 20 years experience in the resources sector gained in Australia and the United States. Mr Chapman has experience across a range of commodity businesses including gold, nickel, uranium, manganese, bauxite/alumina and oil/gas.

Mr Chapman has held Managing Director and other senior management roles in public companies of various sizes and is Chairman of West Australian based copper explorer Encounter Resources Ltd (since 7 October 2005), Chairman of copper/gold explorer Rex Minerals Ltd (since 2007), and Director of Phillips River Mining Ltd (since 4 July 2012).

Les Davis

MSc (Min Econs)
Managing Director
Appointed 25 May 2007

Mr Davis has over 30 years industry experience including 17 years hands-on experience in mine development and narrow vein mining.

Mr Davis' career incorporates 13 years senior management experience including roles as Mine Manager, Technical Services Manager, Concentrator Manager, Resident Manager and General Manager Expansion Projects with organisations including WMC Resources Ltd, Reliance Mining Ltd and Consolidated Minerals Ltd. Mr Davis is a Director of Phillips River Mining Ltd (since 4 July 2012) and a past Director of Paringa Resources Limited (resigned 12 September 2012).

Mr Davis has held no other Directorships in public listed companies in the last three years.

Chris Banasik

B App Sc (Physics), MSc (Econ Geol), Grad Dip Ed, MAusIMM
Executive Director - Exploration & Geology
Appointed 25 May 2007

Mr Banasik has over 25 years experience in the resource industry which includes 10 years hands-on experience in mine geology resource and reserve calculation and a history of successful exploration in the Kambalda region of Western Australia.

Mr Banasik has extensive experience in leading geology and exploration teams and managing drilling programmes, surveying, mine planning and other technical services through 11 years in management roles with WMC Resources Ltd, Reliance Mining Ltd and Consolidated Minerals Ltd. Mr Banasik is a Director of Phillips River Mining Ltd (since 4 July 2012).

Mr Banasik has held no other Directorships in public listed companies in the last three years.

David Griffiths

B Bus
Non-Executive Director
Appointed 25 May 2007

Mr Griffiths has more than 30 years management and strategic communications experience developing from an initial focus on human resources and employee relations to broader, group-wide strategic roles. Previously Mr Griffiths was employed by WMC Resources Ltd and held the roles of Group Manager – Employee Relations and more recently, General Manager Corporate Affairs and Community Relations.

Currently, Mr Griffiths is the Managing Director of the communications strategy and public relations company Gryphon Management Australia Pty Ltd which he established in 2004. Gryphon Management assists companies to develop and implement strategic communication plans, human resources strategies and corporate reputation plans. Mr Griffiths is also a Director of Phillips River Mining Ltd (since 4 July 2012) and Chairman of Paringa Resources Limited (since 7 September 2012).

Mr Griffiths has held no other Directorships in public listed companies in the last three years.

Peter Johnston

BA, FAICD, FAusIMM
Non-Executive Director
Appointed 22 May 2007

Mr Johnston's extensive management career spans 30 years. That time includes senior management roles at WMC Resources Ltd, Alcoa of Australia Limited and Lion Nathan Limited. Mr Johnston has been Chief Executive Officer/Director of Minara Resources Ltd since 20 November 2001. As Executive General Manager at WMC Resources Ltd for over eight years, Mr Johnston was at various times responsible for nickel and gold operations, Olympic Dam operations, Queensland Fertilizers Ltd and human resources.

Mr Johnston is an Executive Council member and a past President of the Chamber of Minerals and Energy, a Director and past Chairman of the Nickel Institute, a past Chairman of the Minerals Council of Australia, a past Director of Emeco Holdings Limited from 1 September 2006 to 30 June 2013, a Director of Phillips River Mining Ltd (since 4 July 2012) and Vice President of the Australian Mines and Metals Association.

Brian Kennedy

Cert Gen Eng
Non-Executive Director
Appointed 20 April 2004

Mr Kennedy has operated a successful resource consultancy for over 25 years and has worked in the coal, iron ore, nickel, gold and fertilizer industries. During this time Mr Kennedy managed large-scale mining operations such as Kambalda and Mount Keith on behalf of WMC Resources Ltd.

Mr Kennedy was a founding shareholder and Director of Reliance Mining Ltd, before its takeover by Consolidated Minerals Ltd. Mr Kennedy is a Director of Phillips River Mining Ltd (since 4 July 2012).

Mr Kennedy has held no other Directorships in public listed companies in the last three years.

COMPANY SECRETARY

Peter Armstrong

ACIS, B Bus(Acct)
Appointed 16 January 2009

Mr Armstrong has over 30 years of accounting experience, including the last 25 years in the resources sector. He has extensive experience in senior commercial management roles with Normandy Mining, WMC Resources Ltd and Newcrest. This experience involved working across a wide range of commodity businesses including gold, nickel, copper, coal and iron ore.

COMMITTEE MEMBERSHIP

As at the date of this report, the Company has an Audit Committee, Remuneration Committee and a Nomination Committee.

Those members acting on the committees of the Board during the year were:

AUDIT	REMUNERATION	NOMINATION
David Griffiths (c)	Peter Johnston (c)	Brian Kennedy (c)
Paul Chapman	David Griffiths	David Griffiths
Peter Johnston	Brian Kennedy	Peter Johnston

(c) Designates the Chairman of the committee.

DIRECTORS' MEETINGS

The number of meetings of Directors (including committee meetings) held during the year and the number of meetings attended by each Director are as follows:

		MEETINGS OF COMMITTEES		
	DIRECTORS' MEETINGS	AUDIT	REMUNERATION	NOMINATION
Number of meetings held:	22	3	2	1
Number of meetings attended:				
Paul Chapman	21	3	*	*
Les Davis	21	*	*	*
Chris Banasik	21	*	*	*
David Griffiths	19	3	2	1
Peter Johnston	17	1	2	1
Brian Kennedy	19	*	2	1

** Not a member of this committee.*

DIRECTORS' INTERESTS

The relevant interest of each Director in the share capital as notified by the Directors to the Australian Stock Exchange in accordance with s205G(1) of the Corporations Act 2001, at the date of this report is as follows:

NAME OF DIRECTOR	FULLY PAID ORDINARY SHARES	UNLISTED OPTIONS
Paul Chapman	5,099,000	-
Les Davis	4,290,000	-
Chris Banasik	4,015,000	-
David Griffiths	4,158,377	-
Peter Johnston	4,368,253	-
Brian Kennedy	4,555,452	-

Note: Details of relevant interest of each Director are outlined in Note 34 to the financial statements.

PRINCIPAL ACTIVITIES

The principal activities of the Group during the course of the financial year were gold mining and processing from the Mount Monger and Murchison Operations, copper and gold exploration and evaluation of projects.

CORPORATE STRUCTURE

Silver Lake is a company limited by shares and is domiciled and incorporated in Australia.

OPERATING OVERVIEW

The entity's operations are discussed in detail in the operations report contained in this annual report.

REVIEW OF FINANCIAL CONDITION

The Group recorded an after tax loss for the financial period of $319.288 million (2012: profit of $31.175 million). This loss includes a number of significant items, such as the impairment of non-current assets, that in the opinion of the directors need adjustment to enable shareholders to obtain an understanding of the results from operations. The Group's earnings before interest, tax, depreciation and amortisation (EBITDA) excluding these significant items are outlined in the table below:

RECONCILIATION OF STATUTORY PROFIT/LOSS AFTER TAX TO EBITDA (EXCLUDING SIGNIFICANT ITEMS)	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Statutory (Loss)/profit after tax for the year:	(319,288)	31,175
Adjustments for:		
Income tax	(51,620)	13,422
Net finance costs	4,218	(2,038)
Depreciation and amortisation	47,473	14,427
Impairment of inventories	30,683	-
Other impairment losses	320,913	-
Gain on dilution of investment	(2,003)	-
Gain on gold put options and forwards	(4,337)	-
Business combination expense	15,448	-
EBITDA (excluding significant items)	41,487	56,986

At the end of the financial year the Group had $12.673 million in cash (2012: $68.249 million) and $6.518 million in gold bullion (2012: $3.900 million).

Expenditure was principally directed to mining and exploration for gold in Western Australia.

CAPITAL STRUCTURE

As at the report date the Company had 379,048,750 fully paid ordinary shares on issue.

CASH FROM OPERATIONS

Details of the Cash from Operations are outlined in Note 16 to the financial statements.

DIVIDENDS

No dividend has been paid or declared by the Company up to the date of this report.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

The following significant changes in the state of affairs of the Company occurred during the period:

- Silver Lake entered into an agreement with Phillips River Mining Ltd (ASX PRH: "Phillips River") to acquire all the assets of Phillips River. The acquisition was completed on 4 July 2012 with the issuing of 5,229,412 Silver Lake shares. The assets are now collectively known as the Great Southern Gold Project ("Great Southern") and cover 2,500 sqkm of tenements located in the south east of Western Australia;

- Silver Lake and Integra Mining Limited ("Integra") announced on 6 August 2012 that they had reached agreement to combine the two companies. Important dates in the process were:

Announcement date	:	6 August 2012
Acquisition date	:	21 December 2012
Directors change	:	1 January 2013
Shares issued	:	14 January 2013

  The transaction was completed on 11 January 2013 with 150,108,264 Silver Lake shares being issued to Integra shareholders on 14 January 2013. Further details of the transaction are discussed in Note 7;

- During the period Silver Lake completed construction of the 1.2 million tonnes per annum treatment plant at the Murchison operations. The total construction cost of the mill was $92.9 million with commercial production announced from 1 June 2013;

- On the 12 December 2012 the Company converted a $1.2 million loan to Paringa Resources Limited ("Paringa") into equity, thereby assuming a 33.9% ownership stake in Paringa. Paringa will focus on mineral exploration activities.

Other than noted elsewhere in this report, there were no other significant changes in the state of affairs of the Group that occurred during the year under review.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS

As at the date of this report Silver Lake has implemented a number of cost saving initiatives for the year ended 30 June 2014 aimed at reducing cash costs and overheads, and improving operating efficiency.

These include:

- the deferral of underground operations in the Murchison;
- the deferral of all expansionary capital;
- Group wide reduction in corporate overheads and cost of sales.

ENVIRONMENTAL REGULATIONS AND PERFORMANCE

The Company's operations hold licenses issued by the relevant regulatory authorities. These licenses specify limits and regulate the management associated with the operations of the Company. At the date of this report the Company is not aware of any breach of those environmental requirements.

SHARE OPTIONS

During the financial year, no new options to acquire ordinary shares were issued to employees of the Company.

A total of 3,447,010 ordinary shares were issued on the exercise of options during the financial year.

As at the date of this report, there are no unissued ordinary shares of the Company.

EMPLOYEES

The consolidated entity had 258 employees as at 30 June 2013 (2012: 94). In addition, Silver Lake also engages contractors and consultants.

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

The Company has agreed to indemnify the current Directors and Officers against any liability (other than the Company or related body corporate) that may arise from their position as Directors and Officers of the Company except where the liability arises out of conduct involving a lack of good faith.

During the financial year the Company has paid Directors' & Officers' insurance premiums of $92,631 in respect of liability of any current and future Officers, and senior executives of the Company.

Silver Lake has not provided any insurance or indemnity to the auditor of the Company.

PROCEEDINGS ON BEHALF OF THE COMPANY

At the date of this report there are no leave applications or proceedings brought on behalf of the Group under section 237 of the *Corporations Act 2001*.

CORPORATE GOVERNANCE

In recognising the need for high standards of corporate behavior and accountability, the Directors of Silver Lake support and have adhered to the principles of good corporate governance. The Company's corporate governance statement is contained in the following section of this financial report and on the Company's website.

AUDITOR'S INDEPENDENCE

Section 307C of the *Corporations Act 2001* requires Silver Lake's auditors, KPMG, to provide the Directors of Silver Lake with an Independence Declaration in relation to the audit of the financial report for the year ended 30 June 2013. This Independence Declaration is attached to the Directors' Report and forms a part of the Directors' Report.

NON-AUDIT SERVICES

During the year KPMG, the Group's auditor, has performed certain other services in addition to the audit and review of the financial statements.

The Board is satisfied that the provision of non-audit services is compatible with, and did not compromise the general standard of independence for auditors imposed by the Corporations Act 2001 for the following reasons:

- All non-audit services were subject to the corporate governance procedures adopted by the Group and have been reviewed by the audit committee to ensure they do not impact the integrity and objectivity of the auditor; and
- The non-audit services provided do not undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants, as they do not involve reviewing or auditing the auditor's own work, acting in a management or decision making capacity for the Group, acting as an advocate for the Group or jointly sharing risk and rewards.

Details of the amounts paid to the auditor of the Group, KPMG, and its network firms for audit and non-audit services provided during the year are set out below:

	2013 $	2012 $
Services other than audit and review of financial statements		
Taxation services	233,970	70,975
Other assurance related services	42,000	108,067
	275,970	179,042
Audit and review of financial statements	238,058	107,000
Total paid to KPMG	514,028	286,042

SUBSEQUENT EVENTS

The following material events have occurred between the reporting date and the date of signing this report:

- The Group announced a fully underwritten capital raising on 27 August 2013. The capital raising is intended to strengthen the Group's capital position and improve the Group's liquidity. The proposed capital raising is structured as a placement of 55.9 million shares to institutional and other sophisticated investors and will raise $47.5 million (before costs), at an issue cost of $0.85 per share. The capital raising is fully underwritten subject to the usual terms and conditions associated with underwriting arrangements;
- The Group also announced the details of a Share Purchase Plan ("SPP") on 27 August 2013. The SPP is expected to raise up to $15 million and provides the opportunity for each shareholder to acquire up to $15,000 worth of additional shares in the Company at an issue price of $0.85 per share;
- The Group also intends to raise up to $1.2 million from Directors of the Company at an issue price of $0.85 per share, the same issue price as offered in the placement and the SPP. This placement to Directors is subject to shareholder approval at a meeting to be called by the Company;
- Net proceeds raised from the placement, SPP and placement to Directors will be used to repay outstanding debt facilities and provide working capital for operations.

REMUNERATION REPORT - AUDITED

Principles of Remuneration

Key management personnel have authority and responsibility for planning, directing and controlling the activities of the Group. Key management personnel comprise the directors of the Company and senior executives of the Group.

Silver Lake chooses to remunerate and reward its Directors, Officers and employees in accordance with the Company's Remuneration Policy.

Emoluments of Directors and Officers are set by reference to payments made by other ASX listed companies of similar size, revenue base, employee numbers and profitability. In addition, reference is made to the mining and exploration sectors and to the skills and experience of the Directors and Officers. Details of the nature and amount of emoluments of each Director, Officer and Senior Manager of the Company are disclosed annually in the Company's annual report.

Remuneration Committee

The role of the Remuneration Committee and the Board of Directors of Silver Lake is to assist in fulfilling its corporate governance responsibilities with respect to remuneration by reviewing and making appropriate recommendations on:

a) remuneration packages of Executive Directors, Non-Executive Directors and Officers; and

b) employee incentive and equity-based plans including the appropriateness of performance hurdles and total payments proposed.

The Remuneration committee has employed an external remuneration consultant who reports directly to the Chairman of the committee and provides review and advice on all remuneration matters.

Non-Executive Director Remuneration

The Company's policy is to remunerate Non-Executive Directors at market rates (for comparable ASX listed companies) for time, commitment and responsibilities. Fees for Non-Executive Directors are not linked to the performance of the Company, however, to align Directors' interests with shareholders' interests, Directors are encouraged to hold shares in the Company. It is ensured that:

a) fees paid to Non-Executive Directors are within the aggregate amount approved by shareholders at the Company's annual general meeting;

b) Non-Executive Directors are remunerated by way of fees (in the form of cash and/or superannuation benefits);

c) Non-Executive Directors are not provided with retirement benefits other than statutory superannuation entitlements; and

d) Non-Executive Directors are not entitled to participate in equity-based remuneration schemes designed for executives without due consideration and appropriate disclosure to the Company's shareholders.

The Company's Constitution provides that the Non-Executive Directors may collectively be paid as remuneration for their services a fixed sum not exceeding the aggregate maximum from time to time determined by the Company in a general meeting. Directors' fees payable in aggregate to the Non-Executive Directors of the Company is currently capped at $1,000,000 per annum.

The remuneration of Non-Executive Directors is detailed on page 55 of this report.

Executive Directors' and Officers' Remuneration

Executive Directors' and Officers' pay and reward consists of a base salary and performance incentives to ensure that:

a) remuneration packages involve a balance between fixed and incentive pay, reflecting short and long term performance objectives appropriate to the Company's circumstances and objectives;

b) a proportion of remuneration is structured in a manner designed to link reward to corporate and individual performances; and

c) recommendations are made to the Board with respect to the quantum of incentive payments to be paid by the Remuneration Committee.

Executive Directors and Officers are offered a competitive level of base pay at market rates (for comparable ASX listed companies) and are reviewed annually to ensure market competitiveness.

Senior Management

Senior Management's pay and reward consists of a base salary and performance incentives.

Senior Management are offered a competitive level of base pay at market rates (for comparable ASX listed companies) which are reviewed annually to ensure market competitiveness.

Non-Executive Directors Letters of Engagement

All Non-Executive Directors conduct their duties under the following terms:

- a Non-Executive Director may resign from his position and thus terminate their contract on written notice to the Company;
- the Company may by resolution remove any Director before the expiration of their period of office, and may by resolution appoint another person in their place. Payment is made in lieu of the notice period (based on the fixed component of the Non-Executive Director's remuneration) if termination is initiated by the Company, except where termination is initiated for serious misconduct; and
- the office of Directors shall automatically become vacant without notice if serious misconduct has occurred.

Subsequent to year end, the Directors voluntarily assumed a 10% reduction to their remuneration, effective 1 July 2013. In consideration of the services provided by Messrs Griffiths, Johnston and Kennedy, the Company will now pay each $81,000 per annum plus statutory superannuation (remuneration was previously $90,000 per annum for the second half of the financial year and $85,000 per annum for the first half). In consideration of the Chairman services provided by Mr Chapman, the Company will now pay him $180,000 per annum plus statutory superannuation (remuneration was previously $200,000 per annum for the second half of the financial year and $180,000 per annum for the first half).

Messrs Chapman, Griffiths, Johnston and Kennedy are also entitled to fees or other amounts as the Board determines where they perform special duties or otherwise perform extra services or make special exertions on behalf of the Company. They may also be reimbursed for out of pocket expenses incurred as a result of their Directorships.

Executive Directors' and Officer's Employment Agreements

The Company has entered into service agreements with Mr Les Davis and Mr Chris Banasik (each an "Executive"), and Mr Peter Armstrong (an "Officer") on the following material terms and conditions. Terms defined in this section have the same meaning as contained in their service agreements.

Subsequent to year end, the remuneration of all Executive Directors and Officers was reduced by 10%, effective from 1 July 2013, as a result of broader cost saving initiatives adopted across the Group.

Executives

On 30 September 2012, the Company entered into a new employment agreement with Mr Davis to replace the Existing Agreement ("Mr Davis' Agreement"). Mr Davis' Agreement is effective from 30 September 2012 and will continue until it is terminated in accordance with its terms. If Mr Davis' Agreement is terminated, in certain circumstances, the Company is required to pay to Mr Davis an amount, as a severance payment, equal to twelve months of his total remuneration package.

For the six months ended 31 December 2012, Mr Davis received a base salary of $500,000 per annum (plus superannuation of 12%) which increased to $550,000 from 1 January 2013. Mr Davis' base salary has subsequent to year end been reduced by 10% to $500,000, effective from 1 July 2013. Mr Davis' remuneration is reviewed annually or as agreed in writing between himself and the Board. Mr Davis may also receive an annual performance-based bonus of 50% of his current base salary, the performance criteria, assessment and timing of which will be negotiated annually with the Board. Mr Davis is also entitled to participate in the Group's Long Term Incentive Plan.

No short-term or long-term incentives were awarded to Mr Davis for the year ended 30 June 2013.

On 30 September 2012, the Company entered into a new employment agreement with Mr Banasik to replace the Existing Agreement ("Mr Banasik's Agreement"). Mr Banasik's Agreement is effective from 30 September 2012 and will continue until it is terminated in accordance with its terms. If Mr Banasik's Agreement is terminated, in certain circumstances, the Company is required to pay to Mr Banasik an amount, as a severance payment, equal to twelve months of his total remuneration package.

For the six months ended 31 December 2012 Mr Banasik received a base salary of $370,000 per annum (plus superannuation of 12%) which increased to $385,000 from 1 January 2013. Mr Banasik's base salary has subsequent to year end been reduced by 10% to $346,500, effective from 1 July 2013. Mr Banasik's remuneration is reviewed annually or as agreed in writing between himself and the Board. Mr Banasik may also receive an annual performance-based bonus of up to 30% of his current base salary, the performance, assessment and timing of which will be negotiated annually with the Board. Mr Banasik is also entitled to participate in the Group's Long Term Incentive Plan.

No short-term or long-term incentives were awarded to Mr Banasik for the year ended 30 June 2013.

Officer

Mr Armstrong was appointed on 16 January 2009 to act as Company Secretary of Silver Lake. For the six months ended 31 December 2012 Mr Armstrong received a base salary of $310,000 per annum (plus superannuation of 12%) which increased to $325,000 from 1 January 2013. Mr Armstrong's base salary has subsequent to year end been reduced by 10% to $292,500, effective from 1 July 2013. Mr Armstrong's remuneration is reviewed annually or as agreed in writing between himself and the Company. Mr Armstrong may also receive an annual performance-based bonus of up to 30% of his current base salary, the performance, assessment and timing of which will be negotiated annually with the Managing Director. Mr Armstrong is also entitled to participate in the Group's Long Term Incentive Plan.

No short-term or long-term incentives were awarded to Mr Armstrong for the year ended 30 June 2013.

The Executives and Officer can, at their sole discretion, elect for part of their remuneration to be paid in the form of benefits other than salary. The Company is required to provide such facilities, equipment, assistance and services as the Executives and Officers reasonably require and reimburse them for any expenses incurred by them in the course of their employment, including home telephone expenses, travel, accommodation and entertainment expenses, upon presentation of an itemised account to the Company.

Senior Manager Employment Agreements

Mr Humphryson was appointed to act as the Chief Operating Officer of the Company from 19 March 2012. Mr Humphryson received an annual base salary of $357,000 per annum plus 9% superannuation for the year ended 30 June 2013. Mr Humphryson's base salary has subsequent to year end been reduced by 7.5% to $330,235, effective from 1 July 2013. Mr Humphryson's remuneration is reviewed annually or as agreed in writing between himself and the Managing Director. Mr Humphryson may also participate in the Group's short-term and long term incentive plans, commencing in the 2013 financial year, the performance, assessment and timing of which will be negotiated annually with the Managing Director.

No short-term or long-term incentives were awarded to Mr Humphryson for the year ended 30 June 2013.

Termination of Executive Directors' Service Agreements

Either the Executive or the Company may terminate the Executive's employment for any reason upon providing six months' notice to the other party in writing. In this case, the Executive is not entitled to any termination payments. The Company retains the right to terminate the Executive's employment immediately, by making a payment equal to six months pay in lieu of the notice period.

If the Executive suffers a change with significant effect, which includes:

a) major changes in composition, operation, size of, or skills required in Silver Lake's work force, where those changes would affect the Executive;

b) reduction or elimination of job or promotion opportunity, or job security relation to the Executive;

c) significant increase or decrease in the Executive's hours of work;

d) requirement for the Executive to be retrained or transfer to another job or location; or

e) restructuring of the Executive's position;

and the Company has notified and discussed these changes with the Executive and makes a decision to make the Executive position redundant, the Company may attempt to offer the Executive alternative employment.

The Executive's position is made redundant when the need for the Executive's position to be performed by any person at Silver Lake ceases. When the Executive's position is made redundant and his employment is a result of that redundancy terminated, the Company will pay the Executive a severance payment equal to 12 months of the Executive's total remuneration package, provided that he has at least 1 year continuous service with Silver Lake ("Termination Payment").

In these circumstances, the Executive is entitled to be paid the Termination Payment.

In addition, the Company may summarily dismiss the Executive for serious misconduct. In this case, the Company does not need to provide notice to the Executive and the Executive is only entitled to be paid for the time worked up to the time of dismissal. However, no Termination Payment is due to be made to the Executive in this case.

Termination of Officer's and Senior Manager's Service Agreements

The Officer's and Senior Manager's Service Agreements may be terminated by:

a) the Officer, Senior Manager or the Company providing three months notice or any shorter period as the Company may agree in writing;

b) the death of the Officer or Senior Manager;

c) the Company giving a notice of dismissal to the Officer or Senior Manager as a result of their misconduct, willful neglect in the discharge of their duties, serious or persistent breach of the provisions of the Service Agreement, the Officer or Senior Manager being charged with a criminal offence which in the reasonable opinion of the Chairman of the Board brings Silver Lake into disrepute; and

d) the Company or the Officer or Senior Manager giving one month's notice if by reason of the Officer's or Senior Manager's illness or incapacity his absence aggregates 26 weeks in any 52 consecutive weeks or the Officer or Senior Manager becomes permanently incapable of performing the responsibilities and duties of his office.

If a notice is given under paragraph (a) above, then the Company may opt to pay the Officer or Senior Manager the equivalent of any amount payable to the Officer or Senior Manager during the remainder of the notice period and the appointment will terminate on the making of that payment.

If the Company makes a decision that could have a significant effect on the Officer's or Senior Manager's employment, such as major changes in its work force, then the Company must notify and discuss the changes with the Officer or Senior Manager as soon as possible.

Officers and Senior Managers are entitled to a severance payment of a lump sum of between three to six months fixed salary.

Incentive Plans and Benefits Programmes

It is the place of the Remuneration Committee to:

a) review and make recommendations concerning long-term incentive compensation plans, including the use of share options and other equity-based plans. Equity-based plans are provided to Executives who are involved in the day to day operations. Except as otherwise delegated by the Board, the Committee will act on behalf of the Board to administer equity-based and employee benefit plans, and as such will discharge any responsibilities under those plans, including making and authorising grants, in accordance with the terms of those plans;

b) ensure that incentive plans are designed around appropriate and realistic performance targets that measure relative performance and provide rewards when they are achieved; and

c) continually review and if necessary improve any existing benefit programmes established for employees.

Short-Term Incentive Payment

Each year the Remuneration Committee sets the key performance indicators (KPIs) for the Executive Directors, who in turn set the KPIs for Senior Management personnel and other staff. The KPIs generally include measures relating to the Group and the individual, and include financial, production, people, safety and risk measures. The measures are chosen as they directly align the individual's rewards to the KPIs of the Group and to its strategy and performance.

The financial performance objective is 'profit after tax' which is compared to budget and previous years' performances. The non-financial objectives vary with position and responsibility and include measures such as achieving strategic outcomes, risk measures, growing the resource base and achieving production targets. All performance objectives are weighted when calculating the maximum STI.

At the end of the year the Remuneration Committee will assess the actual performance of the Executive Directors and the Managing Director will assess the performance of other Senior Management personnel. The assessment will include the performance of the Group and the individual against the KPIs set at the beginning of the financial year. A percentage of the incentive amount is awarded depending on the results, with no incentive being awarded where the performance falls below the minimum requirement. The incentive is a cash payment. A summary of the maximum STI payable for each level of management is outlined below:

ROLE LEVEL	MAXIMUM STI %
Managing Director	50% Total Fixed Remuneration
Senior Executives	30% Total Fixed Remuneration
Senior Managers	30% Total Fixed Remuneration

The performance evaluation in respect of the year ended 30 June 2013 has taken place in accordance with this process.

No short-term incentives have been awarded for the year ended 30 June 2013.

Long-Term Incentive (LTI) Plan

The Company implemented an LTI Plan effective 1 July 2012 to assist in the attraction and retention of experienced, qualified staff. This plan was approved by shareholders at the 2012 Annual General Meeting. The plan allows the Company to issue rights to acquire shares (to be granted in the form of Performance Rights) to employees of the Company as determined by the Board from time to time.

Each year the Remuneration Committee sets the key performance indicators (KPIs) for the Executive Directors, who in turn set the KPIs for Senior Management personnel and other staff. The KPIs generally include measures relating to shareholder returns and the performance of the Group. The measures are chosen as they directly align the individual's rewards to the KPIs of the Group and to its strategy and performance.

The Total Shareholder Return objective is compared to peer group companies and previous years' performances. The Group performance objectives include measures such as achieving strategic outcomes, risk measures, growing the resource base and achieving production targets. All performance objectives are weighted when calculating the maximum LTI.

At the end of the year the Remuneration Committee will assess the actual performance of the Executive Directors and the Managing Director will assess the performance of other Senior Management personnel and staff. The assessment will include the performance of the Group and the individual against the KPIs set at the beginning of the financial year. A percentage of the incentive amount is awarded depending on the results, with no incentive being awarded where the performance falls below the minimum requirement.

The incentive is a cash payment. A summary of the maximum LTI payable for each level of management is outlined below:

ROLE LEVEL	MAXIMUM LTI %
Managing Director	50% Total Fixed Remuneration
Senior Executives	30% Total Fixed Remuneration
Senior Managers	30% Total Fixed Remuneration

The performance evaluation in respect of the year ended 30 June 2013 has taken place in accordance with this process.

No long-term incentives were awarded to employees for the year ended 30 June 2013.

Terms of the LTI Plan

The terms and conditions on which any Performance Rights are granted to employees will be governed by the rules of the LTI Plan and any particular terms set out in an offer or invitation to participate in the LTI Plan made to employees from time to time. The vesting and performance criteria applicable to Performance Rights granted to an employee under the LTI Plan from time to time will be set out in the letter of offer.

a) **Eligible Participants:** The LTI Plan is open to full time and part time employees of the Company and Related Bodies Corporate of the Company, other than such persons who have given notice of resignation, or who have been given notice of termination, of his or her employment, or removed from his or her position (Eligible Participants). Performance Rights may not be offered to a Director or his or her Associates except where approval is given by the shareholders of Silver Lake in general meeting in accordance with the requirements of the Listing Rules of ASX.

b) **The Objectives:** The objectives of the LTI Plan are to:

   i) establish a method by which Eligible Participants can participate in the future growth and profitability of the Company;

   ii) provide an incentive and reward for Eligible Participants for their contributions to the Company; and

   iii) attract and retain a high standard of managerial and technical personnel for the benefit of the Company.

c) **Board Discretions:** The Board has broad discretions under the LTI Plan, including (without limitation) as to:

   i) identifying persons eligible to participate in the LTI Plan;

   ii) the timing of making an offer to participate in the LTI Plan;

   iii) the terms of issue of Performance Rights;

   iv) any payment for the cancellation of Performance Rights, subject to agreement with the Participant; and

   v) the periods during which Performance Rights may vest.

d) **Performance Rights Not to Be quoted:** Performance Rights granted under the LTI Plan will not be quoted on ASX. However, application will be made to ASX for official quotation of Shares issued on the vesting of a Performance Right provided the Shares are listed on ASX at that time.

e) **Shares Issued on Vesting of Performance Rights:** Subject to the terms of the Performance Rights, each Performance Right entitles the Performance Right holder to subscribe for and be issued with one Share in Silver Lake. Shares issued pursuant to the vesting of Performance Rights will in all respects rank equally and carry the same rights and entitlements as other Shares on issue in Silver Lake. Holders of Performance Rights will not be eligible to vote at meetings of the Company or receive dividends until shares are allotted on the vesting of the Performance Rights.

f) **Lapse of Performance Rights:** Unless the Directors in their absolute discretion determine otherwise, Performance Rights shall lapse upon:

   i) if any Performance Hurdle(s) are not satisfied;

   ii) if the Holder ceases to be a Participant by reason of resignation, dismissal or termination of employment, office or services for any reason;

   iii) upon the expiry of one year after the Holder ceases to be a Participant by reason of death, retirement, redundancy, total permanent disability rendering the Holder incapable of performing his duties as determined by the Board; or

   iv) for any other reason which the Board believes is fair and reasonable to warrant the Holder not maintaining his or her right to the Performance Rights.

g) **Restrictions on Disposal of Performance Rights:** A holder of Performance Rights granted under the LTI Plan is not able to sell, transfer, mortgage, pledge, charge, grant security over or otherwise dispose of any Performance Rights, or agree to do any of those things, until they vest or expire.

h) **Participation Rights of Performance Rights Holders:** Holders will only be permitted to participate in a new issue of Shares by Silver Lake if their Performance Rights vest before the record date for the relevant issue.

i) **Adjustment of Performance Rights:** If Silver Lake makes a pro rata bonus issue, and a Performance Right has not vested before the record date for that bonus issue, then on vesting of the Performance Right, the holder is entitled to receive the number of bonus shares which would have been issued if the Performance Right had vested before the record date. In the event of a reorganisation (including a consolidation, subdivision, reduction or return) of the issued capital of Silver Lake, the number of Performance Rights to which each Performance Right holder is entitled will be changed in the manner required by the Listing Rules and, in any case, in a manner which will not result in any benefits being conferred on holders of Performance Rights which are not conferred on Shareholders.

j) **Takeovers:** In the event of a takeover bid, certain capital reorganisations or transactions occurring that give rise to certain changes of control of the Company, restrictions on the vesting of a Performance Right may lapse so that Performance Right holders are able to participate in the relevant transaction.

k) **Amending the LTI Plan:** Subject to and in accordance with the Listing Rules (including any waiver issued under the Listings Rules), the Board (without the necessity of obtaining prior or subsequent consent of Shareholders) may from time to time amend all or any provisions of the LTI Plan.

Consequences of Performance on Shareholder Wealth

In considering the Group's performance and benefits for shareholder wealth, the Remuneration Committee have regard to factors such as growth in the scale of the Group's operations as well as the following indices in respect of the current and previous financial years.

	2013	2012	2011	2010	2009
Gold produced (oz)	151,296	82,531	63,425	60,146	47,334
Net Assets ($m)	$360.661	$193.963	$91.373	$75.545	$45.570
Revenue ($m)	$215.743	$135.338	$89.982	$69.073	$58.069
Profit/(Loss) after tax attributable to shareholders ($m)	($319.288)*	$31.175	$15.790	$11.782	$10.650
Closing share price at 30 June	$0.59	$2.81	$2.00	$1.75	$0.69
Dividend paid	-	-	-	-	-

** Includes impairments of $351.596 million on inventories and other non-current assets, and business combination expenses of $15.448 million.*

Profit after tax is considered as one of the financial performance targets in setting short-term incentive targets. Profit/(loss) amounts for 2009 to 2013 have been calculated in accordance with Australian Accounting Standards (AASBs).

The overall level of compensation takes into account the performance of the Group over a number of years.

The Group achieved significant profit and share price growth between 2009 and 2012 and remuneration of key management personnel increased accordingly over those years. As a result of the financial performance of the Group in 2013 (driven by the dramatic drop in the gold price), the Directors voluntarily assumed a 10% reduction to their remuneration effective 1 July 2013. Furthermore, no STI's or LTI's were awarded for the year ended 30 June 2013.

Directors' and Executive Officers' Remuneration - Audited

Details of the remuneration of each Director, Officer and Senior Manager of Silver Lake who received the highest remuneration for the year ended 30 June 2013 are set out in the following table:

		SHORT TERM			POST-EMPLOYMENT	OTHER LONG TERM			
		BASE EMOLUMENT $	STI CASH PAYMENT $ (A)	TOTAL BENEFITS $	SUPERANNUATION BENEFITS $	OPTIONS $	TOTAL $	PROPORTION OF REMUNERATION PERFORMANCE RELATED %	VALUE OF OPTIONS AS PROPORTION OF REMUNERATION %
Paul Chapman Non-Executive Chairman	2013	189,999	-	189,999	17,100	-	207,099	-	-
	2012	165,385	-	165,385	14,885	-	180,270	-	-
Les Davis Managing Director	2013	524,999	-	524,999	63,000	-	587,999	-	-
	2012	492,308	150,000	642,308	77,077	-	719,385	20.9%	-
Chris Banasik Executive Director	2013	377,500	-	377,500	45,300	-	422,800	-	-
	2012	373,462	92,500	465,962	55,915	-	521,877	17.7%	-
David Griffiths Non-Executive Director	2013	87,500	-	87,500	7,875	-	95,375	-	-
	2012	82,885	-	82,885	7,460	-	90,345	-	-
Peter Johnston Non-Executive Director	2013	87,500	-	87,500	7,875	-	95,375	-	-
	2012	82,885	-	82,885	7,460	-	90,345	-	-
Brian Kennedy Non-Executive Director	2013	87,500	-	87,500	7,875	-	95,375	-	-
	2012	82,885	-	82,885	7,460	-	90,345	-	-
Peter Armstrong CFO & Company Secretary	2013	315,713	-	315,713	37,886	-	353,599	-	-
	2012	289,615	62,000	351,615	38,155	-	389,770	15.9%	-
Robert Humphryson Chief Operating Officer (B)	2013	357,000	-	357,000	32,130	-	389,130	-	-
	2012	175,962	-	175,962	15,837	-	191,799	-	-
David Crockford Mining Manager Mount Monger (C)	2013	-	-	-	-	-	-	-	-
	2012	192,846	34,212	227,058	20,435	-	247,493	13.8%	-
Total	2013	2,027,711	-	2,027,711	219,041	-	2,246,752	-	-
Total	2012	1,938,233	338,712	2,276,945	244,684	-	2,521,629	-	-

Notes In Relation to the Table of Directors' and Executive Officers' Remuneration

(A) No short-term incentive payments were awarded for the year ended 30 June 2013. Short-term incentive payments are determined based on the criteria defined on page 52.

(B) Mr Humphryson commenced on 19 March 2012. Base remuneration for 2012 included a $75,000 sign-on bonus.

(C) Mr Crockford ceased to be a key management person on 19 March 2012.

Details of Performance Related Remuneration

Details of the proportion of remuneration that is performance related is disclosed on page 55.

Options Granted as Compensation

No options over ordinary shares in the Company were granted as compensation to any key management person during the reporting period and no options vested during the reporting period.

Signed in accordance with a resolution of the Directors.

Les Davis

Managing Director
20 August 2013

CORPORATE GOVERNANCE STATEMENT

Approach to Corporate Governance

Silver Lake Resources Limited **(Company)** has adopted systems of control and accountability as the basis for the administration of corporate governance. Some of these policies and procedures are summarised in this statement. Commensurate with the spirit of the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations 2nd edition **(Principles & Recommendations)**, the Company has followed each recommendation where the Board has considered the recommendation to be an appropriate benchmark for its corporate governance practices.

Where the Company's corporate governance practices follow a recommendation, the Board has made appropriate statements reporting on the adoption of the recommendation.

In compliance with the "if not, why not" reporting regime, where, after due consideration, the Company's corporate governance practices depart from a recommendation, the Board has offered full disclosure and an explanation for the adoption of its own practice.

The following governance related documents can be found on the Company's website at www.silverlakeresources.com.au, under the section marked "Corporate", "Corporate Governance":

Charters

» Board

» Audit Committee

» Nomination Committee

» Remuneration Committee

Policies and Procedures

» Selection and Appointment of Directors

» Performance Evaluation

» Code of Conduct

» Compliance Procedures for ASX Listing Rule Disclosure Requirements (summary)

» Selection, Appointment and Rotation of External Auditor

» Shareholder Communication Strategy

» Risk Management Policy (summary)

» Trading in Company Securities

» Diversity Policy

The Company reports below on how it has followed (or otherwise departed from) each of the recommendations during the 2012/2013 financial year (Reporting Period). The information in this statement is current as at the date of this report.

Board of Directors

Roles and Responsibilities of the Board and Senior Executives

(Recommendations: 1.1, 1.3)

The Board's primary role is the protection and enhancement of long-term shareholder value.

The Company has established the functions reserved to the Board, and those delegated to senior executives and has set out these functions in its Board Charter.

The Board is collectively responsible for promoting the success of the Company through its key functions of overseeing the management of the Company, providing overall corporate governance of the Company, monitoring the financial performance of the Company, engaging appropriate management commensurate with the Company's structure and objectives, involvement in the development of corporate strategy and performance objectives, and reviewing, ratifying and monitoring systems of risk management and internal control, codes of conduct and legal compliance.

Senior executives are responsible for supporting the Managing Director and assisting the Managing Director in implementing the running of the general operations and financial business of the Company in accordance with the delegated authority of the Board. Senior executives are responsible for reporting all matters which fall within the Company's materiality thresholds at first instance to the Managing Director or, if the matter concerns the Managing Director, directly to the Chairman or the lead independent director, as appropriate.

Skills, Experience, Expertise and Period of Office of Each Director

(Recommendation: 2.6)

A profile of each Director setting out their skills, experience, expertise and period of office is set out in the Directors' Report.

The Board considers that the mix of skills and diversity for which it is looking to achieve in membership of the Board is represented by the Board's current composition, as the directors possess the skills and expertise necessary to look at taking on new Company projects, improving the Company's projects and growing the Company. The mix of skills and expertise of the current Board includes expertise in the following areas: mining, geological, commercial, engineering, human resources, native title and public relations.

Director Independence

(Recommendations: 2.1, 2.2, 2.3, 2.6)

The Board considers the independence of directors having regard to the relationships listed in Box 2.1 of the Principles & Recommendations and the Company's materiality thresholds.

The Board has agreed on the following guidelines, as set out in the Company's Board Charter for assessing the materiality of matters:

» Balance sheet items are material if they have a value of more than 5% of pro-forma net asset.

» Profit and loss items are material if they will have an impact on the current year operating result of 5% or more.

» Items are also material if they impact on the reputation of the Company, involve a breach of legislation, are outside the ordinary course of business, could affect the Company's rights to its assets, if accumulated would trigger the quantitative tests, involve a contingent liability that would have a probable effect of 5% or more on balance sheet or profit and loss items, or will have an effect on operations which is likely to result in an increase or decrease in net income or dividend distribution of more than 5%.

» Contracts will be considered material if they are outside the ordinary course of business, contain exceptionally onerous provisions in the opinion of the Board, impact on income or distribution in excess of the quantitative tests, there is a likelihood that either party will default, and the default may trigger any of the quantitative or qualitative tests, are essential to the activities of the Company and cannot be replaced, or cannot be replaced without an increase in cost which triggers any of the quantitative tests, contain or trigger change of control provisions, are between or for the benefit of related parties, or otherwise trigger the quantitative tests.

The independent directors of the Company are Paul Chapman (Chairman), Peter Johnston, Brian Kennedy and David Griffiths. These directors are independent as they are non-executive directors who are not members of management and who are free of any business or other relationship that could materially interfere with, or could reasonably be perceived to materially interfere with, the independent exercise of their judgment.

The non-independent directors of the Company are Les Davis, the Company's Managing Director, and Chris Banasik, the Company's Director Exploration & Geology.

Independent Professional Advice and Access to Company Information

(Recommendation: 2.6)

To assist directors with independent judgement, it is the Board's policy that if a director considers it necessary to obtain independent professional advice to properly discharge the responsibility of their office as a director then, provided the director first obtains approval from the Chairman for incurring such expense, the Company will pay the reasonable expenses associated with obtaining such advice. A copy of the advice received by the director is made available to all other members of the Board.

Selection and (Re) Appointment of Directors

(Recommendation: 2.6)

Directors are selected by reference to their background and experience which is relevant to the business needs of the Company. New directors are invited to join the Board by the Chairman, who makes the invitation based on recommendations made by the Nomination Committee and approved by the Board.

The Board recognises that Board renewal is critical to performance and the impact of Board tenure on succession planning. Each director other than the Managing Director, must not hold office (without re-election) past the third annual general meeting of the Company following the director's appointment or three years following that director's last election or appointment (whichever is the longer). However, a director appointed to fill a casual vacancy or as an addition to the Board must not hold office (without re-election) past the next annual general meeting of the Company. At each annual general meeting a minimum of one director or one third of the total number of directors must resign. A director who retires at an annual general meeting is eligible for re-election at that meeting. Re-appointment of directors is not automatic.

The Company's policy and procedure for the selection and appointment of directors is disclosed on the Company's website.

Board Committees

Nomination Committee

(Recommendations: 2.4, 2.6)

The Board has established a Nomination Committee comprising three independent non-executive directors – Mr Brian Kennedy (Chairman of the committee since 28 August 2011), Mr Peter Johnston and Mr David Griffiths.

The Nomination Committee held one meeting during the Reporting Period, which all committee members attended.

The Board has adopted a Nomination Committee Charter which describes the role, composition, functions and responsibilities of the Nomination Committee.

The Company's Nomination Committee Charter is disclosed on the Company's website.

Audit Committee

(Recommendations: 4.1, 4.2, 4.3, 4.4)

The Board has established an Audit Committee comprising three independent non-executive directors – David Griffiths (Chair), Peter Johnston and Paul Chapman. The Audit Committee is structured in compliance with Recommendation 4.2.

The Board has adopted an Audit Committee Charter which describes the role, composition, functions and responsibilities of the Audit Committee.

The Audit Committee held two meetings during the Reporting Period, which all committee members attended.

Details of each of the director's qualifications are set out in the Directors' Report. All of the members of the Audit Committee consider themselves to be financially literate and have relevant industry experience. Paul Chapman has a Bachelor of Commerce, a Graduate Diploma in Taxation and is a chartered accountant with over 20 years experience in the resources sector gained in Australia and the United States.

The Company has established procedures for the selection, appointment and rotation of its external auditor. The Board is responsible for the initial appointment of the external auditor and the appointment of a new external auditor when any vacancy arises, as recommended by the Audit Committee. Candidates for the position of external auditor must demonstrate complete independence from the Company through the engagement period. The Board may otherwise select an external auditor based on criteria relevant to the Company's business and circumstances. The performance of the external auditor is reviewed on an annual basis by the Audit Committee and any recommendations are made to the Board.

The Company's Audit Committee Charter and Procedure for the Selection, Appointment and Rotation of External Auditor are disclosed on the Company's website.

Remuneration Committee

(Recommendations: 8.1, 8.2, 8.3, 8.4)

The Board has established a Remuneration Committee comprising three independent non-executive directors, Peter Johnston (Chairman of the Remuneration Committee since 28 August 2011), Brian Kennedy and David Griffiths. The Remuneration Committee is structured in accordance with Recommendation 8.2, and at all times during the Reporting Period comprised solely non-executive directors in compliance with ASX Listing Rule 12.8.

The Remuneration Committee held two meetings during the Reporting Period, which all committee members attended.

The Board has adopted a Remuneration Committee Charter which describes the role, composition, functions and responsibilities of the Remuneration Committee.

Details of remuneration, including the Company's policy on remuneration, are contained in the "Remuneration Report" which forms of part of the Directors' Report.

The Company's policy is to remunerate non-executive directors at market rates (for comparable ASX listed companies) for time, commitment and responsibilities. Fees for non-executive directors are not linked to the performance of the Company, however, to align Directors' interests with shareholders' interests, Directors are encouraged to hold shares in the Company.

Executive directors and senior executive pay and rewards consist of a base salary and performance incentives to ensure that:

a) remuneration packages involve a balance between fixed and incentive pay, reflecting short and long term performance objectives appropriate to the Company's circumstances and objectives;

b) a proportion of remuneration is structured in a manner designed to link reward to corporate and individual performances; and

c) recommendations are made to the Board with respect to the quantum of incentive payments to be paid by the Remuneration Committee.

Executive directors and senior executives are offered a competitive level of base pay at market rates (for comparable ASX listed companies) and are reviewed annually to ensure market competitiveness.

There are no termination or retirement benefits for non-executive directors (other than for superannuation).

The Company's Policy for Trading in Company Securities includes a statement of the Company's policy on prohibiting transactions in associated products which limit the risk of participating in unvested entitlements under any equity based remuneration schemes.

The Company's Remuneration Committee Charter and policy for trading in company securities are disclosed on the Company's website.

Performance Evaluation

Senior Executives

(Recommendations: 1.2, 1.3)

The Managing Director is responsible for evaluating the performance of senior executives. An appraisal form is completed by each senior executive and the Managing Director, and a meeting is then held between the Managing Director and the senior executive to review performance and set personal objectives for the following year.

During the Reporting Period an evaluation of senior executives did not take place, but evaluations are scheduled to occur in the first quarter of FY2014 in accordance with the process disclosed.

Board, its Committees and Individual Directors

(Recommendations: 2.5, 2.6)

The Chairman is responsible for evaluation of the Board and, when deemed appropriate, Board committees and individual directors. The Remuneration Committee and Chairman are responsible for evaluating the performance of the Managing Director.

The Board, its committees and individual directors are subject to ongoing evaluation by the Chairman.

The Managing Director's performance is evaluated as part of his annual remuneration review, at which his performance is reviewed against established objectives.

During the Reporting Period an evaluation of the Board, its committees, individual directors and the Managing Director did not take place, but evaluations are scheduled to occur in the first quarter of FY2014 in accordance with the process disclosed.

The Company's process for performance evaluation is disclosed on the Company's website.

Ethical and Responsible Decision Making

Conflict of Interest

Directors must keep the Board advised, on an ongoing basis, of any interest that could potentially conflict with those of the Group. The Board has developed procedures to assist directors to disclose potential conflicts of interest.

Where the Board believes that a significant conflict exists for a director on a board matter, the director concerned does not receive the relevant board papers and is not present at the meeting whilst the item is considered. Details of director related entity transactions with the Group are set out in Note 34 to the consolidated financial statements.

Code of Conduct

(Recommendations: 3.1, 3.5)

The Company has established a Code of Conduct as to the practices necessary to maintain confidence in the Company's integrity, the practices necessary to take into account its legal obligations and the reasonable expectations of its stakeholders and the responsibility and accountability of individuals for reporting and investigating reports of unethical practices.

The Company's Code of Conduct is disclosed on the Company's website.

Diversity

(Recommendations: 3.2, 3.3, 3.4, 3.5)

The Company established a Diversity Policy in April 2012, which includes requirements for the Board to establish measurable objectives for achieving gender diversity and for the Board to assess annually both the objectives and progress towards achieving them.

The Board has not set measurable objectives for achieving gender diversity. As a result of the merger with Integra Mining Ltd and a restructure programme being implemented as part of broader cost saving initiatives, the Board has decided that it would be appropriate to wait until the finalisation of these initiatives before it considers establishing measurable objectives for achieving gender diversity.

The Company will however continue to provide equal opportunity in respect to employment and ensure appropriate selection criteria based on diverse skills, experience and perspectives is used when hiring new staff.

The proportion of female employees in the Company is set out in the following table:

	PROPORTION OF WOMEN
Board representation	0 out of 6 (0%)
Management representation	6 out of 28 (21%)
Group representation	48 out of 230 (21%)

The Company's Diversity Policy is disclosed on the Company's website.

Continuous Disclosure

(Recommendations: 5.1, 5.2)

The Company has established written policies and procedures designed to ensure compliance with ASX Listing Rule disclosure requirements and accountability at a senior executive level for that compliance.

A summary of the Company's compliance procedures for ASX Listing Rule Disclosure Requirements is disclosed on the Company's website.

Shareholder Communication

(Recommendations: 6.1, 6.2)

The Company has designed a communications strategy for promoting effective communication with shareholders and encouraging shareholder participation at general meetings.

The Company's shareholder communication strategy is disclosed on the Company's website.

Risk Management

(Recommendations: 7.1, 7.2, 7.3, 7.4)

The Board has adopted a Risk Management Policy, which sets out the Company's risk profile. Under the policy, the Board is responsible for approving the Company's policies on risk oversight and management and satisfying itself that management has developed and implemented a sound system of risk management and internal control.

Under the policy, the Board delegates day-to-day management of risk to the Managing Director, who is responsible for identifying, assessing, monitoring and managing risks with the assistance of senior management. The Managing Director is also responsible for updating the Company's material business risks to reflect any material changes, with the approval of the Board.

In fulfilling the duties of risk management, the Managing Director may have unrestricted access to Company employees, contractors and records and may obtain independent expert advice on any matter they believe appropriate, with the prior approval of the Board.

The Board has established a separate Audit Committee to monitor and review the integrity of financial reporting and the Company's internal financial control systems and risk management systems.

In addition, the following risk management measures have been adopted by the Board to manage the Company's material business risks:

- the Board has established authority limits for management, which, if proposed to be exceeded, requires prior Board approval;
- the Board has adopted a compliance procedure for the purpose of ensuring compliance with the Company's continuous disclosure obligations; and
- the Board has adopted a corporate governance manual which contains other policies to assist the Company to establish and maintain its governance practices.

The Company has established a formal and documented system to manage its material business risks. The Company holds risk review meetings at least annually at Board level, the operational level and exploration level. At these meetings the Company's material business risks are identified and risk management strategies established. These are recorded in a risk register. In addition, the process of management of material business risks is allocated to members of senior management. The Managing Director is responsible for reporting to the Board as to the outcome of the meetings at the operational and exploration levels. Risk is a standing agenda item at Board meetings.

The categories of risk identified by the Company and reported on as part of its systems and processes for managing material business risk include financial, operational, human capital, political, technological, economic cycle, legal and compliance.

The Board has required management to design, implement and maintain risk management and internal control systems to manage the Company's material business risks. The Board also requires management to report to it confirming that those risks are being managed effectively. The Board has received a report from management as to the effectiveness of the Company's management of its material business risks for the reporting period.

The Managing Director and the Chief Financial Officer have provided a declaration to the Board in accordance with section 295A of the Corporations Act and have assured the Board that such declaration is founded on a sound system of risk management and internal control and that the system is operating effectively in all material respects in relation to financial reporting risks.

A summary of the Company's Risk Management Policy is disclosed on the Company's website.

1. In the opinion of the Directors:

   a) The financial statements and notes of the Company are in accordance with the Corporations Act 2001 including:

      ii) Giving a true and fair view of the Group's financial position as at 30 June 2013 and of its performance for the year then ended; and

      iii) Complying with Australian Accounting Standards (including Australian Accounting Interpretations) and Corporations Regulations 2001

   b) The financial report also complies with International Financial Reporting Standards as disclosed in Note 2;

   c) The remuneration disclosures that are contained in the remuneration report in the Directors report comply with Australian Accounting Standards AASB 124 related party disclosures, the Corporations Act 2001 and the Corporations Regulations 2001;

   d) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance with s295A of the Corporations Act 2001 for the financial year ended 30 June 2013.

The declaration is signed in accordance with a resolution of the Board of Directors.

Les Davis

Managing Director
30 August 2013

KPMG

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

To: the directors of Silver Lake Resources Limited

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2013 there have been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and

(ii) no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

KPMG

Brent Steedman
Partner

Perth

30 August 2013

KPMG, an Australian partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

Liability limited by a scheme approved under Professional Standards Legislation.

KPMG

Independent auditor's report to the members of Silver Lake Resources Limited

Report on the financial report

We have audited the accompanying financial report of Silver Lake Resources Limited (the company), which comprises the consolidated statement of financial position as at 30 June 2013, and consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year ended on that date, notes 1 to 39 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 year's end or from time to time during the financial year.

Directors' responsibility for the financial report

The directors of the company are responsible for the preparation of the 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 financial report that is free from material misstatement whether due to fraud or error. In note 2(a), the directors also state, in accordance with Australian Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial statements of the Group comply with International Financial Reporting Standards.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We performed the procedures to assess whether in all material respects the financial report presents fairly, in accordance with the *Corporations Act 2001* and Australian Accounting Standards, a true and fair view which is consistent with our understanding of the Group's financial position and of its performance.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

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

KPMG

Auditor's opinion

In our opinion:

(a) the financial report of the Group is in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2013 and of its performance for the year ended on that date; and

(ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.

(b) the financial report also complies with International Financial Reporting Standards as disclosed in note 2(a).

Report on the remuneration report

We have audited the Remuneration Report included in pages 19 to 29 of the directors' report for the year ended 30 June 2013. The directors of the company are responsible for the preparation and presentation of the remuneration report in accordance with Section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with auditing standards.

Auditor's opinion

In our opinion, the remuneration report of Silver Lake Resources Limited for the year ended 30 June 2013, complies with Section 300A of the *Corporations Act 2001*.

KPMG

Brent Steedman
Partner

Perth

30 August 2013

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 30 June 2013

	Notes	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Revenue	8	215,743	135,338
Cost of sales	9	(243,622)	(86,407)
Gross (loss/profit)		(27,879)	48,931
Other income		232	-
Gain on dilution of investment		2,003	-
Gain on gold put options and forwards		4,337	-
Business combination expense	7	(15,448)	-
Impairment losses	23	(320,913)	-
Share of losses of equity accounted investments	22	(121)	-
Administrative expenses	10	(8,901)	(6,372)
Results from operating activities		(366,690)	42,559
Finance income		866	2,204
Finance costs		(5,084)	(166)
Net finance (costs)/income	12	(4,218)	2,038
(Loss)/profit before income tax		(370,908)	44,597
Income tax benefit/(expense)	13	51,620	(13,422)
(Loss)/profit for the year		(319,288)	31,175
Total comprehensive income for the period		(319,288)	31,175
(Loss)/profit attributable to:			
Owners of the Company		(319,288)	31,175
Total comprehensive income attributable to:			
Owners of the Company		(319,288)	31,175
		Cents per Share	*Cents per Share*
Earnings/(loss) per share			
Basic earnings/(loss) per share	14	(104.43)	15.29
Diluted earnings/(loss) per share	14	(104.43)	14.54

The Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes to these consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2013

	Notes	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Current assets			
Cash and cash equivalents	15	12,673	68,249
Trade and other receivables	17	3,442	2,945
Inventories	18	55,219	24,075
Prepayments		394	78
Total current assets		71,728	95,347
Non-current assets			
Trade and other receivables	17	-	7,486
Exploration evaluation and development expenditure	19	269,134	120,691
Property, plant and equipment	20	130,932	55,322
Investments	21	838	-
Investments in equity accounted investee	22	2,722	-
Deferred tax assets	13	53,142	-
Goodwill	23	-	-
Total non-current assets		456,768	183,499
Total assets		528,496	278,846
Current liabilities			
Trade and other payables	24	62,855	36,925
Income tax payable		-	3,098
Interest bearing liabilities	25	53,235	938
Employee benefits	26	2,497	708
Total current liabilities		118,587	41,669
Non-current liabilities			
Interest bearing liabilities	25	9,619	10,821
Rehabilitation and restoration provision	28	39,629	7,799
Deferred tax liability	13	-	24,594
Total non-current liabilities		49,248	43,214
Total liabilities		167,835	84,883
Net assets		360,661	193,963
Equity			
Share capital	29	613,662	127,676
Reserves	30	-	13
Retained earnings		(253,001)	66,274
Total equity		360,661	193,963

The Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes to these consolidated financial statements.

For the year ended 30 June 2012

	Notes	SHARE CAPITAL $'000	OPTION RESERVE $'000	RETAINED EARNINGS $'000	TOTAL EQUITY $'000
Balance at 1 July 2011		56,261	150	34,962	91,373
Total comprehensive income for the year					
Profit		-	-	31,175	31,175
Total comprehensive income		-	-	31,175	31,175
Transactions with owners, recorded directly in equity					
Contributions by and distributions to owners of the Company					
Issue of ordinary shares net of costs and tax	29	65,177	-	-	65,177
Exercise of share options	29	6,238	(137)	137	6,238
Total contributions by and distributions to owners of the Company		71,415	(137)	137	71,415
Balance at 30 June 2012		127,676	13	66,274	193,963

For the year ended 30 June 2013

	Notes	SHARE CAPITAL $'000	OPTION RESERVE $'000	RETAINED EARNINGS $'000	TOTAL EQUITY $'000
Balance at 1 July 2012		127,676	13	66,274	193,963
Total comprehensive income for the year					
Loss		-	-	(319,288)	(319,288)
Total comprehensive income		-	-	(319,288)	(319,288)
Transactions with owners, recorded directly in equity					
Contributions by and distributions to owners of the Company					
Issue of ordinary shares net of costs and tax	29	15,113	-	-	15,113
Issue of shares as consideration for acquisition of subsidiary	29	469,839	-	-	469,839
Exercise of share options	29	1,034	(13)	13	1,034
Total contributions by and distributions to owners of the Company		485,986	(13)	13	485,986
Balance at 30 June 2013		613,662	-	(253,001)	360,661

The Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes to these consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2013

	Notes	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Cash flows from operating activities			
Cash receipts from customers		218,171	135,338
Cash paid to suppliers and employees		(162,222)	(72,469)
Income tax paid		(2,050)	-
Net cash from operating activities	16	53,899	62,869
Cash flow from investing activities			
Interest received		866	2,204
Acquisition of plant and equipment		(101,287)	(33,772)
Proceeds from sale of non-current assets		-	588
Exploration, evaluation and development expenditure		(67,442)	(46,394)
Refund of/(deposit for) environmental bonds		7,486	(5,123)
Proceeds from sale of assets held for sale		-	1,250
Cash acquired on acquisition of subsidiary	7	7,559	-
Acquisition of investment		(659)	-
Acquisition of investment in associate		(1,431)	-
Business combination expenditure		(1,448)	-
Net cash used in investing activities		(156,356)	(81,247)
Cash flows from financing activities			
Proceeds from the issue of share capital		-	70,000
Proceeds from exercise of options		1,034	6,238
Payment of funding facility fee		(382)	-
Payments of transaction costs		-	(4,386)
Proceeds from borrowing		55,000	23
Repayment of borrowing		(3,865)	(367)
Payment for convertible notes		-	(925)
Interest paid		(4,906)	(41)
Net cash from financing activities		46,881	70,542
Net (decrease)/increase in cash and cash equivalents		(55,576)	52,164
Cash and cash equivalents at 1 July		68,249	16,085
Cash and cash equivalents at 30 June	15	12,673	68,249

The Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes to the consolidated financial statements.

1. REPORTING ENTITY

Silver Lake Resources Limited ("Silver Lake" or "the Company") is a company domiciled in Australia. The address of the Company's registered office is Suite 4, Level 3, South Shore Centre, 85 South Perth Esplanade, South Perth WA 6151. The consolidated financial statements of the Company as at and for the year ended 30 June 2013 comprise the Company and its subsidiaries (together referred to as "the Group" and individually as "Group Entities") and the Group's interests in associates.

2. BASIS OF PREPARATION

a) Statement of Compliance

The consolidated financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards ("AASBs") (including Australian Accounting interpretations) adopted by the Australian Accounting Standards Board ("AASB") and the Corporations Act 2001. The consolidated financial statements comply with International Financial Reporting Standards ("IFRSs") and interpretations adopted by the International Accounting Standards Board ("IASB").

The consolidated financial statements were approved by the Board of Directors on 30 August 2013.

b) Basis of Measurement

The financial statements are presented on the historical cost basis except for the following items in the statement of financial position:

- Investments which have been measured at fair value;
- Non-derivative financial instruments at fair value through profit or loss are measured at fair value;
- Inventories which have been measured at the lower of cost or net realisable value;
- Exploration, evaluation and development assets which have been measured at recoverable value;
- Assets and liabilities acquired as a result of a business acquisition which have been measured at fair value.

c) Functional and Presentation Currency

These consolidated financial statements are prepared in Australian dollars, which is the functional currency of the Company and its subsidiaries.

The Company is of a kind referred to in ASIC Class Order 98/100 dated 10 July 1998 and in accordance with the Class Order, amounts in the financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

d) Use of Estimates and Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. These estimates and associated assumptions are based on historical experience and various factors that are believed to be reasonable under the circumstances. The results of which forms the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

In particular, information about significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements, and have a significant risk of resulting in a material adjustment within the next financial year, are described in the following notes:

- Note 3 (c)(i) Exploration and evaluation expenditure carried forward;
- Note 3 (c)(ii) Amortisation of development expenditure;
- Note 3 (c)(iii) Reserves and resources;
- Note 3 (j) Closure and rehabilitation;
- Note 3 (g) Impairment of assets.

e) Financial Position

During the year ended 30 June 2013 the Group recorded a loss after taxation of $319.288 million (2012: profit after tax of $31.175 million). At 30 June 2013 the Group had net assets of $360.661 million (June 2012: $193.963 million) and current liabilities exceeded current assets by $46.859 million (June 2012: net current surplus of $53.678 million). The financial statements have been prepared on a going concern basis which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

The Directors believe that the Group will continue as a going concern and base this view on the following factors:

- » The Group announced a fully underwritten capital raising on 27 August 2013. The capital raising is intended to strengthen the Group's capital position and improve the Group's liquidity. The proposed capital raising is structured as a placement of 55.9 million shares to institutional and other sophisticated investors and will raise $47.5 million (before costs), at an issue cost of $0.85 per share. The capital raising is fully underwritten subject to the usual terms and conditions associated with underwriting arrangements;
- » The Group also announced the details of a Share Purchase Plan ("SPP") on 27 August 2013. The SPP is expected to raise up to $15 million and provides the opportunity for each shareholder to acquire up to $15,000 worth of additional shares in the Company at an issue price of $0.85 per share;
- » The Group also intends to raise up to $1.2 million from Directors of the Company at an issue price of $0.85 per share, the same issue price as offered in the placement and the SPP. This placement to Directors is subject to shareholder approval at a meeting to be called by the Company;
- » Current liabilities at 30 June 2013 include a liability to the Group's financier of $52 million. The Group intends to use the proceeds of the capital raisings described above to extinguish all outstanding debt facilities which at the date of this report amount to $45 million;
- » On 31 July 2013, the Group announced significant cost saving initiatives across the Group. These included the deferral of underground mining at the Murchison, cost saving and grade enhancement plans at Mount Monger, short-term deferral of all expansionary capital and other cuts to Group overheads, all of which will have a positive impact on the Company's liquidity position in FY2014; and
- » The Group's operating cash flow forecasts support the Directors' opinion that the Group's working capital position will remain positive in future years.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these consolidated financial statements, and have been applied consistently by Group entities.

a) Production for Consolidation

i. Business Combinations

Business combinations are accounted for using the acquisition method as at the acquisition date, which is the date on which control is transferred to the Group. Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The Group measures goodwill at the acquisition date as:

- » The fair value of the consideration transferred; less
- » The net recognised amount (generally fair value) of the identifiable assets and liabilities assumed.

Transaction costs, other than those associated with the issue of debt or equity securities, that the Group incurs in connection with a business combination are expensed as incurred.

Goodwill that arises on the acquisition of subsidiaries is included in intangible assets.

Goodwill is measured at cost less accumulated impairment losses. In respect of equity-accounted investees, the carrying amount of goodwill is included in the carrying amount of the investment, and any impairment loss is allocated to the carrying amount of the equity-accounted investee as a whole.

ii. Subsidiaries

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power to govern the financial and operating policies of an entity so as to obtain future economic benefits from its activities. In assessing control, potential voting rights that currently are exercisable are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

iii. Investments in Associates and Jointly Controlled Entities (Equity-Accounted Investees)

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20 and 50 percent of the voting power of another entity. Jointly controlled entities are those entities over whose activities the Group has joint control, established by contractual agreement and requiring unanimous consent for strategic financial and operating decisions.

Investments in associates and jointly controlled entities are accounted for using the equity method (equity-accounted investees) and are initially recognised at cost. The cost of the investment includes transaction costs.

The consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of equity-accounted investees, after adjustment to align the accounting policies with those of the Group, from the date that significant influence or joint control commences until the date that significant influence or joint control ceases.

When the Group's share of losses exceeds its interest in an equity-accounted investee, the carrying amount of the interest, including any long-term investments that form part thereof, is reduced to zero, and the recognition of further losses is discounted except to the extent that the Group has an obligation or has made payments on behalf of the investee.

iv. Joint Venture Arrangements

The Group has investments in joint ventures but they are not separate legal entities. They are contractual arrangements between participants for the sharing of costs and outputs and do not in themselves generate revenue and profit. The joint ventures are of the type where initially one party contributes tenements with the other party earning a specified percentage by funding exploration activities; thereafter the parties often share exploration and development costs and output in proportion to their ownership of joint venture assets. The joint ventures do not hold any assets and accordingly the Group's share of exploration evaluation and development expenditure is accounted for in accordance with the policy set out in Note 3 (c).

v. Transactions Eliminated on Consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

b) Financial Instruments

Subsidiaries are entities controlled by the Company. Control exists when the Company has the power to govern the financial and operating policies of an entity so as to obtain future economic benefits from its activities. In assessing control, potential voting rights that currently are exercisable are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

i. Non-Derivative Financial Instruments

Available-for-Sale Financial Assets

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale or are not classified in any of the other categories of financial assets. Available-for-sale financial assets are recognised initially at fair value plus any directly attributable transaction costs.

Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses are recognised in other comprehensive income and presented in the fair value reserve in equity. When an investment is derecognised, the cumulative gain or loss in equity is reclassified to profit or loss.

Available-for-sale financial assets comprise equity securities.

Financial Assets at Fair Value Through Profit or Loss

A financial asset is classified as at fair value through profit or loss if it is classified as held-for-trading or is designated at such on initial recognition. Financial assets are designated at fair value through profit or loss if the Group manages such investments and makes purchase and sale decisions based on their fair value in accordance with the Group's documented risk management or investment strategy. Attributable transactions costs are recognised in profit or loss as incurred. Financial assets at fair value through profit or loss are measured at fair value and changes therein are recognised in profit or loss.

Financial asset designated at fair value through profit or loss comprise investments in equity securities that otherwise would have been classified as available-for-sale.

Other Non-Derivative Financial Instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, loans and borrowings and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value plus, for instruments not at fair value through profit and loss, any directly attributable transaction costs. Subsequent to initial recognition non-derivative financial instruments are measured at amortised costs.

ii. Derivative Financial Instruments

The Group occasionally uses derivative financial instruments such as gold options and gold forward contracts to manage the risks associated with commodity price.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently measured to their fair value. Changes in the fair value of derivatives are recorded in the statement of comprehensive income.

The fair value of derivative financial instruments that are traded on an active market is based on quoted market prices at the statement of financial position date. The fair value of financial instruments not traded on an active market is determined using appropriate valuation techniques.

A financial instrument is recognised if the Group becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Group's contractual rights to the cash flows from the financial assets expire or if the Group transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset. Financial liabilities are derecognised if the Group's obligations specified in the contract expire or are discharged or cancelled.

Cash and cash equivalents comprise cash balances and call deposits with maturities of three months or less from the acquisition date that are subject to an insignificant risk of changes in their fair value, and are used by the Group in the management of its short-term commitments. Bank overdrafts that are repayable on demand and form an integral part of the Group's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

All borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing borrowings are subsequently measured at amortised cost using the effective interest method. Fees paid on the establishment of loan facilities that are yield related are included as part of the carrying amount of the borrowings.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

c) Exploration and Evaluation and Mining Assets

i. Exploration and Evaluation Expenditure

Exploration for and evaluation of mineral resources is the search for mineral resources after the entity has obtained legal rights to explore in a specific area, as well as the determination of the technical feasibility and commercial viability of extracting the mineral resource. Accordingly, exploration and evaluation expenditures are those expenditures incurred by the Group in connection with the exploration for and evaluation of minerals resources before the technical feasibility and commercial viability of extracting a mineral resource are demonstrable.

Accounting for exploration and evaluation expenditures is assessed separately for each 'area of interest'. An 'area of interest' is an individual geological area which is considered to constitute a favourable environment for the presence of a mineral deposit or has been proved to contain such a deposit.

Expenditure incurred on activities that precede exploration and evaluation of mineral resources, including all expenditure incurred prior to securing legal rights to explore an area, is expensed as incurred.

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are carried forward only if they relate to an area of interest for which rights of tenure are current and in respect of which:

- such costs are expected to be recouped through successful development and exploitation or from sale of the area; and
- exploration and evaluation activities in the area have not, at balance date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable resources, and active and significant operations in, or relating to, this area are continuing.

Accumulated costs in respect of areas of interest which are abandoned are written off in full against profit in the year in which the decision to abandon the area is made.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Exploration and evaluation assets include:

» Acquisition of rights to explore;

» Topographical, geological, geochemical and geophysical studies;

» Exploration drilling, trenching and sampling; and

» Activities in relation to evaluating the technical feasibility and commercial viability of extracting the mineral resource.

General and administrative costs are allocated to, and included in, the cost of exploration and evaluation assets only to the extent that those costs can be related directly to the operational activities in the area of interest to which the exploration and evaluation assets relate. In all other instances, these costs are expensed as incurred.

Exploration and evaluation assets are classified as intangible. As the assets are not yet ready for use, they are not depreciated. Assets that are classified as tangible assets include:

» Piping and pumps;

» Tanks; and

» Exploration vehicles and drilling equipment.

Assets that are classified as intangible assets include:

» Drilling rights;

» Acquired rights to explore;

» Exploration drilling costs; and

» Trenching and sampling costs.

Exploration and evaluation assets are transferred to Development Assets once technical feasibility and commercial viability of an area of interest is demonstrable. Exploration and evaluation assets are tested for impairment, and any impairment loss is recognised, prior to being reclassified.

Impairment Testing of Exploration and Evaluation Assets

Exploration and evaluation assets are assessed for impairment if sufficient data exists to determine technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

Exploration and evaluation assets are tested for impairment when any of the following facts and circumstances exist:

» The term of exploration license in the specific area of interest has expired during the reporting period or will expire in the near future, and is not expected to be renewed;

» Substantive expenditure on further exploration for and evaluation of mineral resources in the specific area are not budgeted or planned;

» Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resource and the decision was made to discontinue such activities in the specific area; or

» Sufficient data exists to indicate that, although a development in the specific area of interest is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

When a potential impairment is indicated, an assessment is performed for each CGU which is no larger than the area of interest. The Group performs impairment testing in accordance with accounting policy 3(g).

ii. Mine Properties and Mining Assets

Mine properties represents the acquisition cost and/or accumulated exploration, evaluation and development expenditure in respect of areas of interest in which mining has commenced.

Mine development costs are deferred until commercial production commences. When commercial production is achieved mine development is transferred to mine properties, at which time it is amortised on a unit of production basis based on ounces mined over the total estimated resources related to this area of interest.

Significant factors considered in determining the technical feasibility and commercial viability of the project are the completion of a feasibility study, the existence of sufficient resources to proceed with development and approval by the board of Directors to proceed with development of the project.

Development expenditure is capitalised as either a tangible or intangible asset depending on the nature of the costs incurred.

Development expenditure includes the following:

- » Reclassified exploration and evaluation assets;
- » Direct costs of construction;
- » Pre-production stripping costs; and
- » An appropriate allocation of overheads and borrowing costs incurred during the construction phase.

Open pit waste removal costs incurred in the development of a mine before production commences are capitalised as part of the mine development costs, which are subsequently amortised over the life of the open pit resource, once transferred to mine properties.

Underground development expenditure incurred in respect of a mine development after the commencement of production is carried forward as part of mine development only when substantial future economic benefits are expected. Otherwise, this expenditure is classified as part of production and expensed as incurred.

The Group applies the units of production method for amortisation of its mine properties, which results in an amortisation charge proportional to the depletion of the anticipated remaining life of mine production. These calculations require the use of estimates and assumptions in relation to reserves and resources, metallurgy and the complexity of future capital development requirements. These estimates and assumptions are reviewed annually; changes to these estimates and assumptions may impact the amortisation charge in the income statement and asset carrying values which would be adjusted if appropriate on a prospective basis.

The Group uses ounces mined over JORC compliant resources as its basis for depletion of mine properties. In the absence of reserves the Group believes resources in the best measure as evidenced by historical conversion of resources to reserves. The Group applies a discount of 20% to ounces within the inferred resource category and 10% to ounces in the indicated resource category when adopting the units of production method to reflect the risk of conversion from the inferred and indicated categories to reserves.

iii. Reserves and Resource

Resources are estimates of the amount of gold product that can be economically extracted from the Group's mine properties. In order to calculate resources, estimates and assumptions are required about a range of geological, technical and economic factors, including quantities, grades, production techniques, recovery rates, production costs, future capital requirements short and long term commodity prices and exchange rates.

Estimating the quantity and/or grade of resources requires the size, shape and depth of ore bodies to be determined by analysing geological data. This process may require complex and difficult geological judgments and calculations to interpret the data.

The Group determines and reports ore resources under the Australian Code of Reporting for Mineral Resource and Ore Reserves December 2004, known as the JORC Code. The JORC Code requires the use of reasonable assumptions to calculate resources. Due to the fact that economic assumptions used to estimate resources change from period to period, and geological data is generated during the course of operations, estimates of resources may change from period to period. Changes in reported resources may affect the Group's financial results and financial position in a number of ways, including:

- » Asset carrying values may be impacted due to changes in estimates of future cash flows;
- » Amortisation charged in the income statement may change where such charges are calculated using the units of production basis;
- » Decommissioning, site restoration and environmental provisions may change due to changes in estimated resources after expectations about the timing or costs of these activities change; and
- » Recognition of deferred tax assets, including tax losses.

d) Deferred Stripping Costs

Stripping costs incurred in the development of a mine before production commences are capitalised as part of the mine development costs and amortised over the life of the mine on a unit of production basis.

Stripping costs incurred during the production stage of a mine are deferred. This is the case where there are fluctuations in stripping costs over the life of the mine and the effect is material. The amount of stripping costs deferred is based on the ratio obtained by dividing the amount of waste tonnes mined by the quantity of ore tonnes mined. Stripping costs incurred in a period are deferred to the extent that the period's waste to ore ratio exceeds the life of mine waste to ore ratio, by capitalising these costs to mine properties. Deferred stripping costs are then charged against reported profits to the extent that, in subsequent periods, the period's ratio falls below the life of mine waste to ore ratio. The life of mine waste to ore ratio is based on economically recoverable resources of the operation. Changes to the estimated life of mine ratio are accounted for prospectively, from the date of the change.

e) Plant and Equipment

Items of plant and equipment are stated at their cost less accumulated depreciation and impairment losses.

Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the asset to a working condition for its intended use, and the costs of dismantling and removing the items and restoring the site on which they are located.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The cost of replacing part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group and its cost can be measured reliably. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

Depreciation is recognised in profit or loss and is calculated on either a reducing balance basis or on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Leased assets are depreciated over the shorter of the lease term and their useful lives. Land is not depreciated. Depreciation of the processing plant is based on the life of the mine.

The estimated useful lives for the current and comparative period are as follows:

	PERIOD
Buildings	10 Years
Plant and equipment	3-10 Years
Office furniture and equipment	3-15 Years
Motor vehicles	3-5 Years

Depreciation methods, useful lives and residual values are reassessed at each reporting date.

Capital work in progress is not depreciated until it is ready for use.

f) Inventory

Inventories of broken ore, gold in circuit, gold bullion and work in progress are physically measured or estimated and valued at the lower of cost and net realisable value.

The cost comprises direct materials, labour and transportation expenditure in bringing such inventories to their existing location and condition, together with an appropriate portion of fixed and variable overhead expenditure based on weighted cost incurred during the period in which such inventories were produced.

Net realisable value is the estimated selling price in the ordinary course of business less estimated cost of completion and the estimated cost necessary to perform the sale. Inventories of consumable supplies and spare parts are expected to be used in production are valued at cost. Obsolete or damaged inventories of such items are valued at net realisable value.

Consumables and spare parts are valued at the lower of cost and net realisable value. Any provision for obsolescence is determined by reference to specific stock items identified.

g) Impairment

i. Financial Assets

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of the asset.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the asset's original effective interest rate.

Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics.

The impairment losses are recognised in profit and loss. An impairment loss is reversed if the reversal can relate objectively to an event occurring after the impairment loss was recognised. For financial assets measured at amortised cost the reversal is recognised in profit and loss.

ii. Non-Financial Assets

The carrying amounts of the Group's non-financial assets, other than inventories, exploration and evaluation expenditure and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit").

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in profit and loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro-rata basis.

Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. An impairment loss in respect of goodwill is not reversed.

h) Employee Benefits

i. Defined Contribution Superannuation Funds

Obligations for contributions to defined contribution superannuation funds are recognised as an expense in profit or loss when they are incurred.

ii. Other Long-Term Employee Benefits

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods plus related on costs; that benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The discount rate is the yield at the reporting date on government bonds that have maturity dates approximating the terms of the Group's obligations.

iii. Short-Term Benefits

Liabilities for employee benefits for wages, salaries, annual leave and sick leave represent present obligations resulting from employees' services provided to reporting date and are calculated at undiscounted amounts based on remuneration wage and salary rates that the Group expects to pay as at reporting date including related on-costs, such as workers compensation insurance and payroll tax. Non-accumulating non-monetary benefits, such as medical care, housing, cars and free or subsidised goods and services, are expensed based on the net marginal cost to the Group as the benefits are taken by the employees.

iv. Share-Based Payment Transactions

The grant date fair value of options granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees become unconditionally entitled to the options. The amount recognised as an expense is adjusted to reflect the actual number of share options that vest, except for those that fail to vest due to market conditions not being met.

i) Provisions

A provision is recognised in the balance sheet when the Company has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a discount rate that reflects current market assessments of the time value of money and, when appropriate, the risks specific to the liability.

j) Closure and Rehabilitation

The mining, extraction and processing activities of the Group normally give rise to obligations for site closure or rehabilitation. Closure and rehabilitation works can include facility decommissioning and dismantling; removal or treatment of waste materials; site and land rehabilitation. The extent of work required and the associated costs are dependent on the requirements of relevant authorities and the Group's environmental policies.

Provisions for the cost of each closure and rehabilitation program are recognised when the Group has a present obligation and it is probable that rehabilitation/restoration costs will be incurred at a future date, which generally arises at the time that environmental disturbance, occurs. When the extent of disturbance increases over the life of an operation, the provision is increased accordingly.

Costs included in the provision encompass all closure and rehabilitation activity expected to occur progressively over the life of the operation and at the time of closure, in connection with disturbances, as at the reporting date. Routine operating costs that may impact the ultimate closure and rehabilitation activities, such as waste material handling conducted as an integral part of a mining or production process, are not included in the provision. Costs arising from unforeseen circumstances, such as the contamination caused by unplanned discharges, are recognised as an expense and liability when the event gives rise to an obligation which is probable and capable of reliable estimation.

The timing of the actual closure and rehabilitation expenditure is dependent upon a number of factors such as the life and nature of the asset, the operating licence conditions and the environment in which the mine operates. Expenditure may occur before and after closure and can continue for an extended period of time dependent on closure and rehabilitation requirements. Closure and rehabilitation provisions are measured at the expected value of future cash flows, discounted to their present value and determined according to the probability of alternative estimates of cash flows occurring for each operation. Significant judgements and estimates are involved in forming expectations of future activities and the amount and timing of the associated cash flows.

When provisions for closure and rehabilitation are initially recognised, to the extent that it is probable that future economic benefits associated with the rehabilitation, decommissioning and restoration expenditure will flow in the entity, the corresponding cost is capitalised as an asset. The capitalised cost of closure and rehabilitation activities is recognised in exploration evaluation and mine properties and property, plant and equipment as appropriate and depreciated/amortised accordingly. The value of the provision is progressively increased over time as the effect of discounting unwinds, creating an expense recognised in finance expenses.

Closure and rehabilitation provisions are also adjusted for changes in estimates. Those adjustments are accounted for as a change in the corresponding capitalised cost, except where a reduction in the provision is greater than the undepreciated capitalised cost of the related assets, where it is probable that future economic benefits will flow to the entity, in which case the capitalised cost is reduced to nil and the remaining adjustment is recognised in the income statement. Adjustments to the estimated amount and timing of future closure and rehabilitation cash flows are a normal occurrence in light of the significant judgements and estimates involved. Factors influencing those changes include:

» revisions to estimated reserves, resources and lives of operations;

» regulatory requirements and environmental management strategies;

» changes in the estimated costs of anticipated activities, including the effects of inflation and movements in foreign exchange rates;

» movements in interest rates affecting the discount rate applied; and

» the timing of cash flows.

At each reporting date the rehabilitation and restoration provision is remeasured to reflect any of these changes.

k) Assets Held for Sale

Assets that are expected to be recovered primarily through sale rather than through continuing use are classified as held for sale. Immediately before classification as held for sale, the assets, or components of a disposal group, are measured in accordance with the Group's accounting policies. Thereafter generally the assets, or disposal group, are measured at the lower of their carrying amount and fair value less cost to sell. Impairment losses on initial classification as held for sale and subsequent gains or losses on remeasurement are recognised in profit or loss. Gains are not recognised in excess of any cumulative impairment loss.

l) Revenue

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable. Revenue is recognised when the significant risk and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, there is no continuing management involvement with the goods, and the amount of revenue can be measured reliably.

m) Lease Payments

Leases in terms of which the Group assumes substantially all the risks and rewards of ownership are classified as finance leases. On initial recognition the leased asset is measured at an amount equal to the lower of its fair value and the present value of the minimum lease payments. Subsequent to initial recognition, the asset is accounted for in accordance with the accounting policy applicable to that asset.

Other leases are operating leases and are not recognised in the Group's statement of financial position.

Payments made under operating leases are recognised in profit and loss on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease.

Minimum lease payments made under finance leases are apportioned between the finance expense and the reduction of the outstanding liability. The finance expense is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the contingency no longer exists and the lease adjustment is known.

n) Finance Income and Expenses

Interest income comprises interest income on funds invested and is recognised as it accrues, using the effective interest method.

Finance expenses comprise interest expense on borrowings and unwinding of the discount on provisions. All borrowing costs are recognised in profit and loss using the effective interest method in the period in which they are incurred except borrowing costs that are directly attributable to the acquisition, construction and production of a qualifying asset that necessarily takes a substantial period to get ready for its intended use or sale. In this case, borrowing costs are capitalised as part of the cost of the qualifying asset.

o) Issued Capital

Issued and paid up capital is recognised at the fair value of the consideration received by the Company. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

p) Earnings per Share

The Group presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic EPS is calculated as profit/loss attributable to ordinary shareholders of the Company divided by the weighted average number of ordinary shares. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, including share options granted to employees.

q) Income Tax

Income tax expense comprises current and deferred tax. Income tax expense is recognised in profit or loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill, the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit, and differences relating to investments in subsidiaries and jointly controlled entities to the extent that they probably will not reverse in the foreseeable future. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that is no longer probable that the related tax benefit will be realised.

Tax Consolidation

The Company and its wholly-owned Australian resident entities are part of a tax-consolidated group. As a consequence, all members of the tax-consolidated group are taxed as a single entity. The head entity within the tax-consolidation group is Silver Lake Resources Limited.

Current tax expense/benefit, deferred tax liabilities and deferred tax assets arising from temporary differences of the members of the tax-consolidated group are recognised in the separate financial statements of the members of the tax-consolidated group using the 'separate taxpayer within the group' approach by reference to the carrying amounts of assets and liabilities in the separate financial statements of each entity and the tax values applying under tax consolidation.

Any current tax liabilities (or assets) and deferred tax assets arising from unused tax losses of the subsidiaries are assumed by the head entity in the tax-consolidated group and are recognised by the Company as amounts payable (receivable) to/(from) other entities in the tax-consolidated group. Any differences between these amounts are recognised by the Company as an equity contribution or distribution.

The Company recognises deferred tax assets arising from unused tax losses of the tax-consolidated group to the extent that it is probable that the future taxable profits of the tax-consolidated group will be available against which the asset can be utilised.

Any subsequent period adjustments to deferred tax assets arising from unused tax losses as a result of revised assessments of the probability of recoverability is recognised by the head entity only.

r) Goods and Services Tax ("GST")

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office ("ATO"). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense as applicable.

Receivables and payables in the statement of financial position are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flow on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

s) Segment Reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. All operating segments' operating results are reviewed regularly by the Group's Managing Director to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the Managing Director include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets, corporate expenses, and income tax assets and liabilities.

Segment capital expenditure is the total cost incurred during the year to acquire property, plant and equipment, and intangible assets other than goodwill, but including exploration evaluation and mining assets.

4. NEW STANDARDS AND INTERPRETATIONS NOT YET ADOPTED

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2012 and have not been applied in preparing these consolidated financial statements. Those which may be relevant to the Group are set out below. The Group does not plan to adopt these standards early.

» AASB 9 Financial Instruments (2010), AASB 9 Financial Instruments (2009)

AASB 9 (2009) introduces new requirements for the classification and measurement of financial assets. Under AASB 9 (2009), financial assets are classified and measured on the business model in which they are held and the characteristics of their contractual cash flows. AASB 9 (2010) introduces additions relating to financial liabilities. The IASB currently has an active project that may result in limited amendments to the classification and measurement requirements of AASB 9 and add new requirements to address the impairment of financial assets and hedge accounting.

AASB 9 (2010 and 2009) are effective for annual periods beginning on or after 1 January 2015 with early adoption permitted. The Group has not yet determined the potential effect of the standard.

» AASB 10 Consolidated Financial Statements, AASB 11 Joint Arrangements, AASB 12 Disclosure of Interests in Other Entities (2011)

AASB 10 introduces a single control model to determine whether an investee should be consolidated. As a result, the Group may need to change its consolidation conclusion in respect of its investees, which may lead to changes in the current accounting for these investees.

Under AASB 11 the structure of the joint arrangement, although still an important consideration, is no longer the main factor in determining the type of joint arrangement and therefore the subquent accounting.

The Group's interest in a joint operation, which is an arrangement in which the parties have rights to assets and obligations to liabilities, will be accounted for on the basis of the Group's interest in those assets and liabilities. The Group's interest in a joint venture, which is an arrangement in which the parties have rights to the net assets, will be equity accounted.

The Group may need to reclassify its joint arrangements which may lead to changes in current accounting for these interests. See note 3 (a).

AASB 12 brings together into a single standard all the disclosure requirements about an entity's interests in subsidiaries, joint arrangements, associates and unconsolidated strutured entities. The Group is currently assessing the disclosure requirements for interests in subsidiaries, interests in joint arrangements and associates in comparision with existing disclosures. AASB 12 requires the disclosure of information about the nature, risks and financial effects of these interests.

These standards are effective for annual periods beginning on or after 1 January 2013 with early adoption permitted. The Group has not yet determined the potential effect of these standards.

» AASB 13 Fair Value Measurement (2011)

AASB 13 provides a single source of guidance on how fair value is measured and replaces the fair value measurement guidance that is currently dispersed throughout Australian Accounting Standards. Subject to limited exceptions, AASB 13 is applied when fair value measurements of disclosures are required or permitted by other AASBs. The Group has not yet made an assessment of the impact of these amendments. AASB 13 is effective for annual periods beginning on or after 1 January 2013 with early adoption permitted.

» AASB 119 Employee Benefits (2011)

AASB 119 (2011) changes the definition of short-term and other long-term employee benefits to clarify the distinction between the two. AASB 119 (2011) is effective for annual periods on or after 1 January 2013 with early adoption permitted. The Group has not yet made an assessment of the impact of these amendments.

» Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine

This interpretation is effective for annual periods beginning on or after 1 January 2013. The Group currently accounts for stripping costs as a separate asset. The stripping costs are deferred using the 'average mining cost approach'. Under this approach the amount of stripping costs deferred is based on the life of mine mining costs divided by life of mine ore tonnes. Stripping costs incurred in the period are deferred to the extent that the current period mining cost per tonne of ore exceeds the life of the mine cost per tonne of ore. Where the opposite occurs stripping costs are expensed. Under this new interpretation, deferred stripping costs will be reclassified as part of an existing asset (either inventories or development costs) and expensed accordingly over the life of that asset. The Group has not yet determined the potential effect of this interpretation.

5. DETERMINATION OF FAIR VALUE

A number of the Group's accounting policies and disclosures require the determination of fair value for both financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes based on the following methods. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

Property, Plant and Equipment

The fair value of property, plant and equipment recognised as a result of a business combination is the estimated amount for which a property could be exchanged on the date of acquisition between a willing buyer and a willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably. The fair value of items in plant, equipment, fixtures and fittings is based on the market approach and cost approaches using quoted market prices for similar items when available and depreciated replacement cost when appropriate. Depreciated replacement cost reflects adjustments for physical deterioration as well as functional and economic obsolescence.

Inventories

The fair value of inventories is determined based on its estimated selling price in the ordinary course of business less the estimated costs of completion and sale.

Equity Securities

The fair values of investments in equity securities are determined with reference to their quoted closing bid price at the measurement date, or if unquoted, determined using a valuation technique.

Derivatives

The fair value of derivative financial instruments that are traded on an active market, recognised as a result of a business combination, are based on quoted market prices at the reporting date. The fair value of financial instruments not traded on an active market is determined using appropriate valuation techniques.

6. SEGMENT REPORTING

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Group does not have any operating segments with discrete financial information. The Group does not have any customers, other than the Perth Mint and its bankers, and all the group assets and liabilities are located within Australia. The Board of Directors review internal management reports on a monthly basis that is consistent with the information provided in the Statement of Profit or Loss and Other Comprehensive Income, Statement of Financial Position and Statement of Cash Flows. As a result no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

7. ACQUISITION OF SUBSIDIARY

On 21 December 2012 the Group obtained control of Integra Mining Limited ("Integra") by acquiring 100 percent of the shares and voting interests in that company.

In the six months to 30 June 2013 Integra contributed revenue of $56.716 million and loss of $85.743 million to the Group's results. If the acquisition had occurred on 1 July 2012, management estimates that the consolidated revenue would have been $264.829 million, compared to $215.743 million and consolidated loss would have been $331.851 million, compared to $319.288 million. In determining these amounts, management has assumed that the fair value adjustments, determined provisionally, that arose on the date of acquisition would have been the same if the acquisition had occurred on 1 July 2012.

The following summarises the consideration transferred and the fair value of assets and liabilities acquired at the acquisition date:

Consideration Transferred

	$'000
Equity Instruments Issued (150,108,264 fully paid ordinary shares)	469,839

Equity Instruments Issued

The fair value of the fully paid ordinary shares issued was based on the closing share price of the Company at 21 December 2013 of $3.13 per share, being the date of acquisition of shares.

Identifiable Assets Acquired and Liabilities Assumed

	Notes	$'000
Cash and cash equivalents		7,559
Trade and other receivables		3,433
Inventories		70,398
Property plant and equipment	20	55,878
Exploration, evaluation and development expenditure	19	222,954
Available-for-sale investments	21	2,614
Deferred tax asset		27,164
Trade and other payables		(12,260)
Employee provisions		(1,084)
Derivative financial instrument		(4,337)
Rehabilitation provision	28	(12,841)
Total net identifiable assets		359,478

Goodwill

Goodwill was recognised as a result of the acquisition as follows:

	$'000
Total consideration transferred	469,839
Fair value of identifiable net assets	(359,478)
Goodwill	110,361

The goodwill is attributable mainly to the synergies expected to be achieved from integrating Integra into the Group's existing mining operations.

See Note 23 for further details on the subsequent impairment of goodwill subsequent to the acquisition date.

Acquisition-Related Costs

The Group incurred acquisition related costs of $15.448 million as follows:

	30 JUNE 2013 $'000
Stamp duty expense	14,000
Legal and consulting fees	1,448
Total business combination expenses	15,448

The costs have been included in business combination expenses in the Group's Consolidated Statement of Profit or Loss and Other Comprehensive Income.

8. REVENUE

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Gold sales	215,050	134,929
Silver sales	543	360
Other sales	150	49
Total sales	215,743	135,338

9. COST OF SALES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Mining and processing costs	143,432	58,766
Impairment of carrying value of inventories	30,683	-
Amortisation	32,883	9,014
Depreciation	14,590	5,413
Salaries and on-costs	15,385	8,825
Royalties	6,649	4,389
	243,622	86,407

10. ADMINISTRATIVE EXPENSES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
The following expenses were incurred during the period:		
Salaries and on-costs	4,894	2,739
Consultants	189	1,117
Professional fees	402	127
Travel and accommodation	316	332
Contractors	1,544	1,006
Rental expense	691	430
Other	865	621
Total	8,901	6,372

11. PERSONNEL EXPENSES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Wages and salaries	24,513	9,727
Other associated personnel expenses	1,165	2,315
Superannuation contributions	2,039	944
Increase in liability for annual leave	1,274	135
Increase in liability for long service leave	515	-
Total	29,506	13,121

Personnel expenses included in cost of sales is $15.385 million (2012: $8.825 million).

12. FINANCE INCOME AND EXPENSES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Interest income	866	2,204
Finance income	866	2,204
Impairment of listed investment	(2,435)	-
Impairment of equity accounted listed investment	(591)	-
Impairment of other non-current asset	(200)	-
Borrowing costs	(382)	-
Interest expense on financial liabilities	(1,352)	(41)
Unwind of discount on provision	(124)	(125)
Finance costs	(5,084)	(166)
Net finance (costs)/income	(4,218)	2,038

13. TAXES

a) Income Tax

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Current tax expense		
Current income tax	(29,733)	3,098
Adjustment for prior years	(1,048)	-
	(30,781)	3,098
Deferred income tax expense		
Origination and reversal of temporary differences	(20,839)	10,324
Income Tax (Benefit)/Expense reported in statement of profit or loss	(51,620)	13,422
Numerical reconciliation between tax expenses and pre-tax profit		
Profit before tax	(370,908)	44,597
Income tax using the corporation tax rate of 30% (2012: 30%)	(111,272)	13,379
Increase in income tax expense due to non-deductible expenses	34,367	43
Adjustment for prior years	(1,048)	-
Changes in unrecognised temporary differences	26,333	-
Income tax (benefit)/expense on pre-tax net profit	(51,620)	13,422

b) Deferred Tax Assets and Liabilities

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Deferred tax assets and liabilities are attributable to the following:		
Deferred tax assets/(liabilities)		
Receivables	(213)	(122)
Inventories	(1,073)	(465)
Exploration, evaluation and mining assets	3,764	(23,648)
Property, plant and equipment	17,113	(3,740)
Investments	(837)	-
Accrued expenses	4,254	115
Provisions	967	2,552
Share issue costs	3,108	714
Tax losses recognised	26,059	-
Net deferred tax assets /(liabilities)	53,142	(24,594)

c) Tax Losses

At 30 June 2013 the Company has $174.640 million (2012: nil) tax losses that are available for offset against future taxable profits of the Company of which $86.862 million have been recorded at year end. The Group has not recorded $87.778 million of carry forward tax losses that equate to unrecognised deferred tax assets at 30 June 2013 of $26.333 million (2012: nil).

The potential benefit of carried forward tax losses will only be obtained if taxable profits are derived of a nature and, of an amount sufficient to enable the benefit from the deductions to be realised or the benefit can be utilised by the Group provided that:

i) the provisions of deductibility imposed by law are complied with; and

ii) no change in tax legislation adversely affect the realisation of the benefit from the deductions.

In accordance with the Group's accounting policies for deferred taxes, a deferred tax asset is recognised for unused tax losses only if it is probable that future taxable profits will be available to utilise those losses. Determination of future taxable profits requires estimates and assumptions as to future events and circumstances, in particular, whether successful development and commercial exploitation, or alternatively sale, of the respective areas of interest will be achieved. This includes estimates and judgments about commodity prices, ore resources, exchange rates, future capital requirements, future operational performance and the timing of estimated cash flows. Changes in these estimates and assumptions could impact on the amount and probability of estimated taxable profits and accordingly the recoverability of deferred tax assets.

14. EARNINGS PER SHARE

Basic Earnings per Share

The earnings per share at 30 June 2013 was based on the loss attributable to ordinary shareholders of $319.288 million (2012: profit of $31,175,000) and the weighted average number of ordinary shares outstanding as at 30 June 2013 of 305,747,413 (2012: 203,907,792).

	30 JUNE 2013 '000	30 JUNE 2012 '000
Weighted average number of ordinary shares		
Issued ordinary shares at 1 July	220,264	178,883
Issue of shares pursuant to fund raising	5,186	12,409
Issue of shares as consideration for acquisition of subsidiary	78,550	-
Issue of shares on exercise of options	1,747	12,616
Total	305,747	203,908

Diluted Earnings per Share

The diluted earnings per share at 30 June 2013 was based on the loss attributable to ordinary shareholders of $319.288 million (2012: profit of $31,175,000) and the weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares of 305,747,413 (2012: 214,358,237).

	30 JUNE 2013 '000	30 JUNE 2012 '000
Weighted average number of ordinary shares		
Basic weighted average number of ordinary shares	305,747	203,908
Effect of share options on issue	-	10,450
Total	305,747	214,358

15. CASH AND CASH EQUIVALENTS

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Cash at bank and on hand – unrestricted	12,673	68,249
Total	12,673	68,249

The Groups exposure to interest rate risk and a sensitivity analysis for financial assets and liabilities are disclosed in Note 32.

16. RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Cash flow from operating activities		
(Loss)/profit after tax	(319,288)	31,175
Adjustments for:		
Depreciation	14,590	5,413
Amortisation	32,883	9,014
Impairment of carrying value of inventories	30,683	-
Gain on dilution of investment	(2,003)	-
Gain on gold put options and forwards	(4,337)	-
Impairment of property, plant and equipment	66,965	-
Impairment of exploration and development expenditure	143,587	-
Impairment of goodwill	110,361	-
Share of equity accounted losses	121	-
Net finance expenses/(income)	4,218	(2,038)
Profit/Loss on sale of asset	-	(44)
Equity-settled share-based payments	-	137
Income tax (benefit)/expense	(51,620)	13,422
Operating profit before changes in working capital and provisions	26,160	57,079
Change in trade and other receivables	2,196	(678)
Change in inventories	8,571	(9,277)
Change in prepayments	(313)	45
Change in trade and other payables	18,630	15,711
Change in provisions	705	135
Interest paid	-	(146)
Income tax paid	(2,050)	-
Total	53,899	62,869

17. TRADE AND OTHER RECEIVABLES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Current		
Convertible note receivable	385	925
GST receivable	2,466	1,604
Other receivables	591	416
	3,442	2,945
Non-current		
Environmental bonds on deposit*	-	7,486
	-	7,486
Total	3,442	10,431

** Relates to security deposits to cover bank guarantees for mining lease bonds.*

The Group's exposure to interest rate risk and a sensitivity analysis of financial assets and liabilities are disclosed in Note 32.

18. INVENTORIES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Materials and supplies – at cost	4,822	1,551
Ore stocks – at cost	11,461	17,966
Ore stocks – at net realisable value*	27,181	-
Gold in circuit and bullion on hand – at cost	4,847	2,086
Gold in circuit and bullion on hand – at net realisable value*	6,908	2,472
Total	55,219	24,075

** At the reporting date the Group carried out an impairment review of inventory and revalued inventory to its net realisable value where applicable.*

During the year, as a result of the material decline in the gold price, the Group impaired $30.683 million (2012: nil) of inventory using its policy of valuing at the lower of cost and net realisable value. This impairment has been included within cost of sales.

19. EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE

During the year ended 30 June 2013 the Group incurred and capitalised the following on exploration, evaluation and development expenditure:

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Exploration and evaluation phase		
Cost brought forward	28,150	37,274
Capitalised during the year	18,934	32,763
Acquired during the year	19,200	-
Increase in rehabilitation provision	10,948	-
Impairment	(7,424)	-
Transferred to development phase	(13,928)	(41,887)
Balance at 30 June	55,880	28,150

The ultimate recoupment of deferred exploration and evaluation expenditure carried forward is dependent upon the successful development and exploitation, or alternatively, sale of the respective areas of interest at an amount greater than or equal to the carrying value.

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Development phase		
Cost brought forward	32,692	-
Transfer from exploration and evaluation phase	13,928	41,887
Expenditure during the year	10,633	-
Acquired during the year	165,043	-
Impairment	(83,747)	-
Transferred to production phase	(57,253)	(9,195)
Balance at 30 June	81,296	32,692

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Production phase		
Cost brought forward	59,849	38,583
Transfer from development phase	57,253	9,195
Expenditure during the year	36,320	17,987
Increase in rehabilitation provision	7,917	3,098
Acquired during the year	55,494	-
Amortisation expense	(32,883)	(9,014)
Impairment	(51,992)	-
Balance at 30 June	131,958	59,849
Total	269,134	120,691

A regular review is undertaken of each area of interest within exploration and evaluation to determine the appropriateness of continuing to carry forward costs in relation to that area of interest. Exploration and evaluation assets are assessed for impairment if sufficient data exists to determine the technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount. During the impairment review for the year ended 30 June 2013, the recoverable amount of certain assets was assessed as lower than the carrying amount which resulted in an impairment charge of $7.424 million on exploration and evaluation assets. See Note 23 for further details of the impairment testing of mine development and production assets.

20. PROPERTY, PLANT AND EQUIPMENT

	Notes	LAND & BUILDING $'000	PLANT & EQUIPMENT $'000	HAUL ROADS $'000	MOTOR VEHICLES $'000	OFFICE FURNITURE & EQUIPMENT $'000	CAPITAL WORK IN PROGRESS $'000	TOTAL $'000
Cost								
Balance 1 July 2011		525	22,289	-	608	496	2,615	26,533
Additions		11,707	-	-	109	317	32,981	45,114
Transfers		1,595	17,600	-	-	9	(19,204)	-
Disposals		-	(540)	-	(74)	-	-	(614)
Balance 30 June 2012		13,827	39,349	-	643	822	16,392	71,033
Additions		2,513	4,824	-	222	-	93,731	101,290
Acquisitions		2,343	49,044	3,560	931	-	-	55,878
Transfers		1,293	103,018	-	843	112	(105,266)	-
Disposals		-	(3)	-	-	-	-	(3)
Balance 30 June 2013		19,976	196,232	3,560	2,639	934	4,857	228,198
Depreciation								
Balance at 1 July 2011		112	9,656	-	353	247	-	10,368
Depreciation expense		54	5,061	-	162	136	-	5,413
Disposal		-	-	-	(70)	-	-	(70)
Balance 30 June 2012		166	14,717	-	445	383	-	15,711
Depreciation expense	9	1,917	11,630	356	511	176	-	14,590
Impairment loss		1,240	*65,725	-	-	-	-	66,965
Balance 30 June 2013		3,323	92,072	356	956	559	-	97,266
Carrying amount								
At 1 July 2011		413	12,633	-	255	249	2,615	16,165
At 30 June 2012		13,661	24,632	-	198	439	16,392	55,322
At 30 June 2013		16,653	104,160	3,204	1,683	375	4,857	130,932

** Refer to Note 23 for further details of the Group's impairment calculations.*

21. INVESTMENTS

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Investments in listed entities – at fair value	838	-

Movements as follows:

Balance at 1 July	-	-
Investments acquired through acquisition of Integra subsidiary (Southern Gold Ltd; Musgrave Minerals Ltd)	2,614	-
Investment in Auricup Pty Ltd	500	-
Investment in Phillips River Mining Ltd	159	-
Change in fair value	(2,435)	-
Balance at 30 June	838	-

22. INVESTMENT IN EQUITY ACCOUNTED INVESTEE

During the year Paringa Resources Limited ('Paringa') carried out an initial public offering and was admitted to the official list of the Australian Securities Exchange with official quotation under the code PNL commencing on 20 December 2012. The Group's holding in Paringa reduced from 100% to 33.9% at that time. As a result, the Group has changed its accounting treatment from an investment carried at cost to an associate entity being equity accounted. Details of the Group's current holding at 30 June 2013 is as follows:

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Investment in Paringa Resources Limited	2,722	-

Summary financial information for the equity accounted investee is as follows:

Paringa Resources Limited	30 JUNE 2013 $'000
Group's share of loss	(121)
Group share of net assets	3,313
Group's impairment charge on the investment	(591)
Group's carrying amount of investment	2,722

23. GOODWILL

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Opening balance	-	-
Acquisition of Integra (refer to note 7)	110,361	-
Impairment charge	(110,361)	-
Balance at 30 June	-	-

Allocation of Goodwill to Cash-Generating Units (CGUs)

Goodwill arose through the acquisition of Integra on 21 December 2012. For the purposes of impairment testing, goodwill has been allocated to the CGU that is expected to benefit from the synergies of the business combination and which represent the level at which management will monitor and manage the goodwill. Goodwill has been allocated to the Mount Monger CGU.

Impairment Testing for Cash-Generating Units

Management of the Group has identified two CGUs, the Mount Monger operations and the Murchison operations.

Mount Monger CGU

In assessing whether goodwill, mine properties and mine development costs have been impaired, the carrying amount of the CGU is compared with its recoverable amount. In accordance with the Group's accounting policy, recoverable amount is assessed as the higher of fair value less costs to sell and value in use. The Group has adopted value in use in its assessment, using 10 year discounted cash flows.

Due to the material reduction in the gold price during the 2013 financial year, it was determined that the Mount Monger CGU was impaired.

The key assumptions in addition to the life of mine plans used in the discounted cash flow valuation are the gold price, the Australian dollar exchange rate against the US dollar and the discount rate. Gold price and AUD:USD exchange rate assumptions are estimated by management, with reference to external market forecasts, and updated at least annually. For this review, the forecast gold price was estimated at US$1,230 to US$1,400/oz. and the forecast exchange rate of US$0.82 to US$0.90 per A$1.00, based on a forward curve over the life of the mines.

A discount rate of 11% was applied to the post tax cash flows expressed in nominal terms. The discount rate was derived from the Group's post tax weighted average cost of capital (WACC), with appropriate adjustments made to reflect the risks specific to the CGU.

The impairment testing carried out at 30 June 2013 resulted in a total impairment charge to the CGU of $194.108 million. This impairment charge is reflected as part of the total impairments in the Consolidated Statement of Profit or Loss and Other Comprehensive Income and is summarised below.

	30 JUNE 2013 $'000
Mine development and production assets	83,747
Goodwill	110,361
Total impairment for Mount Monger CGU	194,108

Murchison CGU

Due to the material reduction in the gold price during the 2013 financial year, it was determined that the Murchison CGU was impaired.

Using the same methodology and key assumptions described above for the Mount Monger CGU, the Group also carried out impairment testing on the Murchison CGU at 30 June 2013 which resulted in a total impairment charge of $117.717 million. This impairment charge is reflected as part of the total impairments in the Consolidated Statement of Profit or Loss and Other Comprehensive Income and is summarised below.

	30 JUNE 2013 $'000
Mine development and production assets	51,992
Property, plant and equipment	65,725
Total impairment for Murchison CGU	117,717

24. TRADE AND OTHER PAYABLES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Trade payables	44,959	36,389
Stamp duty payable	14,000	-
Other payables	3,896	536
Total	62,855	36,925

The Group's exposure to liquidity risk and a sensitivity analysis of financial assets and liabilities are disclosed in Note 32.

25. INTEREST BEARING LIABILITIES

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Current liability		
Finance lease – Cue mining camp*	1,214	898
Equipment loan – motor vehicles	22	40
NAB Facility	51,999	-
	53,235	938
Non-current liability		
Finance lease – Cue mining camp*	9,618	10,799
Equipment loan – motor vehicles	1	22
	9,619	10,821
Total	62,854	11,759

** The Group has entered into arrangements for the hire of a mining camp facility which is considered a finance lease. The recognition of the Cue mining camp finance lease liability is a requirement under accounting standards. The camp is not legally owned or operated by the Company. The recognition of the liability is required due to the transfer of the majority of risks and rewards associated with the asset.*

The Group's exposure to interest rate and liquidity risk arising from these interest bearing liabilities is disclosed in Note 32.

The Group has bank facilities in place for $75 million consisting of performance bond facilities of $20 million and a cash facility of $55 million. As at 30 June 2013 the Group has utilised $10.3 million of the performance bond facilities and $52 million of the cash facility. The Group intends to utilise cash proceeds from the capital raisings announced on 27 August 2013 to extinguish all outstanding cash facilities (refer Note 37).

26. EMPLOYEE BENEFITS

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Current		
Liability for annual leave	1,982	708
Liability for long service leave	515	-
Total	2,497	708

27. SHARE BASED PAYMENTS

The number of and weighted average exercise prices of share options are as follows:

	WEIGHTED AVERAGE EXERCISE PRICE 2013	NUMBER OF OPTIONS 2013	WEIGHTED AVERAGE EXERCISE PRICE 2012	NUMBER OF OPTIONS 2012
Outstanding at 1 July	$0.30	3,447,010	$0.30	24,240,000
Forfeited during period	-	-	-	-
Granted during the period	-	-	-	-
Exercised during the period	$0.30	(3,447,010)	$0.30	(20,792,990)
Outstanding at 30 June	-	-	$0.30	3,447,010
Exercisable at 30 June	-	-	$0.30	3,447,010

28. PROVISIONS

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Closure and rehabilitation		
Opening balance at 1 July	7,799	4,584
Additional provisions during the year	18,865	3,098
Provision acquired on acquisition of subsidiary	12,841	-
Unwind of discount	124	124
Rehabilitation expense	-	(7)
Closing balance at 30 June	39,629	7,799

29. SHARE CAPITAL

	NUMBER	$'000
Movements in issued capital		
Balance as at 1 July 2011	178,882,838	56,261
Shares issued on exercise of options	20,792,990	6,238
Shares issued from capital raising	20,588,236	70,000
Capital transaction costs (net of tax)	-	(4,823)
Balance as at 30 June 2012	220,264,064	127,676
Shares issued on exercise of options	3,447,010	1,034
Shares issued from capital raising net of costs	5,229,412	15,113
Shares issued as consideration for acquisition of subsidiary	150,108,264	469,839
Balance as at 30 June 2013	379,048,750	613,662

155,337,676 shares were issued during the year to fund the Integra and Phillips River acquisitions. All issued shares are fully paid.

Additionally 3,447,010 shares were issued as a result of the exercise of vested options under the share option programme (2012: 240,000). In 2012 additional shares were issued as a result of the exercise of seed capital options (there were nil such issues this financial year). All issued shares are fully paid and the holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company. All shares rank equally with regard to the Company's residual assets.

30. OPTION RESERVES

	NUMBER	$'000
Movement in options reserve		
Balance as at 1 July 2011	24,240,000	150
Options exercised	(20,792,990)	(137)
Balance as at 30 June 2012	3,447,010	13
Balance at 1 July 2012	3,447,010	13
Options exercised	(3,447,010)	(13)
Balance as at 30 June 2013	-	-

The fair value of options vesting during the period and recognised in the statement of profit or loss was nil.

The option reserve is established to show the total value of share options vested.

31. OPERATING LEASES

The Group leases its head office space in South Perth under a non-cancellable operating lease. The lease is for four years from 17 December 2011 at a cost of $486,946 per annum.

The Group rents its communications network which connects its head office to operational sites under a non-cancellable rent agreement. The agreement is for three years from 1 May 2012 at a cost of $62,400 per annum.

The Group also leases office property at 168 Stirling Highway, Perth. This lease was acquired on acquisition of Integra Mining Ltd. The Group has a commitment under this lease of $411,958 per annum until 30 June 2014, however the Group has sub-leased a portion of the property for $187,024 per annum, resulting in a net annual cost to the Group of $224,934.

32. FINANCIAL RISK MANAGEMENT

a) Overview

This note presents information about the Group's exposure to credit, liquidity and market risks, the objectives, policies and processes for measuring and managing risk, and the management of capital.

The Group does not generally use any form of derivatives. The Board does however regularly review the use of derivatives and opportunities for their use within the Group. Exposure limits are reviewed by management on a continuous basis. The Group does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The Board of Directors has overall responsibility for the establishment and oversight of the risk management framework. Management monitors and manages the financial risks relating to the operations of the Group through regular reviews of the risks.

b) Credit Risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers.

Presently, the Group undertakes gold mining, exploration and evaluation activities exclusively in Australia. At the balance sheet date there were no significant concentrations of credit risk.

i. Cash and Cash Equivalents

The Group limits its exposure to credit risk by only investing in liquid securities and only with counterparties that have an acceptable credit rating.

ii. Trade and Other Receivables

The Group's trade and other receivables relate mainly to gold sales, environmental bonds on deposit and GST refunds. The Group has determined that its exposure to trade receivable credit risk is low, as customers are considered to be reliable and have short contractual payment terms. Management does not expect any counterparty to fail to meet its obligations. Environmental bonds are cash held on deposit with financial institutions with acceptable credit ratings.

The Group has not established an allowance for impairment.

c) Exposure to Credit Risk

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	Carrying Amount 2013 $'000	2012 $'000
Trade and other receivables	3,442	10,431
Cash and cash equivalents	12,673	68,249
Total	16,115	78,680

None of the Group's receivables are past due (2012: nil).

d) Liquidity Risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group manages liquidity risk by maintaining adequate cash reserves from funds generated from operations and by continuously monitoring forecast and actual cash flows.

The following are the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements:

30 June 2013	CARRYING AMOUNT $'000	CONTRACTUAL CASH FLOWS $'000	6 MONTHS OR LESS $'000	6-12 MONTHS $'000	1-2 YEARS $'000	2-5 YEARS $'000	MORE THAN 5 YEARS $'000
Finance leases*	10,855	23,092	2,225	2,225	4,431	9,372	4,839
NAB facility	51,999	52,961	44,907	8,054	-	-	-
Trade and other payables	62,855	62,855	62,855	-	-	-	-
Total	125,709	138,908	109,987	10,279	4,431	9,372	4,839

30 June 2012	CARRYING AMOUNT $'000	CONTRACTUAL CASH FLOWS $'000	6 MONTHS OR LESS $'000	6-12 MONTHS $'000	1-2 YEARS $'000	2-5 YEARS $'000	MORE THAN 5 YEARS $'000
Finance leases*	11,759	27,487	2,170	2,225	4,450	11,332	7,310
Trade and other payables	40,023	40,023	40,023	-	-	-	-
Total	51,782	67,510	42,193	2,225	4,450	11,332	7,310

** $10.832 million (2012: $11.697 million) relates to the finance lease on the Cue mining camp.*

e) Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. The Group only has exposure to interest rate risk and equity price risk.

Interest Rate Risk

The Group is exposed to interest rate risk (primarily on its cash and cash equivalents and its interest bearing liabilities), which is the risk that a financial instrument's value will fluctuate as a result of changes in the market interest rates on interest-bearing financial instruments. The Group does not use derivatives to mitigate these exposures.

The Group ensures that as far as possible it maintains excess cash and cash equivalents in short term deposits maturing over 90 day rolling periods.

i. Profile

At the reporting date the interest rate profile of the Group's interest-bearing financial instruments was:

	Carrying Amount 2013 $'000	Carrying Amount 2012 $'000
Fixed rate instruments		
Financial liabilities		
Finance lease	(10,832)	(11,697)
Equipment loans	(23)	(62)
Total	(10,855)	(11,759)
Variable rate instruments		
Financial assets		
Cash and cash equivalents	12,673	68,249
Environmental bonds	-	7,486
	12,673	75,735
Financial liabilities		
NAB facility	(51,999)	-
	(51,999)	-
Total	(39,326)	75,735

ii. Fair Value Sensitivity Analysis for Fixed Rate Instruments

The Group does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore a change in interest rates at the reporting date would not affect profit or loss.

iii. Cash Flow Sensitivity Analysis for Variable Rate Instruments

A change of 100 basis points in interest rates at the reporting date would have increased/(decreased) equity and profit or loss after tax by the amounts shown below. This analysis assumes that all other variables remain constant.

	Profit or Loss/Equity 100bp INCREASE $'000	Profit or Loss/Equity 100bp DECREASE $'000
30 June 2013		
Variable rate instruments	(275)	275

	Profit or Loss/Equity 100bp INCREASE $'000	Profit or Loss/Equity 100bp DECREASE $'000
30 June 2012		
Variable rate instruments	530	(530)

Equity Price Risk

Equity investments are long-term investments that have been classified as financial assets at fair value through profit or loss. The Group is exposed to insignificant equity price risk arising from its equity investments.

f) Fair Values

The carrying amounts of financial assets and liabilities for the Group reasonably approximate fair value.

The methods used in determining the fair value of financial instruments is detailed in Note 5.

Fair Value Hierarchy

The table below analyses financial instruments carried at fair value, by the levels in the fair value hierarchy. The different levels have been defined as follows:

- Level 1: quotes prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices);
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

30 June 2013	LEVEL 1 $'000	LEVEL 2 $'000	LEVEL 3 $'000	LEVEL 4 $'000
Investments	838	2,722	-	3,560
	838	2,722	-	3,560

There have been no transfers between Level 1, Level 2 and Level 3 fair value measurements during the year ended 30 June 2013.

g) Capital Management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business through future exploration and development of its projects.

Borrowings outstanding as at 30 June 2013 included $51.999 million NAB banking facility (2012: $nil), $0.023 million in equipment loans (2012: $0.062 million) and $10.832 million in finance leases for the Cue mining camp (2012: $11.697 million).

The Group announced a fully underwritten capital raising on 27 August 2013. The capital raising is intended to strengthen the Group's capital position and improve the Group's liquidity. The proposed capital raising, which is fully underwritten, is structured as a placement to institutional and sophisticated investors and will raise $47.5 million before costs. The Group also announced the details of a Share Purchase Plan ("SPP") on 27 August 2013. The SPP is expected to raise up to $15 million at an issue price of $0.85 per share, the same issue price as the placement. Subject to shareholder approval, the Company intends to raise a further $1.2 million from the Directors of the Company at an issue price of $0.85 per share, the same issue price as the placement and SPP. Net proceeds raised from the placement, SPP and placement to Directors will be used to repay outstanding debt facilities and provide working capital for operations.

There were no changes in the Group's approach to capital management during the year. Risk management policies and procedures are established with regular monitoring and reporting. The Group is not subject to externally imposed capital requirements.

33. COMMITMENTS

The Group has commitments of $21.950 million (2012: $3.900 million) in the next financial year relating to non-cancellable commitments on its mining contracts and minimum exploration expenditure required on its various tenements.

34. RELATED PARTIES

a) Key Management Personnel Compensation

The key management personnel compensation included in "personnel expenses" is as follows:

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Short-term employee benefits	2,028	2,277
Post-employment benefits	219	245
Total	2,247	2,522

b) Individual Directors and Executives Compensation Disclosures

Information regarding individual Directors and executive's compensation and some equity instruments disclosures as permitted by Corporations Regulations 2M.3.03 is provided in the Remuneration Report section of the Directors' Report.

c) Transactions with Key Management Personnel

A number of key management persons hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. A number of these entities transacted with the Group in the reporting period. The terms and conditions of the transactions with key management persons were no more favorable than those available, or which might be reasonably expected to be available, on similar transactions to non-key management personnel related entities on an arm's length basis.

On 4 July 2012, all directors of Silver Lake became directors of Phillips River Mining Limited, an exploration company in which the Group holds a 19.9% interest.

During the year ended 30 June 2012, $1,000 was paid to Gryphon Management, a company controlled by David Griffiths, a non-executive director. No such transactions took place during the year ended 30 June 2013.

d) Movement in Options

There was no movement, during the reporting period, in the number of options over ordinary shares in Silver Lake Resources Limited held, directly, indirectly or beneficially by each key management person, including their related parties. The movement for the prior financial year is outlined below:

KEY MANAGEMENT PERSON	HELD AT 1 JULY 2011	GRANTED AS COMPENSATION	OPTIONS EXERCISED	OPTIONS SOLD	HELD AT 30 JUNE 2012	VESTED DURING THE YEAR	VESTED AND EXERCISABLE AT 30 JUNE 2012
Paul Chapman	4,000,000	-	-	(4,000,000)	-	-	-
Les Davis	4,000,000	-	-	(4,000,000)	-	-	-
Chris Banasik	4,000,000	-	-	(4,000,000)	-	-	-
David Griffiths	4,000,000	-	-	(4,000,000)	-	-	-
Peter Johnston	4,000,000	-	-	(4,000,000)	-	-	-
Brian Kennedy	4,000,000	-	-	(4,000,000)	-	-	-
Peter Armstrong	200,000	-	(200,000)	-	-	-	-
Robert Humphryson*	-	-	-	-	-	-	-
David Crockford**	-	-	-	-	-	-	-
Total	24,200,000	-	(200,000)	(24,000,000)	-	-	-

** Mr Humphryson commenced on 19 March 2012.*

*** Mr Crockford ceased to be a Key Management person on 19 March 2012.*

e) Movement in Shares

The movement during the reporting period in the number of ordinary shares in Silver Lake Resources Limited held, directly, indirectly or beneficially, by each key management person, including their related parties, is as follows:

KEY MANAGEMENT PERSON	HELD AT 1 JULY 2012	SHARES ACQUIRED	SHARES EXERCISED	OTHER	SHARES SOLD	HELD AT 30 JUNE 2013
Paul Chapman	4,746,908	352,092	-	-	-	5,099,000
Les Davis	4,200,000	90,000	-	-	-	4,290,000
Chris Banasik	4,000,000	15,000	-	-	-	4,015,000
David Griffiths	4,158,377	-	-	-	-	4,158,377
Peter Johnston	4,318,253	50,000	-	-	-	4,368,253
Brian Kennedy	4,075,452	480,000	-	-	-	4,555,452
Peter Armstrong	499,959	-	-	-	-	499,959
Robert Humphryson	-	-	-	-	-	-
David Crockford**	165,000	-	-	(165,000)	-	-
Total	26,163,949	987,092	-	(165,000)	-	26,986,041

KEY MANAGEMENT PERSON	HELD AT 1 JULY 2011	SHARES ACQUIRED	SHARES EXERCISED	OTHER	SHARES SOLD	HELD AT 30 JUNE 2012
Paul Chapman	4,606,908	140,000	-	-	-	4,746,908
Les Davis	4,200,000	-	-	-	-	4,200,000
Chris Banasik	4,000,000	-	-	-	-	4,000,000
David Griffiths	4,158,377	-	-	-	-	4,158,377
Peter Johnston	4,318,253	-	-	-	-	4,318,253
Brian Kennedy	4,075,452	-	-	-	-	4,075,452
Peter Armstrong	449,959	-	200,000	-	(150,000)	499,959
Robert Humphryson*	-	-	-	-	-	-
David Crockford**	177,222	-	-	-	(12,222)	165,000
Total	25,986,171	140,000	200,000	-	(162,222)	26,163,949

** Mr Humphryson commenced on 19 March 2012.*

*** Mr Crockford ceased to be a Key Management person on 19 March 2012.*

35. GROUP ENTITIES

The Company controlled the following subsidiaries:

SUBSIDIARIES	COUNTRY OF INCORPORATION	OWNERSHIP INTEREST	
		2013	2012
Cue Minerals Pty Ltd	Australia	100%	100%
Paringa Resources Ltd *	Australia	33.9%	100%
Silver Lake (Integra) Pty Ltd	Australia	100%	-

** During the year Paringa Resources Limited ("Paringa") carried out an initial public offering and was admitted to the official list of the Australian Securities Exchange with official quotation under the code PNL commencing on 20 December 2012. The Group's holding in Paringa reduced from 100% to 33.9% at that time. This investment is now treated as an associate for accounting purposes. See Note 22 for further details.*

36. JOINT VENTURES

The Group has the following interests in unincorporated joint ventures through its acquisition of Integra Mining Limited:

JOINT VENTURE	PRINCIPAL ACTIVITIES	JOINT VENTURE PARTIES	GROSS INTEREST	
			2013	2012
Cowarna Joint Venture	Exploration	SLR/Alacer Gold	90.0%	-
Glandore Joint Venture	Exploration	SLR/Alacer Gold	*20.0%	-
Newcrest Joint Venture	Exploration	SLR/Newcrest	85.0%	-
Peter's Dam Joint Venture	Exploration	SLR/Rubicon	64.6%	-
Erayinia Joint Venture	Exploration	SLR/Image Resources	81.7%	-
Queen Lapage Joint Venture	Exploration	SLR/Rubicon	56.5%	-

** 20% earning to 90%.*

The joint ventures are not separate legal entities. They are contractual arrangements between participants for the sharing of costs and outputs and do not in themselves generate revenue and profit. The joint ventures are of the type where initially one party contributes tenements with the other party earning a specified percentage by funding exploration activities; thereafter the parties often share exploration and development costs and output in proportion to their ownership of joint venture assets. The joint ventures do not hold any assets and accordingly the Company's share of exploration evaluation and development expenditure is accounted for in accordance with the policy set out in Note 3 (a) (iv).

37. SUBSEQUENT EVENTS

The following material events have occurred between the reporting date and the date of signing this report:

- The Group announced a fully underwritten capital raising on 27 August 2013. The capital raising is intended to strengthen the Group's capital position and improve the Group's liquidity. The proposed capital raising is structured as a placement of 55.9 million shares to institutional and other sophisticated investors and will raise $47.5 million (before costs), at an issue cost of $0.85 per share. The capital raising is fully underwritten subject to the usual terms and conditions associated with underwriting arrangements.
- The Group also announced the details of a Share Purchase Plan ("SPP") on 27 August 2013. The SPP is expected to raise up to $15 million and provides the opportunity for each shareholder to acquire up to $15,000 worth of additional shares in the Company at an issue price of $0.85 per share.
- The Group also intends to raise up to $1.2 million from Directors of the Company at an issue price of $0.85 per share, the same issue price as offered in the placement and the SPP. This placement to Directors is subject to shareholder approval at a meeting to be called by the Company.
- Net proceeds raised from the placement, SPP and placement to Directors will be used to repay outstanding debt facilities.

38. AUDITOR'S REMUNERATION

	2013 $	2012 $
KPMG:		
Audit and review of the Company's financial statements	238,058	107,000
Taxation services	233,970	70,975
Other assurance related services	42,000	108,067
Other audit and assurance firms:		
Other assurance related services	60,672	-
Total	574,700	286,042

39. PARENT ENTITY

As at, and throughout the financial year ended 30 June 2013 the parent company of the Group was Silver Lake Resources Limited.

	30 JUNE 2013 $'000	30 JUNE 2012 $'000
Results of the parent entity		
(Loss)/profit for the year	(344,177)	31,436
Total comprehensive income for the year	(344,177)	31,436
Financial position of parent entity at year end		
Current assets	36,056	95,347
Total assets	519,349	278,585
Current liabilities	108,060	40,770
Total liabilities	183,838	84,883
Total equity of the parent entity comprising of:		
Share capital	613,662	127,676
Option reserve	-	13
(Accumulated losses)/retained earnings	(278,151)	66,013
Total equity	335,511	193,702

The parent entity has commitments of $17.318 million (2012: $26.752 million) and no other commitments or guarantees.

At 30 June 2013 the Company had 379,048,750 fully paid ordinary shares on issue and nil outstanding options. On 2 September 2013 the Company issued a further 55,940,164 million shares to institutional and other sophisticated investors as part of a capital raising placement. The Company also intends to issue a further 1,411,764 shares to Directors of the Company, subject to shareholder approval at a meeting on 4 October 2013. The Group also announced the details of a Share Purchase Plan ("SPP") on 27 August 2013. The SPP is expected to raise up to $15 million and provides the opportunity for each shareholder to acquire up to $15,000 worth of additional shares in the Company at an issue price of $0.85 per share.

DISTRIBUTION OF HOLDERS

			FULLY PAID ORDINARY SHARES	OPTIONS
1	-	1,000	5,101	-
1,001	-	5,000	6,724	-
5,001	-	10,000	2,634	-
10,001	-	100,000	3,178	-
100,001	-	and over	274	-
Total Holders			**17,911**	-

There are no holders of less than a marketable parcel of shares.

VOTING RIGHTS OF SECURITIES

Subject to any rights or restrictions for the time being attached to any class or classes of Shares (at present there is only one class of Shares), at meetings of Shareholders of Silver Lake:

a) each Shareholder entitled to vote may vote in person or by proxy, attorney or representative;

b) on a show of hands, every person present who is a Shareholder or a proxy, attorney or representative of a Shareholder has one vote; and

c) on a poll, every person present who is a Shareholder or a proxy, attorney or representative of a Shareholder shall, in respect of each Share held by him, or in respect of which he is appointed a proxy, attorney or representative, have one vote for the Share, but in respect of partly paid Shares, shall have such number of votes as bears the same proportion which the amount paid (not credited) is of the total amounts paid and payable (excluding amounts credited).Options do not carry any voting rights.

Options do not carry any voting rights.

SUBSTANTIAL SHAREHOLDERS

As at 9 Septmber 2013 the substantial holders disclosed to the Company were:

REGISTERED HOLDER	BENEFICIAL OWNER	NUMBER OF SHARES	PERCENTAGE OF ISSUED SHARES
Van Eck Associates Corporation	Van Eck Associates Corporation	24,472,291	5.6%

TOP 20 HOLDERS OF QUOTED SECURITIES (EXCLUDING DIRECTORS)

As at 9 September 2013, the top 20 holders of quoted securities (excluding Directors of the Company) were:

REGISTERED HOLDER	NUMBER OF QUOTED SECURITIES	PERCENTAGE OF ISSUED SHARES
National Nominees Ltd	74,768,193	17.19%
HSBC Custody Nominees Australia Ltd	51,828,380	11.91%
J P Morgan Nominees Aust Ltd	35,934,302	8.26%
J P Morgan Nominees Aust Ltd	13,786,880	3.17%
Citicorp Nominees PL	12,042,266	2.77%
Buttonwood Nominees PL	7,636,239	1.76%
Gary B Branch PL	3,004,000	0.69%
HSBC Custody Nominees Aust Ltd	2,912,655	0.67%
Brispot Nominees PL	2,644,006	0.61%
BNP Paribas Nomineess PL	2,639,722	0.61%
Share Direct Nominees PL	2,167,519	0.50%
Map Cap PL	2,100,000	0.48%
Superlife Trustee Nominees PL	1,700,500	0.39%
Bramor Super PL	1,500,000	0.34%
Merrill Lynch Aust Nominees PL	1,435,576	0.33%
Bell Potter Nominees Ltd	1,334,428	0.31%
QIC Ltd	1,306,119	0.30%
ABN Amro Clearing Sydney	1,172,641	0.27%
Comsec Nominees PL	1,120,440	0.26%
HSBC Custody Nominees Aust Ltd	1,100,514	0.25%
	222,134,380	51.00%

NOTES

NOTES

SUITE 4, LEVEL 3, SOUTH SHORE CENTRE

85 SOUTH PERTH ESPLANADE

SOUTH PERTH WA 6151

PH: +61 8 6313 3800

FAX: +61 8 6313 3888

WWW.SILVERLAKERESOURCES.COM.AU