

GASCOYNE RESOURCES LIMITED

ABN 57 139 522 900

FINANCIAL REPORT

HALF-YEAR ENDED 31 DECEMBER 2013

INFORMATION SHOULD BE READ IN CONJUNCTION WITH THE MOST RECENT ANNUAL REPORT

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CORPORATE DIRECTORY

Directors

Mr Rodney Michael Joyce	Non-Executive Chairman
Mr Michael Dunbar	Managing Director
Mr Gordon Dunbar	Non-Executive Director
Mr John den Dryver	Non-Executive Director
Mr Stanley Macdonald	Non-Executive Director
Mr Graham Riley	Non-Executive Director

Company Secretary

Mrs Eva O'Malley BCom, CA, AGIA

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ASX Listing

ASX Code: GCY

Share Registry

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Telephone: +61 8 9389 8033
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DIRECTORS' REPORT

The Directors present the financial report of the Group, consisting of Gascoyne Resources Ltd (the Company) and its controlled entities, for the half-year ended 31 December 2013. In order to comply with the provisions of the Corporations Act 2001, the Director's report as follows:

DIRECTORS

The following persons held office as Directors of Gascoyne Resources Limited during the half-year and up to the date of this report. All directors were in office for the entire period.

Mr Rodney Michael Joyce	BSc(Hons), MSc, MAusIMM	Non Executive Chairman
Mr Michael Dunbar	BSc, P Grad Dip (economic geology), MAusIMM	Managing Director
Mr Gordon Dunbar	BSc(Hons), MSc, FAusIMM, FAIG	Non Executive Director
Mr John den Dryver	BE(Mining), MSc, FAusIMM(CP)	Non Executive Director
Mr Stanley Macdonald		Non Executive Director
Mr Graham Riley	B.Juris LLB	Non Executive Director*

REVIEW OF OPERATIONS

During the half year, significant progress was made at the Company's Western Australian gold assets, with the focus remaining on the Glenburgh and Dalgaranga projects. While drilling and resource growth continued, progress was also made securing mining leases covering all of the Company's 1.76Moz of known gold resources. A 21 year mining lease was granted for the Dalgaranga project and subsequent to the end of the half, a project wide native title agreement was executed and new 21 year mining lease granted at the Glenburgh project. Details on activities completed during the half are outlined below.

GLENBURGH

EL09/1325, 1764, 1865, 1866, 1946 & 1947, ELA 09/2025 & 2073, PL09/471-744, ML09/148, LA09/50 - 100% Gascoyne

During the half-year the preliminary outcomes of the Glenburgh Feasibility Study were released (See ASX announcement 5th August 2013). The study concluded that the project can sustain an economic development which could provide a pre tax operating surplus of approximately \$160 million, with operating costs (All in Sustaining costs) of under A\$1,000/oz (see below for further details). In addition to completion of the Feasibility study, shallow aircore/RC drilling results and geochemical sampling were completed along strike of the known gold mineralisation.

The Glenburgh JORC (2004) Indicated and Inferred resource is now **21.1 Mt @ 1.5 g/t gold for 1,000,000 oz of gold** using a 0.5g/t cutoff (see Table 1 and Figures 1 & 2).

Subsequent to the end of the half year, a project wide native title agreement was executed. This agreement covers all of the company's current Glenburgh tenements or tenement applications. The agreement has allowed the grant of the mining lease (M09/148) and will allow for any future tenements required for the project.

DIRECTORS' REPORT

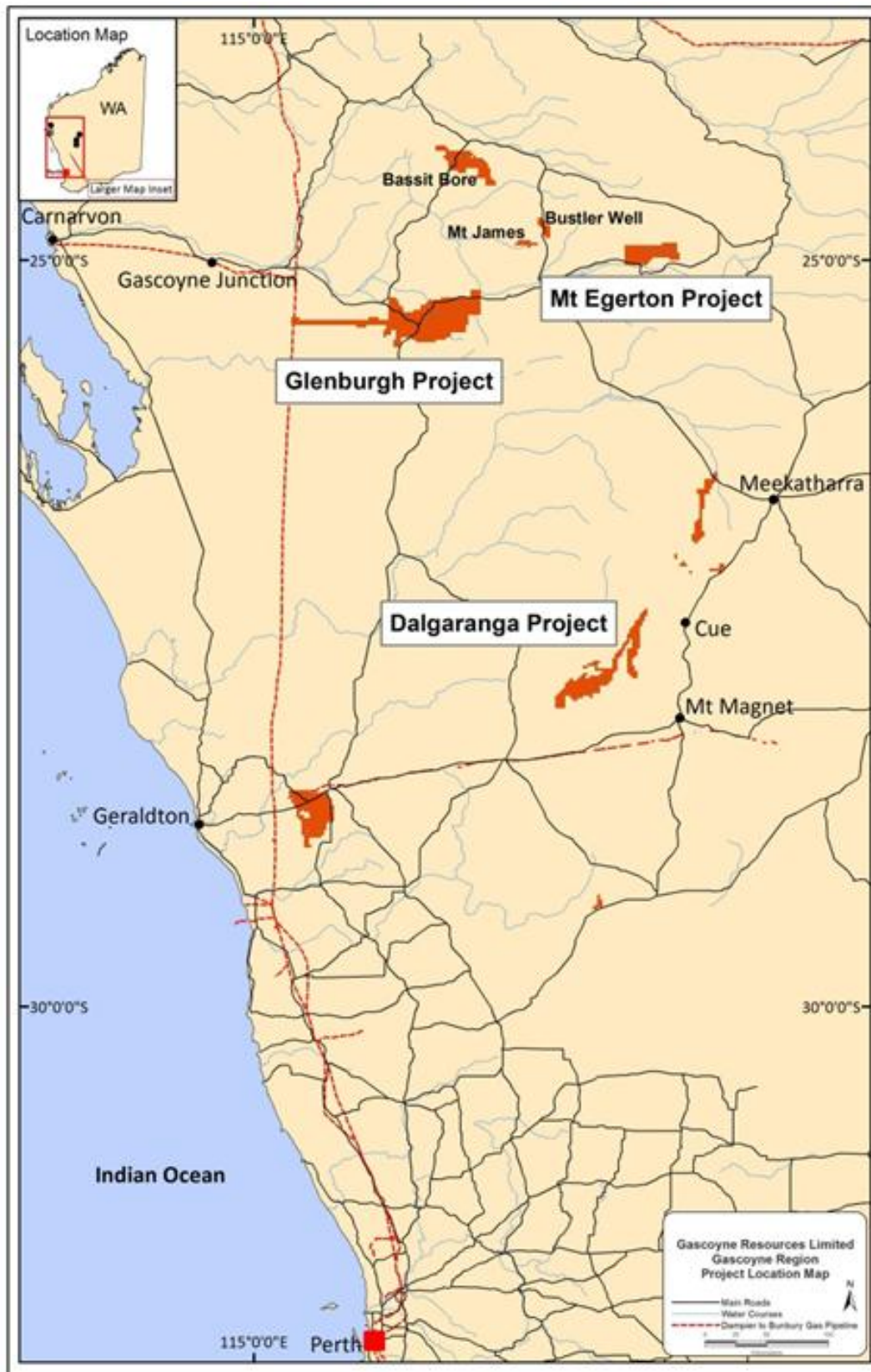


Figure One: Project Locations

DIRECTORS' REPORT

Feasibility Study Update:

As announced on the 5th of August 2013, the 12 month preliminary Feasibility Study was completed for the proposed development of the Glenburgh Gold Project. The Study was completed by a number of independent consultants and investigated several options, based around a carbon in leach (CIL) treatment facility, processing 1.2mtpa. The project includes a number of conceptual mill feed sources including eleven open pits at Glenburgh, a high grade open pit at the Egerton project (currently under option) and an underground development at the Zone 126 deposit at Glenburgh. See Table 4 for Key Project Metrics.

From these mill feed sources, a production target of 4.9Mt @ 2.0 g/t gold for 316,000 ounces of gold was estimated. It should be noted that while ~70% of the mining inventory is in the Measured or Indicated Resource category (and could be converted into a Probable Reserve), 30% of the material in the mine plan is classified as Inferred and hence can't be converted into a reserve. There is a low level of geological confidence associated with inferred mineral resources and there is no certainty that further exploration work will result in the determination of indicated mineral resources or that the production target itself will be realised. As a result a reserve has not been calculated for the project and the financial assessments provided are preliminary in nature. There is no guarantee that future drilling will result in the conversion of the Inferred Resource to Indicated allowing a reserve to be calculated. See Figure 2 for conceptual site layout. The capital cost estimate (using a second hand mill) was \$60.4 million, while a further \$10 million of preproduction working capital is estimated to be required for the project.

Exploration Activities

During the half-year exploration drilling continued with an RC rig and a RAB/Aircore rig in operation. In addition a detailed soil sampling program was completed. The soil sampling was successful in defining a gold trend that has extended the known mineralisation a further 5,000m further to the north east from the Zone 126 deposit. Results from 2,500m of aircore / RC drilling completed during the June quarter were received during the quarter (see ASX announcement 22nd July 2013). The results highlight the high potential for additional shallow economic mineralisation at Glenburgh.

Results include:

- Tuxedo
 - 3m @ 11.2 g/t gold from 19m
 - 9m @ 2.5 g/t gold from 25m
 - 6m @ 1.2 g/t gold from 12m
 - 13m @ 1.0 g/t gold from 37m to EOH
- Shelby
 - 13m @ 1.1 g/t gold from surface
 - 9m @ 1.0 g/t gold from 2m
 - 6m @ 1.4 g/t gold from 10m
 - 4m @ 1.4 g/t gold from 26m
- South West Area
 - 13m @ 1.1 g/t gold from surface

These drill intersections are currently being incorporated into an updated resource estimate for the project.

DIRECTORS' REPORT

Glenburgh Forward Program

With the preliminary Feasibility Study complete, the focus for future activities for Glenburgh has shifted to permitting of the project and resource growth. The forward program includes:

- Additional exploration and resource growth drilling
- Project permitting including submission of the mining plans and other approvals
- Process plant design, and evaluation of second hand processing facilities
- Further refinements of the Feasibility Study including power costs, resource updates (to include the 2013 drilling), improvements in the capital and operating costs
- Evaluation of development monetisation options, including partnership opportunities
- Evaluation of other known mineral occurrences on the project, including graphite and copper

DALGARANGA

ELA21/173, 174, ELA59/ 1772, 1883, 1904, 1905 1906 & 1922, EL59/1709, ML 59/749 - 80% Gascoyne

During the half year a significant exploration effort was directed to the Dalgara project, which is located approximately 65km north west of Mount Magnet in the Murchison region of Western Australia, as it provides a near term development opportunity for the company.

Activities have included:

- Aircore drilling to define the high grade mineralisation at the Golden Wings and Gilbeys deposits
- Resource estimation for the two deposits, which resulted in a **94% increase in the global resource base to 13.4Mt @ 1.7g/t gold for 740,900oz of contained gold**
- Commencement of a Scoping Study on development options for the project
- Grant of the mining lease covering the known mineralisation and numerous historical prospects

Resource Estimation

During the quarter resources have been estimated for the Gilbeys and Golden Wings deposits, resulting in an increase of **94%** in the total Dalgara resources to **13.4Mt @ 1.7 g/t for 740,900 ounces of contained gold** (see Table 2 for breakdown of resource classification).

These resources are contained in two deposits:

Gilbeys Deposit:

As released to the ASX on the 1st of August, the resource for the Gilbeys deposit was re estimated during the quarter. This resulted in an increase in the resource of 80% to:

12.9 Mt @ 1.7 g/t gold for 685,000 ounces of gold (using a 1.0 g/t cut-off)

Importantly the increase was not as a result of lowering the resource cutoff, rather by the discovery of gold mineralised extensions to the deposit to the north, south and at depth. This resource will be used in the current Scoping Study that has commenced for the project. See Table 2 for the breakdown of resource classification and material type and Figure three for Site layout.

DIRECTORS' REPORT

Golden Wings Deposit:

As a result of the recent RC drilling, the aircore drilling (mentioned below) and compilation of the historical drill data, an initial resource estimate has been completed at Golden Wings. An initial Indicated and Inferred resource of **450,000t @ 3.7g/t gold for 54,000 oz** has been defined (see ASX announcement 1st of September 2013). See Table 2 for the breakdown of resource classification and material type and Figure three for Site layout.

Although currently modest in size, this resource is open along strike and down dip (and plunge) and is expected to increase with additional exploration. Due to the high grade nature of the deposit and the fact it extends to within 5m of surface (see Figure 4), there is potential to underpin a near term development through a high grade open pit mine delivering material to one of the nearby gold processing facilities in the southern Murchison of Western Australia.

Scoping Study

A Scoping Study commenced to determine the best development option for the project during the half year.

The options being considered are:

- Onsite Heap Leaching
- Onsite CIL processing
- Off Site processing (by CIL milling) through a third party processing facility

Pit Optimisations

As announced on the 13th of November, a pit optimisation study has highlighted that a significant amount of material is contained within the pit optimisation for each of the options mentioned above.

The production targets of each of the options, based upon A\$1400 gold price shells are as follows:

- On Site Processing Production Target* : 7.7Mt @ 1.5g/t for 362,000 oz gold contained (74% Indicated & 26% Inferred resources)
- On Site Heap Leaching Production Target*: 6.3Mt @ 1.4g/t for 291,000oz gold contained (86% Indicated and 14% Inferred Resources)
- Off Site Processing Production Target*: 3.9Mt @ 1.7g/t for 210,000 oz gold contained (91% Indicated and 9% Inferred Resources)

Note * these pit optimisation production targets are not reserves, are based on Indicated (91-74%) and Inferred (9-26%) JORC 2012 resources, pit optimisations (not designs) and as such are preliminary in nature. There is no guarantee that these production targets will be converted into reserves through the detailed mine design process or by additional exploration. These production targets should not be used as a guide for investment in the Company. There is a low level of geological confidence associated with inferred mineral resources and there is no certainty that further exploration work will result in the determination of indicated mineral resources or that the production target itself will be realised.

See Table 5 for a breakdown of the pit optimisation results. A summary of the inputs and assumptions used are provided in Table 6.

DIRECTORS' REPORT

Pit Designs

Preliminary pit designs have been completed for both the Golden Wings and Gilbeys deposits based upon the On Site processing option pit optimisation (outlined above) and a reduced gold price assumption of A\$1350/oz (as outlined in ASX announcement 26th November 2013).

The pit designs have identified a Production Target* totalling **6.65Mt @ 1.5g/t gold for 320,000 ounces** of contained gold (78% Indicated, 22% Inferred JORC 2012 resources within the designs).

The Production Target* for each of the deposits is:

- Golden Wings 630Kt @ 2.6g/t gold for 53,000oz contained (80% Indicated resources and 20% Inferred resources)
- Gilbeys 6.0Mt @ 1.45 g/t gold for 266,000oz contained (78% Indicated resources and 22% Inferred resources)

The designs have been based upon the pit optimisations using a gold price of ~ A\$1350, which is approximately A\$150 below the current spot gold price.

The final Gilbeys pit design will require staging to defer unnecessary waste movement in the early years of development. The design of these stages is ongoing, once finalised; the mine schedule will be completed to allow the preliminary financial modelling to be undertaken.

Note * The initial pit designs contain a production target and is not a reserve, are based on Indicated JORC 2012 resources (78% for Gilbeys and 80% for Golden Wings) and Inferred JORC 2012 resources (22% for Gilbeys and 20% for Golden Wings), and as such is preliminary in nature. There is no guarantee that the production target will be converted into reserves through the detailed mine design process (a Pre Feasibility Study) or by additional exploration. This production target should not be used as a guide for investment in the Company. There is a low level of geological confidence associated with inferred mineral resources and there is no certainty that further exploration work will result in the determination of indicated mineral resources or that the production target itself will be realised.

Metallurgical Testwork

As stated in ASX announcement 26th of November 2013 and 13th of November 2013, metallurgical testwork for the Gilbeys and Golden Wings deposits has exceeded expectations, with CIL testwork showing **excellent recoveries of over 98% within 24 hours** (98.3% for Gilbeys and 98.6% for Golden Wings) and heap leach tests showing recoveries of between 65 and 77%.

Given these excellent results, additional test work has been completed on the Gilbeys deposit to determine if the grind size can be increased, to reduce power requirements and decrease the estimated operating costs. These tests have shown that the Gilbeys deposit is not sensitive to grind size; with recoveries of 95.75% at 212µm (the original test work completed at 75µm indicated a recovery of 98.33%). As the bulk of the Golden Wings deposit is oxidised and very soft, no grind size analysis has been undertaken on the Golden Wings samples.

The gravity gold component was also higher than expected with 60% of the Gilbeys gold and 34% of the Golden Wings gold recovery reporting through the gravity circuit.

These results are significantly better than the assumptions used in the pit optimisations (95% recovery for CIL and 65% for heap leach).

DIRECTORS' REPORT

In addition to the better than expected recoveries, tests have also shown very low reagent consumption. The limited historical testwork had suggested that cyanide consumption increased to around 1.0kg/t with depth, however the recent testwork from the mineralised fresh rock samples from Gilbeys has resulted in low cyanide consumptions (~0.4kg/t), with the Golden Wings tests showing even lower cyanide consumptions (0.18kg/t). Sodium cyanide is a key reagent for the process and a significant cost to any gold processing; achieving low cyanide consumptions assists in lowering overall processing costs.

Exploration Activities

Aircore Drilling

Following the discovery of the high grade Golden Wings prospect in the June quarter, further drilling was undertaken to further evaluate the prospect. A total of 78 aircore holes were drilled at the project, mainly exploration near the Gilbeys resource area and around the Golden Wings prospect.

The drilling has identified a significant shallow and high grade zone of gold mineralisation at the Golden Wings prospect and at the Gilbeys deposit (See Figure 3). As released to the ASX on the 21st of August, results included:

Golden Wings

- 9m @ 3.9 g/t gold from 29m to EOH, includes 3m @ 9.3 g/t gold (ends in 1m @ 25.0 g/t)
- 4m @ 8.2 g/t gold from 50m, includes 2m @ 14.7 g/t gold
- 5m @ 5.1 g/t gold from 17m, includes 1m @ 24.7 g/t gold

Gilbeys

- 4m @ 6.6 g/t gold from 49m to EOH, includes 2m @ 12.1 g/t gold
- 1m @ 17.7 g/t gold from 55m

Dalgaranga Forward Program

The focus for the Dalgaranga project during the next few months will be completion of the Scoping Study and additional exploration drilling and resource estimation.

The forward program includes:

- Updating the Golden Wings resource estimate
- Completion of the Scoping Study, which includes mining studies, metallurgical testwork, resource confirmation drilling and environmental studies
- Exploration and resource growth drilling
- Preliminary discussions with potential third party mill operators in the region
- Project permitting (once the preferred development option is determined)

Egerton

EL52/2117, EL52/2515, ML52/343, ML52/567 (under option) & EL52/2866 - 100% Gascoyne

No on ground activities were completed during the half, as the exploration focus was split between Glenburgh and Dalgaranga. A data review has been completed on the project, which have highlighted a number of targets which will be followed up. Planning of field activities has commenced.

It is expected that on ground exploration activities will be stepped up at the Egerton project in the first half of 2014.

DIRECTORS' REPORT

OTHER PROJECTS

(Elphin Bore, Bassit Bore, Bustler Well, Mt James, Higginsville and Murchison)

No field exploration was undertaken during the period.

GOLD RESERVES & RESOURCES

Table 1: Glenburgh Deposits
April 2013 Mineral Resource Estimate (0.5g/t Au Cut-off)

Area	Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Icon	3.5	1.4	160,400	4.1	1.3	168,000	7.6	1.3	328,400
Apollo	1.2	2.1	81,100	1.6	1.3	69,100	2.8	1.6	150,200
Tuxedo	0.6	1.1	21,800	1.2	1.1	41,300	1.8	1.1	63,100
Mustang				1.0	1.2	40,300	1.0	1.2	40,300
Shelby				0.9	1.2	34,600	0.9	1.2	34,600
Hurricane				0.5	1.3	18,500	0.5	1.3	18,500
Zone 102	0.9	1.9	56,500	1.2	1.3	49,100	2.1	1.6	105,600
Zone 126	0.6	3.2	62,200	1.4	2.2	102,700	2.1	2.5	164,900
NE3				0.2	1.5	11,300	0.2	1.5	11,300
Torino				1.6	1.3	65,700	1.6	1.3	65,700
SW Area				0.4	1.1	12,800	0.4	1.1	12,800
Total	6.9	1.7	382,000	14.2	1.3	613,500	21.1	1.5	1,000,000

Note: Discrepancies in totals are a result of rounding

Table 2: Dalgara Deposits
Mineral Resource Estimate (0.7g/t Au Cut-off)

Deposit	Measured			Indicated			Inferred			Total		
	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces	Tonnes Mt	Au g/t	Au Ounces
Gilbeys ⁽¹⁾				4.7	1.6	240,200	8.2	1.7	445,200	12.9	1.7	685,000
Golden Wings ⁽²⁾				0.3	4.0	38,000	0.15	3.1	15,000	0.45	3.7	54,000
Golden Wings Laterite	0.04	0.8	1,000							0.04	0.8	1,000
Vickers Laterite	0.02	1.2	600							0.02	1.2	600
Total	0.06	1.1	1,600	5.0	1.7	278,000	8.35	1.7	460,000	13.4	1.7	740,900

Note: Discrepancies in totals are a result of rounding; unless otherwise stated, the above resources are reported at a 0.7 Au g/t cut-off

(1) Gilbeys resource cut-off 1.0 Au g/t

(2) Golden Wings resource cut-off 2.0 Au g/t

Table 3: Egerton Deposits
Hibernian Deposit Mineral Resource (2.0g/t Au Cut-off)

Classification	Tonnes	Au g/t	Au Ounces
Measured Resource	32,100	9.5	9,801
Indicated Resource	46,400	5.3	7,841
Inferred Resource	37,800	5.1	6,169
Total	116,400	6.4	23,811

Note: Discrepancies in totals are a result of rounding

DIRECTORS' REPORT

Table 4 – Key Glenburgh Project Statistics

MINERAL RESOURCES	Tonnage	Grade	Ounces
Measured (Egerton)*	32,100	9.5 g/t	9,800
Indicated (Egerton + Glenburgh)*	6.95Mt	1.75 g/t	390,000
Inferred (Egerton + Glenburgh)*	14.2Mt	1.35 g/t	620,000
Total Resources	21.2Mt	1.5 g/t	1.02Moz
PRODUCTION TARGET			
Measured Resource (Egerton)	50,000	6.6g/t	10,000
Indicated Resource (Egerton + Glenburgh)	3.01Mt	2.1g/t	202,000
Inferred Resource (Egerton + Glenburgh)	1.86Mt	1.7g/t	101,000
Total Production Target **	4.92Mt	2.0g/t	316,000oz
CAPITAL COSTS (A\$)			
Fixed Plant and Establishment			\$60.4M
Pre-Production Working Capital			\$10M
Initial Underground Development (year 3)			\$15M
Total Sustaining Capital			\$13.2M
PRODUCTION TARGET SUMMARY			
Life of Mine			4+ years
Strip Ratio (open cut)			8.1:1
Processing Rate			1.2 Mtpa
Average Recovery			94.5%
Total Gold Production Target (recovered)			299,000 oz
Operating Cost /t (inc royalties, processing & Admin)			\$29.20
PROJECT ECONOMICS			
Base Case gold price (US\$)			\$1,350
Exchange Rate (US\$:A\$)			90c
Estimate of Revenue (A\$)			\$448M
C1 Cash Costs per ounce ¹			\$913
All In Sustaining Costs per ounce ²			\$994
Operating Cash Surplus (A\$)			\$162.1M

Notes:

- 1 C1 Cash costs include all open cut mining costs (ie there has been no capitalisation of cutbacks or open cut waste mining costs), underground production mining costs (excluding waste development costs), all processing, site administration, travel and accommodation costs, selling costs, grade control, fixed monthly mining costs, ongoing rehabilitation but excludes state royalties
- 2 All in Sustaining Costs include all of the C1 costs plus state royalties, establishment costs for satellite deposits, tailings dam lifts, demobilisation of the mining fleet, a closure rehabilitation allowance as well as underground waste development but excludes one off capital items such as initial underground establishment in year 3 and initial project capital

* Egerton Resource reported at 2.0g/t cutoff. Glenburgh Resources reported at 0.5g/t cutoff, see Tables 1 & 3 for a breakdown of resource classification

** Discrepancies due to rounding

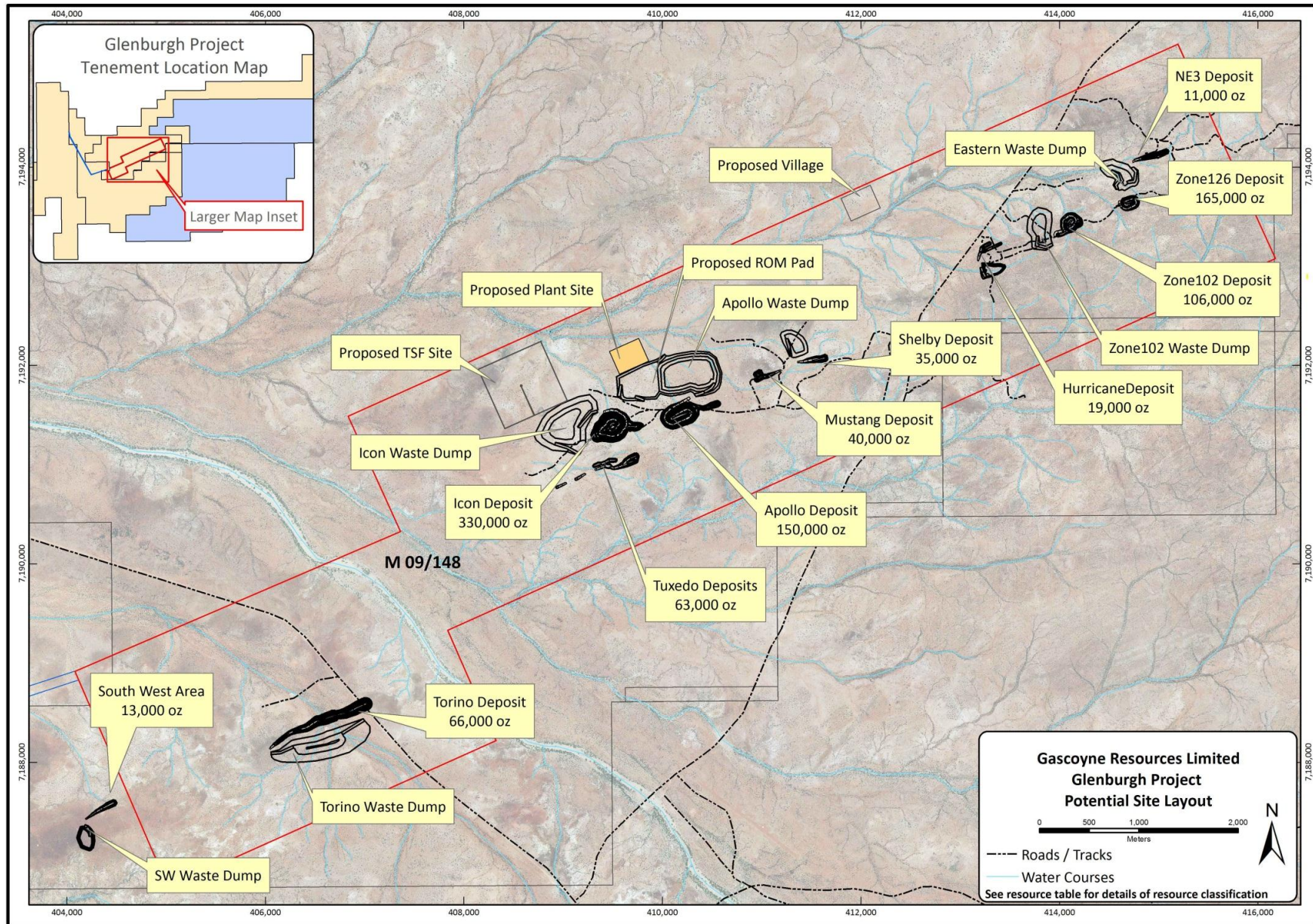


Figure Two: Glenburgh Project, Deposit and Prospect Locations and conceptual site layout

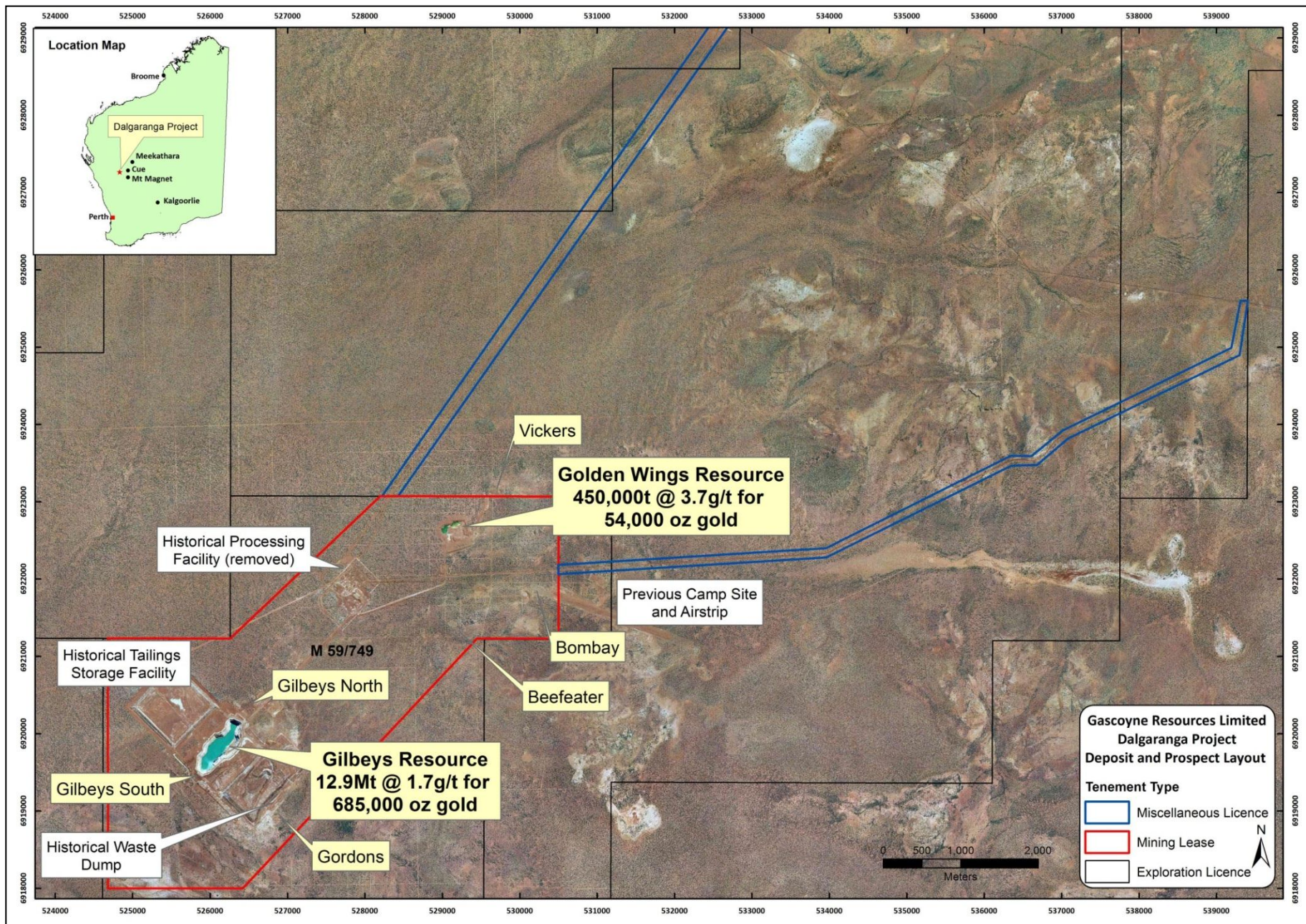


Figure Three: Dalgaranga Project, Deposit and Prospect Locations and site layout

Table 5: Results from the Dalgaranga Project Pit Optimisations

Gilbeys Pit Optimisation (100% basis)											
Option	Tonnes	Grade	Contained Ounces	Waste	Strip Ratio	Mine Life Years	Recovered Ounces	Annual Production Oz/a	Production Cost A\$/oz	Operating Cashflow @ A\$1400/oz (A\$M)	Proportion of Inferred Mineral Resource Included
	Kt	g/t		Kt							
On Site CIL Processing	6,900	1.3	300,000	51,000	7.3	4.6	285,000	62,000	\$1,109	\$73.1	26%
On Site Heap Leaching	5,600	1.3	235,000	36,000	6.5	5.6	153,000	27,000	\$1,088	\$42.3	13%
Off Site CIL Processing	3,400	1.5	158,000	26,000	7.7	6.7	150,000	22,000	\$1,190	\$26.3	6%
Golden Wings Pit Optimisation (100% basis)											
On Site CIL Processing	810	2.4	63,000	11,000	13.4	0.5	60,000	60,000	\$734	\$37.6	22%
On Site Heap Leaching	720	2.4	56,000	8,000	11.5	0.7	36,000	36,000	\$737	\$22.9	18%
Off Site CIL Processing	570	2.9	52,000	8,000	13.9	1.1	50,000	44,000	\$732	\$31.5	20%
Dalgaranga Combined Mine Plan (100% basis)											
On Site CIL Processing	7,700	1.5	362,000	61,000	7.9	5.1	344,000	67,000	\$1,044	\$110.6	26%
On Site Heap Leaching	6,300	1.4	291,000	45,000	7.1	6.3	189,000	30,000	\$1,021	\$65.2	14%
Off Site CIL Processing	3,900	1.7	210,000	34,000	8.6	7.9	200,000	25,000	\$1,076	\$57.8	9%

Note: Differences in totals are as a result of rounding. Cash flows generated from the pit optimisations are preliminary and conceptual in nature, they are based upon Indicated (74-91%) and Inferred (9 – 26%) resources and not based on ore reserves. There is no guarantee that these cashflows will be generated after detailed mine planning or completion of additional exploration or that a reserve will be estimated for the project in the future. These production targets should not be used as a guide for investment in the Company. There is a low level of geological confidence associated with inferred resources and there is no certainty that further exploration work will result in the determination of indicated mineral resources or that the production target itself will be realised.

Table 6: Key Assumptions used in the Dalgaranga Project Pit Optimisations

Item	Off Site CIL Processing	On Site CIL Processing	On Site Heap Leach	Comments
Mining costs	Budget prices assuming 1200 excavator and 90t trucks – taken from Glenburgh Feasibility Study.			Significant amount of free dig material –reduces costs
Mining Recovery	95%	95%	95%	
Mining Dilution	5%	5%	5%	Low due to wide ore zones and significant “free dig” oxide material
Pit Slopes	Taken from original Dalgaranga Feasibility study. over all slopes range from 40° in oxide to 49° in fresh rock			Allowances for pit ramps included in slope angles
Base Case Gold Price	US\$1260 with 90c A\$ exchange rate (A\$1400)			
Process Recovery	95%	95%	65%	Recent testwork exceeds these assumed recoveries
Processing Cost including processing, haulage (if needed) and admin.	A\$30	A\$21	A\$8.5	
Royalties (WA state)	2.5%			No other royalties payable
Assumed Processing Rate tpa	500,000tpa	1,500,000tpa	1,000,000tpa	

DIRECTORS' REPORT

The information in this report that relates to the Dalgaranga project was first reported by the company in compliance with JORC 2012 in market releases dated the 13th and 26th of November 2013. The company confirms that it is not aware of new information or data that materially affects the information included in the market announcements dated the 13th and 26th of November 2013.

Competent Persons Statement

The current Glenburgh 2004 JORC resource is classified as Indicated and Inferred and as a result, is not sufficiently defined to allow conversion to an ore reserve; the financial analysis in the preliminary Feasibility Study is conceptual in nature and should not be used as a guide for investment. It is uncertain if additional exploration will allow conversion of the Inferred resource to a higher confidence resource (Indicated or Measured) and hence if a reserve could be determined for the project in the future. Production targets referred to in the preliminary Feasibility Study and in this report are conceptual in nature and include areas where there has been insufficient exploration to define an Indicated mineral resource. There is a low level of geological confidence associated with inferred mineral resources and there is no certainty that further exploration work will result in the determination of indicated mineral resources or that the production target itself will be realised.

The Laterite Dalgaranga Resources estimate has been sourced from Equigold NL annual reports and other publicly available reports which have undergone a number of peer reviews by qualified consultants, who conclude that the resources comply with the JORC code and are suitable for public reporting. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

The Gilbeys and Golden Wings resources have been estimated by Elemental Geology Pty Ltd, an external consultancy, and are reported under the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves (see GCY ASX announcement 1st August 2013 titled: Dalgaranga Gold Resource Increases 80% to 685,000oz and GCY ASX announcement 1st October 2013 titled: Initial high grade gold resource at Golden Wings). The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimate in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not materially modified from the original market announcements.

The Egerton Resource estimate has been sourced from Exterra Resources annual reports and other publicly available reports which have undergone a number of peer reviews by qualified consultants, who conclude that the resources comply with the JORC code and are suitable for public reporting. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

DIRECTORS' REPORT (CONTINUED)

FINANCIAL RESULT

The net consolidated loss of the Group for the half-year ended 31 December 2013, after provision for income tax was \$1,523,966 (2012: \$1,128,331).

SUBSEQUENT EVENTS

The Directors are not aware of any matter or circumstance that has arisen since 31 December 2013 which has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years other than that outlined in Note 8 to the accounts.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration is included on page 17 of this half-year financial report.

This report is made and signed in accordance with a resolution of Directors made pursuant to s.298(2) of the Corporations Act 2001.

On behalf of the Directors.



R M Joyce
Chairman

Dated this 7th day of March 2014

Level 1
10 Kings Park Road
West Perth WA 6005

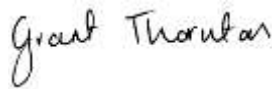
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**Auditor's Independence Declaration
To The Directors of Gascoyne Resources Limited**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Gascoyne Resources Limited for the half-year ended 31 December 2013, I declare that, to the best of my knowledge and belief, there have been:

- a No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b No contraventions of any applicable code of professional conduct in relation to the review.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



C A Becker
Partner - Audit & Assurance

Perth, 7 March 2014

Grant Thornton Audit Pty Ltd ACN 130 913 594
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

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Independent Auditor's Review Report To the Members of Gascoyne Resources Limited

We have reviewed the accompanying half-year financial report of Gascoyne Resources Limited ("Company"), which comprises the consolidated financial statements being the statement of financial position as at 31 December 2013, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a statement or description of accounting policies, other explanatory information and the directors' declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of Gascoyne Resources Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such controls as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Gascoyne Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

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Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

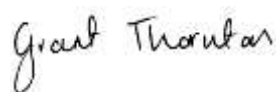
Independence

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

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Gascoyne Resources Limited is not in accordance with the Corporations Act 2001, including:

- a giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 and of its performance for the half-year ended on that date; and
- b complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



C A Becker
Partner - Audit & Assurance

Perth, 7 March 2014

DIRECTORS' DECLARATION

In the opinion of the Directors of Gascoyne Resources Limited:

1. The consolidated financial statements and notes of Gascoyne Resources Limited are in accordance with the Corporations Act 2001 and Accounting Standard AASB 134: Interim Financial Reporting and give a true and fair view of the financial position as at 31 December 2013 and the performance for the half-year ended on that date; and
2. There are reasonable grounds to believe that Gascoyne Resources Limited will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors:

A handwritten signature in black ink, appearing to read 'R. M. Joyce', with a stylized flourish at the end.

R M Joyce
Chairman

Dated this 7th day of March 2014

STATEMENT OF FINANCIAL POSITION

As of 31 December 2013

		Consolidated	
	Note	31 December 2013 \$	30 June 2013 \$
ASSETS			
Current			
Cash and cash equivalents		1,202,103	3,262,613
Trade and other receivables		103,866	197,474
Total Current Assets		1,305,969	3,460,087
Non-Current			
Property, plant and equipment		96,962	129,421
Exploration and evaluation expenditure		20,380,302	19,866,619
Other assets		75,000	75,000
Total Non-Current Assets		20,552,264	20,071,040
TOTAL ASSETS		21,858,233	23,531,127
LIABILITIES			
Current			
Trade and other payables		451,131	805,715
Employee benefits		88,251	83,345
TOTAL LIABILITIES		539,382	839,060
NET ASSETS		21,318,851	22,642,067
EQUITY			
Share capital	3	26,622,153	26,622,153
Other components of equity		349,070	404,560
Accumulated losses		(5,652,372)	(4,384,646)
TOTAL EQUITY		21,318,851	22,642,067

This statement should be read in conjunction with the accompanying notes.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half-year ended 31 December 2013

		Consolidated	
	Note	31 December 2013 \$	31 December 2012 \$
Revenue from continuing operation			
Interest revenue		38,433	75,023
Other revenue		2,334	2,178
		<u>40,767</u>	<u>77,201</u>
Expenses			
Employment costs		(441,951)	(532,404)
Audit and accountancy		(11,299)	(9,676)
Corporate marketing		(56,568)	(75,133)
Depreciation		(33,365)	(40,974)
Impairment of exploration and evaluation assets	2	(883,641)	(410,290)
IT costs		(10,742)	(13,804)
Overhead allocation to exploration		77,526	81,612
Premises costs		(84,094)	(88,056)
Travel expenses		(22,734)	(29,008)
Other general and admin expenses		(97,865)	(87,799)
		<u>(1,564,733)</u>	<u>(1,205,532)</u>
Loss before tax		(1,523,966)	(1,128,331)
Tax expense		-	-
Loss for the period		(1,523,966)	(1,128,331)
Other Comprehensive Income			
Other comprehensive income		-	-
Tax relating to comprehensive income		-	-
Total Comprehensive Loss attributable to members of Gascoyne Resources Limited		(1,523,966)	(1,128,331)
Loss per share			
Basic (cents per share)		(1.0)	(0.8)
Diluted (cents per share)		(1.0)	(0.8)

This statement should be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOWS

For the half-year ended 31 December 2013

	Consolidated	
	31 December 2013 \$	31 December 2012 \$
Operating Activities		
Payments to suppliers and employees	(675,326)	(584,186)
Interest received	39,756	85,690
Other revenue received	-	2,178
Net cash used in operating activities	(635,570)	(496,318)
Investing Activities		
Payments for capitalised exploration and evaluation expenditure	(1,424,940)	(3,906,659)
Purchase of property, plant and equipment	-	(7,800)
Net cash used in investing activities	(1,424,940)	(3,914,459)
Financing Activities		
Proceeds from issue of shares	-	3,662,500
Share issue costs paid	-	-
Net cash provided by financing activities		3,662,500
Net change in cash and cash equivalents	(2,060,510)	(748,277)
Cash and cash equivalents, beginning of period	3,262,613	5,788,995
Cash and cash equivalents, end of period	1,202,103	5,040,718

This statement should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2013

	Share Capital Ordinary \$	Options Reserve \$	Accumulated Losses \$	Total \$
Balance at 1.7.2013	26,622,153	404,560	(4,384,646)	22,642,067
Shares issued during the year	-	-	-	-
Share issue costs	-	-	-	-
Employee incentive options issued	-	200,750	-	200,750
Employee incentive options expired	-	(256,240)	256,240	-
Loss attributable to members of parent entity	-		(1,523,966)	(1,523,966)
Balance at 31.12.2013	26,622,153	349,070	(5,652,372)	21,318,851
Balance at 1.7.2012	21,686,014	202,280	(4,107,086)	17,781,208
Shares issued during the year	3,662,500	-	-	3,662,500
Share issue costs	(23,461)	-	-	(23,461)
Employee incentive options issued	-	202,280	-	202,280
Loss attributable to members of parent entity	-	-	(1,128,331)	(1,128,331)
Balance at 31.12.2012	25,325,053	404,560	(5,235,417)	20,494,196

This statement should be read in conjunction with the accompanying notes.

NOTES TO THE HALF-YEAR FINANCIAL STATEMENTS

31 December 2013

1. BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL STATEMENTS

Financial Reporting Framework

These general purpose financial statements for the interim reporting period ended 31 December 2013 have been prepared in accordance with the Corporations Act 2001, Australian Accounting Standards and Australian Accounting Interpretations including AASB 134: Interim Financial Reporting, other authoritative pronouncements of the Australian Accounting Standards Board and complies with other requirements of the law.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

It is recommended the interim financial statements should be read in conjunction with the Annual Financial Report for the year ended 30 June 2013 together with any public announcements made by Gascoyne Resources Limited during the half-year.

Statement of Compliance

The interim financial report for Gascoyne Resources Limited for the half-year period ended 31 December 2013 was authorised for issue in accordance with a resolution of the Directors on 6th March 2014.

Going Concern

The financial statements have been prepared on the basis that the Group will continue to meet their commitments and can therefore continue normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The Group's continuation as a going concern is dependent upon obtaining further funding in the form of a research and development tax refund or future capital raising, as and when required, and upon closely managing expenditure, including reduction in staff and office costs and a general reduction in exploration expenditure, as referred to in Note 6. A research and development tax refund in relation to the year ended 30 June 2013 is expected to be received in March 2014. As such, the directors have a reasonable expectation that the Group will have adequate resources to continue in operational existence for the foreseeable future.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements. Since the most recent annual financial statements information on new standards that have become effective that are expected to be relevant to the Group's financial statements is provided below.

AASB 11 Joint Arrangements

AASB 11 supersedes AASB 131 *Interest in Joint Ventures* and Interpretation 113 *Jointly Controlled Entities – Non-Monetary Contributions by Venturers*. It aligns more closely the accounting by the investors with their rights and obligations relating to the joint arrangement. In addition, AASB 131's option of using proportionate consolidation for joint ventures has been eliminated. AASB 11 now requires the use of the equity accounting method, which is currently used for investments by associates. The Group has concluded there are no effects on the statement of financial position and statement of profit or loss and other comprehensive income as a result of this change.

Notes to the Half-Year Financial Statements

31 December 2013

At the date of authorisation of these financial statements, certain new standards, amendments and interpretations to existing standards have been published but are not yet effective, and have not been adopted early by the Group. Information on new standards, amendments and interpretations that are expected to be relevant to the Group's financial statements is provided below.

AASB 9 Financial Instruments (effective from 1 January 2015)

The AASB aims to replace AASB 139 *Financial Instruments: Recognition and Measurement* in its entirety. The replacement standard (AASB 9) introduces new requirements for the classification and measurement of financial assets and liabilities. Management have yet to assess the impact that this amendment is likely to have on the financial statements of the Group.

Critical Accounting Estimates and Other Accounting Judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The Group is of the view that there are no critical accounting estimates and judgements in this financial report, other than accounting estimates and judgements in relation to the carrying value of mineral exploration expenditure.

2. IMPAIRMENT OF MINERAL ASSETS CARRYING VALUE

During the financial period the Group conducted an assessment of the carrying value of its exploration assets pursuant to its accounting policy. As a result of the assessment of the economic recoverability of certain tenements, the Group made a provision for impairment of \$883,641 (2012: \$410,290) against the carrying value of its exploration and evaluation expenditure.

3. FULLY PAID ORDINARY SHARES

	2013 No.	2012 No.	2013 \$	2012 \$
Balance at beginning of financial year	158,269,520	136,619,520	26,622,153	21,686,014
Issue of shares at \$0.25 each by private placement	-	14,650,000	-	3,662,500
Share issue costs	-	-	-	(23,461)
Balance at end of half-year	158,269,520	151,269,520	26,622,153	25,325,053

Notes to the Half-Year Financial Statements

31 December 2013

4. EMPLOYEE INCENTIVE OPTIONS

	2013 No.	2012 No.	2013 \$	2012 \$
Balance at beginning of financial year	2,800,000	2,800,000	404,560	202,280
(a) Options @ \$0.26 exercisable on or before 15 November 2016				
Issued	3,900,000	-	200,750	
	3,900,000	-	200,750	
(b) Options @ \$0.40 exercisable on or before 31 August 2014				
Issued	-	-	-	82,400
Cancelled	(100,000)	-	(16,480)	-
	(100,000)	-	(16,480)	82,400
(c) Options @ \$0.40 exercisable on or before 16 November 2013				
Issued	-	-	-	119,880
Expired	(1,800,000)	-	(239,760)	-
	(1,800,000)	-	(239,760)	119,880
Balance at end of half-year	4,800,000	2,800,000	349,070	404,560

Employee Incentive Options

(a) Options @ \$0.26 exercisable on or before 15 November 2016

Number issued:	3,900,000 employee incentive options
Grant date:	14 November 2013
Issue date:	15 November 2013
Vesting conditions:	2,750,000 vesting immediately; 1,150,000 vesting 12 months from issue date
Notional value:	\$0.073 each ¹

¹ Notional value calculation assumptions

A Black & Scholes calculation of the notional value of the Incentive Options is outlined below based on the following assumptions:

- the Incentive Options expire on 15 November 2016 and are exercisable at \$0.26 each;
- a share price of \$0.17. This has been based on the share price at grant date;
- a volatility factor of 80% based on historical share price information;
- an interest rate of 3.00%;
- the valuations ascribed to the Incentive Options may not necessarily represent the market price of the Incentive Options at the date of the valuation; and
- the valuation date for the Incentive Options was 14th November 2013.

Notes to the Half-Year Financial Statements

31 December 2013

(b) Options @ \$0.40 exercisable on or before 31 August 2014

Number issued:	1,000,000 employee incentive options
Grant date:	12 September 2011
Issue date:	15 September 2011
Vesting conditions:	50% vesting immediately; 50% vesting 12 months from issue date
Notional value:	\$0.1648 each ²

² **Notional value calculation assumptions**

A Black & Scholes calculation of the notional value of the Incentive Options is outlined below based on the following assumptions:

- the Incentive Options expire on 31 August 2014 and are exercisable at \$0.40 each;
- a share price of \$0.29. This has been based on the share price at grant date;
- a volatility factor of 100% based on historical share price information;
- an interest rate of 3.52%;
- the valuations ascribed to the Incentive Options may not necessarily represent the market price of the Incentive Options at the date of the valuation; and
- the valuation date for the Incentive Options was 12th September 2011.

(c) Options @ \$0.40 exercisable on or before 16 November 2013

Number issued:	1,800,000 employee incentive options
Grant date:	16 November 2011
Issue date:	16 November 2011
Vesting conditions:	50% vesting immediately; 50% vesting 12 months from issue date
Notional value:	\$0.1332 each ³

³ **Notional value calculation assumptions**

A Black & Scholes calculation of the notional value of the Incentive Options is outlined below based on the following assumptions:

- the Incentive Options expire on 16 November 2013 and are exercisable at \$0.40 each;
- a share price of \$0.29. This has been based on the share price at grant date;
- a volatility factor of 100% based on historical share price information;
- an interest rate of 3.31%;
- the valuations ascribed to the Incentive Options may not necessarily represent the market price of the Incentive Options at the date of the valuation; and
- the valuation date for the Incentive Options was 16th November 2011.

5. OPERATING SEGMENTS

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed on the basis it is a mineral exploration company operating in the geographical region of Australia. The mineral assets held via outright ownership are considered one business segment and the minerals currently being targeted include gold and base metals in Western Australia.

6. COMMITMENTS

In order to maintain current rights of tenure to exploration tenements, the Group is required to perform minimum exploration work to meet the requirements as specified by various State governments. These obligations can be reduced by selective relinquishment of exploration tenure or application for expenditure exemptions. Due to the nature of the Group's operations in exploring and evaluating areas of interest, it is very difficult to forecast the nature and amount of future expenditure. It is anticipated that expenditure commitments for the next twelve months will be tenement rentals of \$254,270 and exploration expenditure of \$1,832,007.

Notes to the Half-Year Financial Statements

31 December 2013

7. CONTINGENT LIABILITIES

The Company currently has bank guarantees to the value of \$25,000 to secure tenement holdings and \$50,000 to secure a credit card facility.

8. EVENTS SUBSEQUENT TO REPORTING DATE

Subsequent to the end of the half year, a project wide native title agreement was executed. This agreement covers all of the company's current Glenburgh tenements or tenement applications and has allowed the grant of the Glenburgh mining lease (M09/148) and will allow for any future tenements required for the project. The agreement provides for direct financial benefits in the form of milestone and production payments and indirect financial benefits in the form of education, training, employment and contracting opportunities for the Wajarri Yamatyi Native Title Claimant Group.

The Directors are not aware of any matter or circumstance, other than disclosed, that has arisen since 31 December 2013 which has significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group, in future financial years.

TENEMENT SCHEDULE

Tenement	Name	Mineral	Ownership
EL09/1750	Bassit Bore	Gold	100% Gascoyne Resources
EL09/1751	Bassit Bore	Gold	100% Gascoyne Resources
ELA09/2080	Bassit Bore	Gold	100% Gascoyne Resources
EL51/1469	Beebyn West	Gold	100% Gascoyne Resources
EL52/2348	Bustler Well	Gold	100% Gascoyne Resources
ELA21/174	Dalgaranga	Gold	80% Gascoyne Resources
ELA21/178	Dalgaranga	Gold	80% Gascoyne Resources
EL59/1709	Dalgaranga	Gold	80% Gascoyne Resources
ELA59/1904	Dalgaranga	Gold	80% Gascoyne Resources
ELA59/1905	Dalgaranga	Gold	80% Gascoyne Resources
ELA59/1906	Dalgaranga	Gold	80% Gascoyne Resources
EL59/1922	Dalgaranga	Gold	100% Gascoyne Resources
LA59/141	Dalgaranga	Gold	80% Gascoyne Resources
LA59/142	Dalgaranga	Gold	80% Gascoyne Resources
ML59/749	Dalgaranga	Gold	80% Gascoyne Resources
ELA52/2900	Elphin Bore	Gold	100% Gascoyne Resources
ELA52/2997	Elphin Bore	Gold	100% Gascoyne Resources
EL09/1325	Glenburgh	Gold	100% Gascoyne Resources
EL09/1764	Glenburgh	Gold	100% Gascoyne Resources
EL09/1865	Glenburgh	Gold	100% Gascoyne Resources
EL09/1866	Glenburgh	Gold	100% Gascoyne Resources
EL09/1946	Glenburgh	Gold	100% Gascoyne Resources
EL09/1947	Glenburgh	Gold	100% Gascoyne Resources
EL09/2025	Glenburgh	Gold	100% Gascoyne Resources
ELA09/2073	Glenburgh	Gold	100% Gascoyne Resources
LA09/50	Glenburgh	Gold	100% Gascoyne Resources
ML09/148	Glenburgh	Gold	100% Gascoyne Resources
PL09/471	Glenburgh	Gold	100% Gascoyne Resources
PL09/472	Glenburgh	Gold	100% Gascoyne Resources
PL09/473	Glenburgh	Gold	100% Gascoyne Resources
PL09/474	Glenburgh	Gold	100% Gascoyne Resources
EL15/1265	Higginsville	Gold	100% Gascoyne Resources
EL15/1280	Higginsville	Gold	100% Gascoyne Resources
EL15/1286	Higginsville	Gold	80% Gascoyne Resources
EL15/1297	Higginsville	Gold	100% Gascoyne Resources
PL15/5570	Higginsville	Gold	100% Gascoyne Resources
PL15/5571	Higginsville	Gold	100% Gascoyne Resources
PL15/5572	Higginsville	Gold	100% Gascoyne Resources

Tenement	Name	Mineral	Ownership
PL15/5573	Higginsville	Gold	100% Gascoyne Resources
EL51/1470	Ilagalara Pool	Gold	100% Gascoyne Resources
EL20/759	Limestone Well	Gold	100% Gascoyne Resources
EL51/1551	Mingah Creek	Gold	100% Gascoyne Resources
EL52/2117	Mt Egerton	Gold	100% Gascoyne Resources – Under Option
EL52/2515	Mt Egerton	Gold	100% Gascoyne Resources – Under Option
EL52/2866	Mt Egerton	Gold	100% Gascoyne Resources
ML52/343	Mt Egerton	Gold	100% Gascoyne Resources – Under Option
ML52/567	Mt Egerton	Gold	100% Gascoyne Resources – Under Option
EL52/2343	Mt James	Gold	100% Gascoyne Resources
EL70/4399	Mullewa	Coal	100% Gascoyne Resources
EL20/799	Murchison	Gold	100% Gascoyne Resources
EL59/1731	Ningham	Gold	100% Gascoyne Resources
EL20/773	Tuckanarra	Gold	100% Gascoyne Resources

Abbreviations and Definitions used in Schedule:

EL	Exploration Licence	ELA	Exploration Licence Application
PL	Prospecting Licence	PLA	Prospecting Licence Application
LA	Miscellaneous Licence Application	MLA	Mining Licence Application