



(formerly Fission Energy Ltd)

ABN 49 119 057 457

# Annual Report

for the Year Ended  
30 June 2014



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*\* Cover Photo: Cuttings from drill hole through mineralised zone - Mt Thirsty Nickel-Cobalt-Manganese Oxide Project*

## HIGHLIGHTS FOR THE YEAR TO 30 JUNE 2014

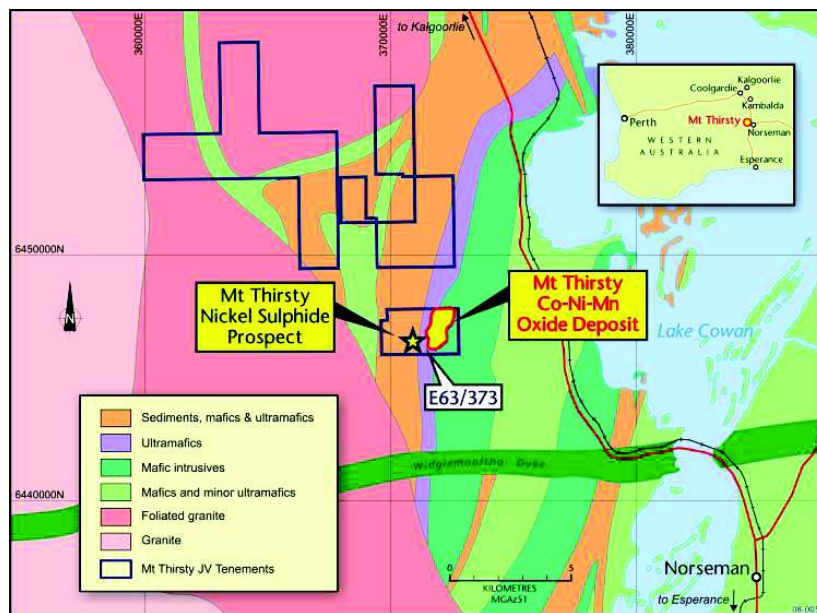
### ***MT THIRSTY PROJECT (WA) (Conico 50%)***

#### **Nickel Sulphide Exploration**

- 23.6 line km of moving loop EM (MLEM) surveys completed on Exploration Licences 63/373 and 63/1267.
- Seven EM conductors; three rated Category-1, three rated Category-2 and one rated Category-4 have been identified, modelled and prioritised by a geophysical consultant.
- All Category-1 conductors have potential for Ni sulphides and have been recommended by the consultant for drill testing.

#### **Metallurgical Testwork**

- Closed tank agitated leaching with SO<sub>2</sub> still looks to be the most cost effective method to treat Mt Thirsty ore.



**Figure 1: Mt Thirsty Project Location**

## **CORPORATE DIRECTORY**

### **DIRECTORS:**

Gregory H Solomon **LLB** (Non-Executive)  
Douglas H Solomon **BJuris LLB (Hons)** (Non-Executive)  
Guy T Le Page **B.A., B.Sc. (Hons), M.B.A., F.FIN., MAusIMM** (Non-Executive)  
James B Richardson **Dip, Fin Plan** (Non-Executive)

### **COMPANY SECRETARY:**

Aaron P Gates **B.Com CA CSA**

### **REGISTERED OFFICE:**

Level 15,  
197 St Georges Terrace  
Perth, Western Australia 6000  
Tel +61 8 9282 5889  
Fax +61 8 9282 5866  
Email: [mailroom@conico.com.au](mailto:mailroom@conico.com.au)  
Website: [www.conico.com.au](http://www.conico.com.au)

### **SOLICITORS:**

Solomon Brothers  
Level 15,  
197 St Georges Terrace  
Perth, Western Australia 6000

### **AUDITORS:**

Nexia Perth Audit Services Pty Ltd  
Chartered Accountants  
Level 3  
88 William Street  
Perth, Western Australia 6000

### **SHARE REGISTRY:**

Advance Share Registry Services  
110 Stirling Highway  
Nedlands, Western Australia 6009

### **STOCK EXCHANGE LISTING:**

ASX Code: CNJ (ordinary shares)

Quotation has been granted for all the ordinary shares of the company on all Member Exchanges of the Australian Securities Exchange Limited.

## REVIEW OF OPERATIONS

### MT THIRSTY COBALT-NICKEL-MANGANESE PROJECT (Conico 50%)

The Mt Thirsty Cobalt-Nickel-Manganese oxide project covering an area of 47km<sup>2</sup> is located 20km north-northwest of Norseman in the southern goldfields of Western Australia, a well endowed nickel terrain (see Figure 1). Conico Ltd through its wholly owned subsidiary Meteore Metals Pty Ltd owns 50% of the project in joint venture with Barra Resources Ltd. The Mt Thirsty deposit has the potential to emerge as a significant cobalt supplier. Recent metallurgical test work indicates that high recoveries of cobalt together with some nickel can be achieved through low temperature agitated leaching.

Mt Thirsty has a JORC (2004) compliant Indicated Resource of 16.6 million tonnes at 0.14% Cobalt, 0.60% Nickel and 0.98% Manganese and a JORC (2004) compliant Inferred Resource of 15.3 million tonnes at 0.11% Cobalt, 0.51% Nickel and 0.73% Manganese over a length of 1.6 kilometres and a width of up to 850 metres. *(This resource 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, refer ASX Announcement 8<sup>th</sup> March 2011: "Resource Upgrade", available to view on [www.conico.com.au](http://www.conico.com.au)).*

As well as the Cobalt-Nickel oxide resource, the Mt Thirsty joint venture tenements have potential for nickel sulphide mineralisation at greater depth within the same ultramafic sequence which hosts the near surface oxide deposit. Intersections of nickel sulphides up to 4m down hole at 3.5% Ni were made by the joint venture in 2010 (refer below).

#### Mt Thirsty Co-Ni Oxide Deposit

##### Metallurgical Testwork

A split from a bulk sample was provided to Metaleach Ltd for testing the amenability of Mt Thirsty oxide material to the proprietary ammonia based Ammleach<sup>®</sup> process for selective leaching of Ni and Co. It has been postulated that this process has the potential to recover significantly higher nickel than the agitated leach process recently developed for Mt Thirsty Co-Ni oxide ore. Initial results however were not encouraging.

At this stage closed tank agitated leaching with SO<sub>2</sub> still looks to be the most cost effective method to treat Mt Thirsty ore.

#### Nickel Sulphide Exploration

##### Ground EM Surveys

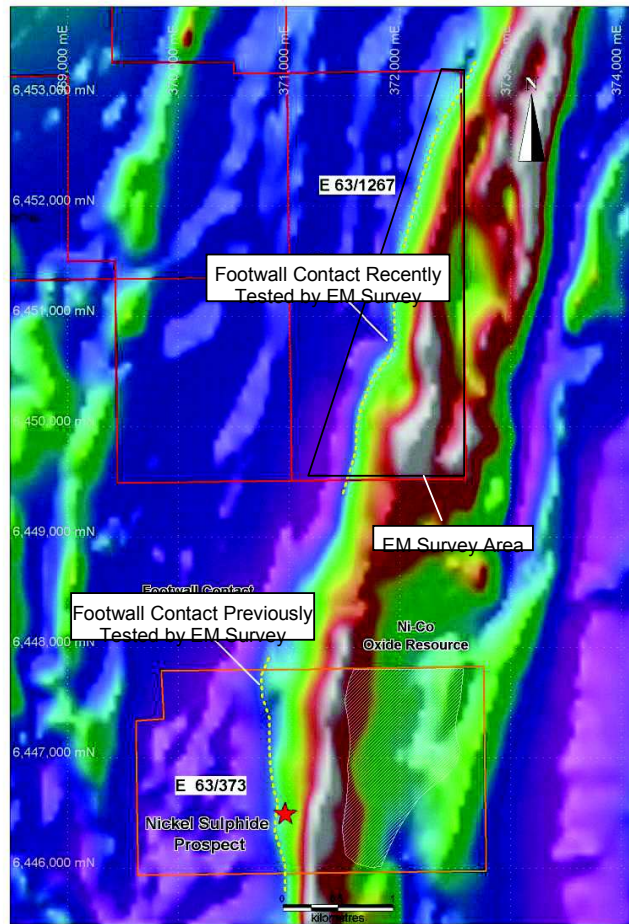
A 23.6 line kilometre MLEM survey over 19 lines was undertaken by GEM Geophysics over the NNE trending mafic-ultramafic-sediment sequence within E63/373 and E63/1267 (Figure 2). The survey was targeting conductors due to nickel sulphides associated with an interpreted basal footwall mafic-ultramafic contact or mafic-ultramafic rocks higher in the sequence.

The area tested is the strike extension of the sequence hosting the Mt Thirsty nickel sulphide prospect in E63/373 that has previously returned a number of strong but isolated Ni sulphide intersections up to 6 metres down hole @ 3.5% Ni and 2 metres @ 5.9% Ni in holes MTRC 15 and 22 respectively. *(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, refer ASX Announcements May-August 2010: available to view on [www.conico.com.au](http://www.conico.com.au)).*

The EM survey lines were mostly at 400m spacing and designed for a 200m by 200m loop. Readings were taken every 100m along each line. In some cases the line spacing was 300m to facilitate access along existing tracks to improve production rates in thick scrub. A number of conductors were delineated straddling the eastern tenement boundary. Results were modelled and interpreted by Spinifex Geophysics with the aim of identifying conductors representing potential massive sulphide accumulations.

##### Survey Results

A total of seven EM conductors were identified and modelled within E63/1267 (3 conductors) and E63/373 (4 conductors), (Figure 3). All conductors were prioritised based on their compliance with a number of primary criteria. Three of the conductors are rated Category-1 (MT002, MT004 & MT009; highest priority), three rated Category-2 (MT005, MT007 & MT008; high priority) and one rated category-4 (MT010; low priority). Category-2 conductors were downgraded due to their lower modelled conductivity but are generally well defined. Conductors ranked Category-1 and -2 warrant consideration as drill targets.



**Figure 2: Total Magnetic Intensity Image Showing Location of Nickel Sulphide Prospect and E63/1267 EM Survey Area**

**Future Exploration**

Recommendations for follow up work are based upon conductor quality and implied geological setting. All Category-1 conductors are recommended by Spinifex Geophysics for drill testing.

**Retention Licence**

A retention licence has been applied for over E63/373 which covers a large portion of the Mt Thirsty Co-Ni oxide resource. A new mining lease application will be lodged over this tenement once market conditions have improved.

**Corporate**

The Directors are exploring various options to advance the Mt Thirsty project as well as looking for other opportunities.



SPINIFEX GEOPHYSICS

Mt Thirsty MLEM survey

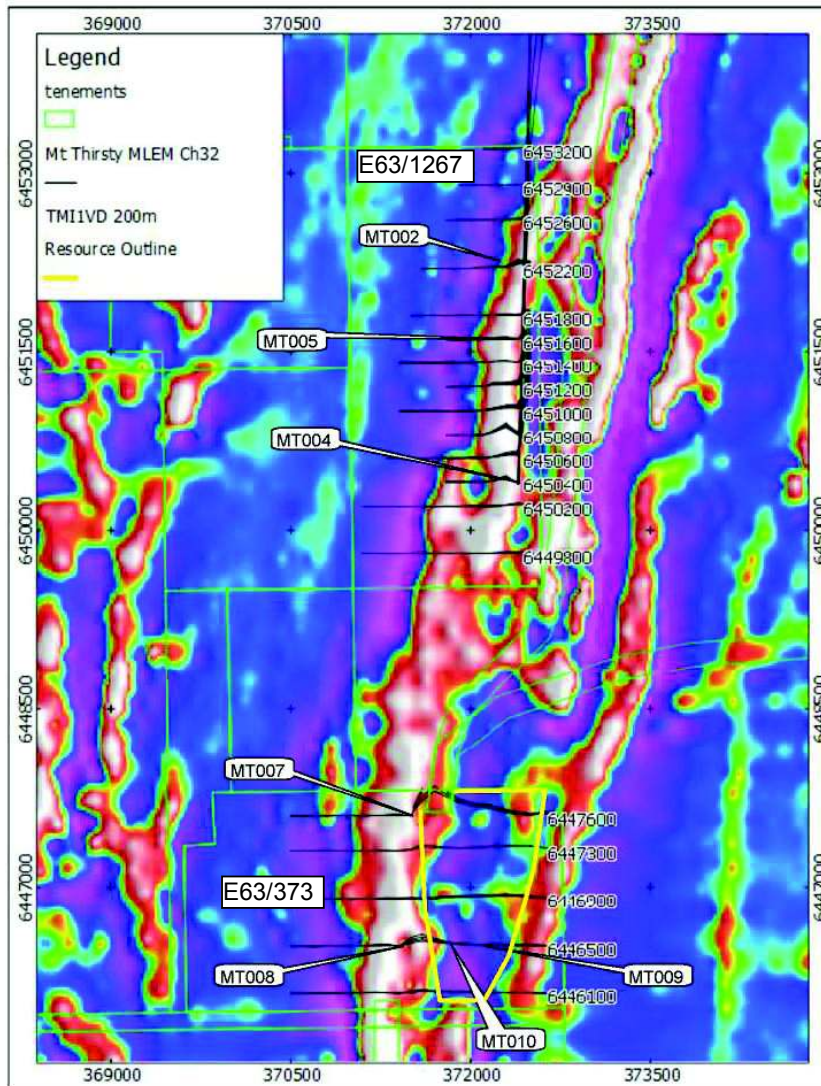


Figure 3: Stacked in-loop MLEM profiles and conductor locations over TMI-1VD aeromagnetic image.

**Disclaimer**

The interpretations and conclusions reached in this report are based on current geological theory and the best evidence available to the authors at the time of writing. It is the nature of all scientific conclusions that they are founded on an assessment of probabilities and, however high these probabilities might be, they make no claim for complete certainty. Any economic decisions that might be taken on the basis of interpretations or conclusions contained in this report will therefore carry an element of risk.

**Competent Persons Statement**

The information in this annual report that relates to Exploration Targets, Exploration Results and Mineral Resources is based on and fairly represents information compiled by Michael J Glasson and Robert N Smith, Competent Persons who are members of the Australian Institute of Geoscientists.

Mr Glasson and Mr Smith are full time employees of Tasman Resources Ltd and in this capacity act as part time consultants to Conico Ltd. Mr Glasson and Mr Smith hold shares in Conico Ltd.

Mr Glasson and Mr Smith have sufficient experience which is relevant to the style of mineralisation and type of the deposits under consideration and to the activity being undertaken to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Glasson and Mr Smith consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

## **CORPORATE GOVERNANCE STATEMENT**

### **The Board of Directors**

The Company's constitution provides that the number of directors shall not be less than three and not more than ten. There is no requirement for any share holding qualification.

As and if the Company's activities increase in size, nature and scope the size of the board will be reviewed periodically, and as circumstances demand.

The membership of the board, its activities and composition, is subject to periodic review. The criteria for determining the identification and appointment of a suitable candidate for the board shall include quality of the individual, background of experience and achievement, compatibility with other board members, credibility within the Company's scope of activities, intellectual ability to contribute to board's duties and physical ability to undertake board's duties and responsibilities.

Directors are initially appointed by the full board subject to election by shareholders at the next general meeting. Under the Company's constitution the tenure of a director (other than managing director, and only one managing director where the position is jointly held) is subject to reappointment by shareholders not later than the third anniversary following his or her last appointment. Subject to the requirements of the Corporation Act 2001, the board does not subscribe to the principle of retirement age and there is no maximum period of service as a director. A managing director may be appointed for any period and on any terms the directors think fit and, subject to the terms of any agreement entered into, may revoke the appointment.

The Board considers that the Company is not currently of a size, nor are its affairs of such complexity to justify the formation of separate or special committees at this time. The Board as a whole is able to address the governance aspects of the full scope of the Company's activities and to ensure that it adheres to appropriate ethical standards.

### **Role of the Board**

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

To fulfil this role, the board is responsible for oversight of management and the overall corporate governance statement of the Company including its strategic direction, establishing goals for management and monitoring the achievement of these goals.

### **Appointments to Other Boards**

Directors are required to take into consideration any potential conflicts of interest when accepting appointments to other boards.

### **Independent Professional Advice**

The Board has determined that individual directors have the right in connection with their duties and responsibilities as directors, to seek independent professional advice at the Company's expense. With the exception of expenses for legal advice in relation to director's rights and duties, the engagement of an outside adviser is subject to prior approval of the Chairman and this will not be withheld unreasonably.

### **Continuous Review of Corporate Governance**

Directors consider, on an ongoing basis, how management information is presented to them and whether such information is sufficient to enable them to discharge their duties as directors of the Company. Such information must be sufficient to enable the directors to determine appropriate operating and financial strategies for time to time in light of changing circumstances and economic conditions. The directors recognise that mineral exploration is an inherently risky business and that operational strategies adopted should, notwithstanding, be directed towards improving or maintaining the net worth of the Company.

### **ASX Principles of Good Corporate Governance**

The Board has reviewed its current practices in light of the ASX Principles of Good Corporate Governance and Best Practice Guidelines with a view to making amendments where applicable after considering the Company's size and the resources it has available.

As the Company's activities develop in size, nature and scope, the size of the board and the implementation of any additional formal corporate governance committees will be given further consideration.

The following table sets out the Company's present position with regard to adoption of these Principles.



ASX Principle	Reference/comment
---------------	-------------------

**Principle 1: Lay solid foundations for management and oversight**

1.1	Companies should establish the functions reserved to the board and those delegated to senior executives and disclose those functions.	The Company has not adopted this recommendation to formalise and disclose the functions reserved to the board and those delegated to management. The roles and functions within the Company must remain flexible in order for it to best function within its level of available resources.
1.2	Companies should disclose the process for evaluating the performance of senior executives.	The Company does not have any senior executives and as such has not developed a process for evaluating the performance of senior executives.
1.3	Companies should provide the information indicated in the Guide to Reporting on Principle 1.	See above.

**Principle 2: Structure the board to add value**

2.1	A majority of the board should be independent directors.	Due to the Company's size, nature and extent of operations, the Company has departed from this principle.
2.2	The chair should be an independent director.	Due to the Company's size, nature and extent of operations, the Company has departed from this principle.
2.3	The roles of chair and chief executive officer should not be exercised by the same individual.	The Company does not have a chief executive officer.
2.4	The board should establish a nomination committee.	Acting in its ordinary capacity from time to time as required, the board carries out the process of determining the need for, screening and appointing new directors. In view of the size and resources available to the Company, it is not considered that a separate nomination committee is warranted.
2.5	Companies should disclose the process for evaluating the performance of the board, its committees and individual directors.	Acting in its ordinary capacity, the board from time to time carries out the process of considering and determining performance issues. Whenever relevant, any such matters are reported to the ASX.
2.6	Companies should provide the information indicated in Guide to Reporting on Principle 2.	The skills and experience of directors are set out in the Company's Annual Report and on its website.

**Principle 3: Promote ethical and responsible decision-making**

3.1	Companies should establish a code of conduct and disclose the code or summary of the code as to: <ul style="list-style-type: none"> <li>the practices necessary to maintain confidence in the Company's integrity</li> <li>the practices necessary to take into account their legal obligations and the responsible expectations of their stakeholders</li> <li>the responsibility and accountability of individuals reporting or investigating reports of unethical practices.</li> </ul>	The Company has a Code of Conduct which can be viewed on the Company's website.
3.2	Companies should establish a policy concerning diversity and disclose the policy or a summary of that policy. The policy should include requirements for the board to establish measurable objectives for achieving gender diversity and for the board to assess annually both the objectives and progress in achieving them.	Due to the Company's size, nature and extent of operations, the company has departed from this principle.

3.3	Companies should disclose in each annual report the measurable objectives for achieving gender diversity set by the board in accordance with the diversity policy and progress towards achieving them.	Due to the Company's size, nature and extent of operations, the Company has departed from this principle.
3.4	Companies should disclose in each annual report the proportion of women employees in the whole organisation, women in senior executive positions and women on the board.	Conico does not have any women employees in the whole organisation, women in senior executive positions or women on the board.
3.5	Companies should provide the information indicated in Guide to Reporting on Principle 3.	See above.

**Principle 4: Safeguard integrity in financial reporting**

4.1	The board should establish an audit committee.	Due to the Company's size, nature and extent of operations, the company has departed from this principle. The Board itself is the forum that deals with this function.
4.2	The audit committee should be structured so that it: <ul style="list-style-type: none"> <li>• consists only of non-executive directors</li> <li>• consists of a majority of independent directors</li> <li>• is chaired by an independent chair, who is not the chair of the board</li> <li>• has at least three members</li> </ul>	See 4.1
4.3	The audit committee should have a formal charter.	See 4.1
4.4	Companies should provide the information indicated in the Guide to Reporting on Principle 4.	See 4.1

**Principle 5: Make timely and balanced disclosure**

5.1	Companies should establish written policies designed to ensure compliance with ASX Listing Rule disclosure requirements and to ensure accountability at a senior management level for that compliance and disclose those policies or a summary of those policies.	The Company has a Continuous Disclosure Policy which can be viewed on the Company's website.
5.2	Companies should provide the information indicated in the Guide to Reporting on Principle 5.	See above.

**Principle 6: Respect the rights of shareholders**

6.1	Companies should design and disclose a communications policy for promoting effective communication with shareholders and encourage their participation at general meetings and disclose their policy or a summary of that policy.	The Company has a Communications Policy which can be viewed on the Company's website.
6.2	Companies should provide the information indicated in Guide to Reporting on Principle 6.	See above.

**Principle 7: Recognise and manage risk**

7.1	Companies should establish policies for the oversight and management of material business risks and disclose a summary of those policies.	Due to the size and nature of the Company, the Company does not have formalised policies on risk management. The board recognises its responsibility for identifying areas of material business risk and for ensuring that arrangements are in place for adequately managing these risks. This issue is regularly reviewed at board meetings and risk management culture is encouraged amongst employees and contractors.
7.2	The board should require management to design and implement the risk management and internal control system to manage the company's material business risks and report to it on whether those risks are being managed effectively. The board should disclose that management has reported to it as to the effectiveness of the company's management of its material business risks.	Due to the size and nature of the Company, the Company does not have a formalised risk management and internal control system. The board recognises its responsibility for identifying areas of material business risk and for ensuring that arrangements are in place for adequately managing these risks. This issue is regularly reviewed at board meetings and risk management culture is encouraged amongst employees and contractors.
7.3	The board should disclose whether it has received assurance from the chief executive officer (or equivalent) and the chief financial officer (or equivalent) that the declaration provided in accordance with section 295A of the Corporations Act 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.	The Executive Chairman and the Chief Financial Officer make this assurance to the board.
7.4	Provide information indicated in Guide to Reporting on Principle 7.	See above.

**Principle 8: Remunerate fairly and responsibly**

8.1	The board should establish a remuneration committee.	Due to the size and nature of the Company, the Company does not have a remuneration committee. The Company's Constitution allows for a maximum amount per annum to be paid to non-executive directors, any changes to the annual amount must be approved at a General Meeting of members of the Company.
8.2	The remuneration committee should be structured so that it: <ul style="list-style-type: none"> <li>• consists of a majority of independent directors</li> <li>• is chaired by an independent chair</li> <li>• has at least three members.</li> </ul>	See 8.1
8.3	Companies should clearly distinguish the structure of non-executive directors remuneration from that of executives.	See 8.1
8.4	Companies should provide information indicated in ASX Guide to Reporting on Principle 8.	No schemes exist for retirement benefits for non-executive directors other than statutory superannuation.



## **DIRECTORS' REPORT**

The directors present their report together with the consolidated financial statements of the Group comprising Conico Ltd (the Company) and its controlled entity and the Group's interest in a joint venture for the financial year ended 30 June 2014.

### **Directors**

The names of directors in office at any time during or since the end of the year are:

**Gregory H Solomon**

**Douglas H Solomon**

**Guy T Le Page**

**James B Richardson**

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

### **Company Secretary**

The following person held the position of Company Secretary at the end of the financial year:

Mr Aaron P Gates has worked for Conico Ltd for the past 6 years. He is a Chartered Accountant and Chartered Secretary, has completed a Bachelor of Commerce (Curtin University) with majors in accounting and business law and completed a Diploma of Corporate Governance. Prior to joining Conico he worked in public practice in audit and corporate finance roles.

### **Principal Activities**

The principal activity of the Group during the financial year ended 30th June 2014 was mineral exploration for cobalt, nickel and manganese.

There were no significant changes in the nature of the activities of the Group during the year.

### **Operating Results**

The loss of the Group after providing for income tax amounted to \$426,798 (2013: \$688,464).

### **Dividends Paid or Recommended**

No dividends were paid or declared for payment during the year.

### **Review of Mineral Exploration Operations**

A review of the operations of the Group during the year ended 30 June 2014 is set out in the Review of Operations on Page 5.

### **Financial position**

The net assets of the Group have decreased by \$426,798 from 30 June 2013 to \$13,728,614 in 2014. This decrease has largely resulted from the loss posted during the year.

### **Significant Changes in State of Affairs**

In the opinion of the directors, other than disclosed elsewhere in this report, there were no significant changes in the state of affairs of the Group that occurred during the year.

### **After Balance Date Events**

No matters or circumstances have arisen since the end of the financial year which 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.

### **Future Developments, Prospects and Business Strategies**

The Group proposes to continue with its exploration program as detailed in the Review of Operations.

### **Environmental Issues**

The Group is the subject of environmental regulation with respect to mining exploration and will comply fully with all requirements with respect to rehabilitation of exploration sites.

**Information on Directors****Gregory H Solomon**

Non-Executive Chairman

Qualifications

**LLB**

Experience

Appointed chairman March 2006. Board member since March 2006. A solicitor with more than 30 years of Australian and international experience in a wide range of areas including mining law, commercial negotiation (including numerous mining and exploration joint ventures) and corporate law. He is a partner in the Western Australian legal firm, Solomon Brothers and has previously held directorships of various public companies since 1984 including two mining/exploration companies.

Interest in Shares and Options

500,000 Ordinary Shares

Directorships held in other listed entities

Eden Energy Ltd  
Tasman Resources Ltd**Douglas H Solomon**

Non-Executive

Qualifications

**BJuris LLB (Hons)**

Experience

Board member since 30 March 2006. A Barrister and Solicitor with more than 20 years' experience in the areas of mining, corporate, commercial and property law. He is a partner in the legal firm, Solomon Brothers.

Interest in Shares and Options

350,000 Ordinary Shares

Directorships held in other listed entities

Eden Energy Ltd  
Tasman Resources Ltd**Guy T Le Page**

Non-Executive

Qualifications

**B.A., B.Sc. (Hons), M.B.A., F.FIN., MAusIMM**

Experience

Board member since 30 March 2006. Currently a corporate adviser specialising in resources. He is actively involved in a range of corporate initiatives from mergers and acquisitions, initial public offerings to valuations, consulting and corporate advisory roles. He previously spent 10 years as an exploration and mining geologist in Australia, Canada and the United States. His experience spans gold and base metal exploration and mining geology and he has acted as a consultant to private and public companies.

Interest in Shares and Options

13,715,279 Ordinary Shares

Directorships held in other listed entities

Eden Energy Ltd	Palace Resources Ltd
Tasman Resources Ltd	Red Sky Energy Ltd
Soil Sub Technologies Ltd	AXG Mining Ltd

**James B Richardson**

Non-Executive

Qualifications

**Dip, Fin Plan**

Experience

Board member since 11 November 2008. Currently a corporate advisor where he has been actively involved in a range of corporate activities, including the development, documentation, negotiation and marketing of a number of successful financial instruments for various companies encompassing various sectors of the investment market. He has also been employed as a specialist business development executive in some of the more successful national financial services organisations. Additionally, he has extensive experience in evaluating investment opportunities, structuring projects and negotiating financial transactions to meet the expectations of the investment market.

Interest in Shares and Options

16,158,888 Ordinary Shares

Directorships held in other listed entities

None

### Remuneration Report (Audited)

This report details the nature and amount of remuneration for each director of Conico Ltd, and for the executives receiving the highest remuneration.

#### Remuneration Policy

The remuneration policy of Conico Ltd has been designed to align director and executive objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives based on key performance areas affecting the company's financial results. The board believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best executives and directors to run and manage the company, as well as create goal congruence between directors, executives and shareholders.

The board's policy for determining the nature and amount of remuneration for board members and senior executives of the company is as follows:

All executives receive a base salary (which is based on factors such as length of service and experience), superannuation, fringe benefits and options. Executives are also entitled to participate in the employee share and option arrangements. All directors and executives receive a superannuation guarantee contribution where required by the government, which is currently 9.5%, and do not receive any other retirement benefits.

All remuneration paid to directors and executives is valued at the cost to the company and expensed. Options are valued using the Black-Scholes methodology and other market based pricing. The board policy is to remunerate non-executive directors at market rates for time, commitment and responsibilities. The Group does not have a policy on directors hedging their shares.

The maximum aggregate amount of fees that can be paid to non-executive directors is subject to approval by shareholders at the Annual General Meeting. Fees for non-executive directors are not linked to the performance of the company. However, to align directors' interests with shareholder interests, the directors are encouraged to hold shares in the company and are able to participate in the employee option plan.

#### Details of Remuneration for Year Ended 30 June 2014

The remuneration for each director and each of the executive officers of the Group during the year was as follows:

#### Key Management Personnel Remuneration –

Key Management Person	Short-term Benefits			Post-employment benefits Super-annuation	Other long-term benefits Other	Termination Benefits Other	Share-based payments		Total	Performance Related
	Salary and Fees	Cash profit share	Non-cash benefit				Equity	Options		
	\$	\$	\$	\$	\$	\$	\$	\$	\$	%
<b>2014</b>										
Gregory H Solomon	75,000	-	-	6,938	-	-	-	-	81,938	-
Douglas H Solomon	24,000	-	-	2,220	-	-	-	-	26,220	-
Guy T Le Page	24,000	-	-	2,220	-	-	-	-	26,220	-
James B Richardson	24,000	-	-	2,220	-	-	-	-	26,220	-
Aaron P Gates	(i)	-	-	-	-	-	-	-	-	-
	147,000	-	-	13,598	-	-	-	-	160,598	-
<b>2013</b>										
Gregory H Solomon	75,000	-	-	6,750	-	-	-	-	81,750	-
Douglas H Solomon	24,000	-	-	2,160	-	-	-	-	26,160	-
Guy T Le Page	24,000	-	-	2,160	-	-	-	-	26,160	-
James B Richardson	24,000	-	-	2,160	-	-	-	-	26,160	-
Aaron P Gates	(i)	-	-	-	-	-	-	-	-	-
	147,000	-	-	13,230	-	-	-	-	160,230	-

(i) - These management personnel are remunerated by Princebrook Pty Ltd under the Princebrook Management Services Contract.



### Options issued as part of remuneration for the year ended 30 June 2014

No options were issued to directors and employees as part of their remuneration during the year and no shares were issued upon the exercise of options granted as remuneration.

#### <End of Remuneration Report>

### Directors Meetings

During the financial year, no meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Gregory H Solomon	-	-
Douglas H Solomon	-	-
Guy T Le Page	-	-
James B Richardson	-	-

### Indemnifying Officers or Auditor

The company has arranged for an insurance policy to insure the directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of director of the company, other than conduct involving a wilful breach of duty in relation to the company. The total premium payable is approximately \$10,970.

### Proceedings on Behalf of Group

No person has applied for leave of Court to bring proceedings on behalf of the Group or intervene in any proceedings to which the Group is a party for the purpose of taking responsibility on behalf of the Group for all or any part of those proceedings. The Group was not a party to any such proceedings during the year.

### Options

During the year, the Company issued 1,000,000 options exercisable at \$0.03 expiring on 31 December 2014 and 5,501,000 options exercisable at \$0.08 expiring on 31 December 2016. The options are not listed on the ASX.

At the date of this report, the unissued ordinary shares of Conico Ltd under option are as follows:

Grant Date	Date of Expiry	Exercise Price	Number under Option
12 July 2013	31 December 2014	\$0.03	1,000,000
12 July 2013	31 December 2016	\$0.08	5,501,000
			6,501,000

During the year ended 30 June 2014, no ordinary shares of Conico Ltd were issued on the exercise of options granted under the Conico Ltd Employee Share Option Plan. No shares have been issued since that date.

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of any other body corporate.

### Non-audit Services

The board of directors is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001*. The directors are satisfied that the services disclosed below did not compromise the external auditor's independence for the following reasons:

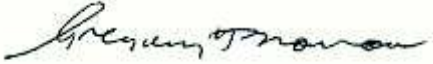
- all non-audit services are reviewed and approved prior to commencement to ensure they do not adversely affect the integrity and objectivity of the auditor; and
- the nature of the services provided do not compromise the general principles relating to auditor independence in accordance with APES 110: Code of Ethics for Professional Accountants set by the Accounting Professional and Ethical Standards Board.

No fees for non-audit services were paid/payable to the external auditors during the year ended 30 June 2014.

**Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2014 has been received and can be found on page 17.

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

A handwritten signature in black ink, appearing to read 'Gregory H Solomon', written over a light yellow rectangular background.

Gregory H Solomon  
Chairman

Dated this 24<sup>th</sup> day of September 2014

**Auditor's independence declaration under section 307C of the Corporations Act 2001**

To the directors of Conico Ltd

I declare that, to the best of my knowledge and belief, in relation to the audit for the financial year ended 30 June 2014 there have been:

- (i) no contraventions of the auditor's 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.

NPAS

**Nexia Perth Audit Services Pty Ltd**

PTC Klopper

**PTC Klopper**  
*Director*

Perth, 24 September 2014



**CONSOLIDATED STATEMENT OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME FOR YEAR ENDED 30 JUNE 2014**

	Note	Consolidated	
		2014 \$	2013 \$
Other Income	2	5,849	8,731
Accounting and audit		(26,820)	(25,137)
Administrative expenses		(37,534)	(43,267)
Depreciation and amortisation		(3,220)	(4,028)
Due diligence expense	3	-	(239,375)
Key management remuneration	5(d)	(160,598)	(160,230)
Legal and other consultants		(12,739)	(35,492)
Management fees		(194,670)	(194,670)
Profit on sale of exploration assets	3	-	10,442
Other expenses		(14,183)	(16,542)
Loss before income tax		(443,915)	(699,568)
Income tax benefit	4	17,117	11,104
Loss for the year		(426,798)	(688,464)
 <b>Other Comprehensive Income</b>			
Items that may be reclassified to profit or loss:			
Revaluations of financial assets		-	-
Income tax relating to comprehensive income		-	-
Total other comprehensive income		-	-
 <b>Total Comprehensive Loss attributable to members of the parent entity, net of tax</b>			
		(426,798)	(688,464)
 Basic/Diluted loss per share (cents per share)			
	7	(0.32)	(0.53)

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2014**

	Note	Consolidated	
		2014 \$	2013 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	8	35,238	94,984
Trade and other receivables	9	9,250	11,420
<b>TOTAL CURRENT ASSETS</b>		<b>44,488</b>	<b>106,404</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	10	16,187	19,407
Exploration and evaluation	11	14,696,329	14,658,139
<b>TOTAL NON-CURRENT ASSETS</b>		<b>14,712,516</b>	<b>14,677,546</b>
<b>TOTAL ASSETS</b>		<b>14,757,004</b>	<b>14,783,950</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	14	638,390	278,538
Non-interest bearing liabilities	22a	40,000	-
Interest bearing liabilities	15	100,000	100,000
<b>TOTAL CURRENT LIABILITIES</b>		<b>778,390</b>	<b>378,538</b>
<b>NON-CURRENT LIABILITIES</b>			
Provisions	16	250,000	250,000
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>250,000</b>	<b>250,000</b>
<b>TOTAL LIABILITIES</b>		<b>1,028,390</b>	<b>628,538</b>
<b>NET ASSETS</b>		<b>13,728,614</b>	<b>14,155,412</b>
<b>EQUITY</b>			
Issued capital	17	16,799,457	16,799,457
Reserves	18	477,450	477,450
Accumulated losses		(3,548,293)	(3,121,495)
<b>TOTAL EQUITY</b>		<b>13,728,614</b>	<b>14,155,412</b>

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR YEAR ENDED 30 JUNE 2014**

**Consolidated Group**

	<b>Ordinary Share Capital</b>	<b>Option Reserve</b>	<b>Retained Earnings</b>	<b>Total</b>
	\$	\$	\$	\$
<b>Balance at 30 June 2012</b>	16,618,474	477,450	(2,433,031)	14,662,893
Shares issued during the year	180,983	-	-	180,983
Net loss for the year	-	-	(688,464)	(688,464)
Other comprehensive Income	-	-	-	-
<b>Balance at 30 June 2013</b>	16,799,457	477,450	(3,121,495)	14,155,412
Shares issued during the year	-	-	-	-
Net loss for the year	-	-	(426,798)	(426,798)
Other comprehensive Income	-	-	-	-
<b>Balance at 30 June 2014</b>	16,799,457	477,450	(3,548,293)	13,728,614

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 30 JUNE 2014**

	Note	Consolidated	
		2014 \$	2013 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers		25,768	13,133
Payments to suppliers and employees		(87,972)	(527,205)
Interest received		648	4,138
Net cash provided by (used in) operating activities	23	<u>(61,556)</u>	<u>(509,934)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Exploration and evaluation expenditure		(38,190)	(43,556)
Proceeds from sale of tenements		-	20,000
Net cash provided by (used in) investing activities		<u>(38,190)</u>	<u>(23,556)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from borrowings		40,000	100,000
Proceeds from issue of shares		-	180,983
Net cash provided by (used in) financing activities		<u>40,000</u>	<u>280,983</u>
Net increase / (decrease) in cash held		(59,746)	(252,507)
Cash at beginning of financial year		94,984	347,491
Cash at end of financial year	8	<u>35,238</u>	<u>94,984</u>

The accompanying notes form part of these financial statements.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, including Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*. The financial report of Conico Limited and controlled entities complies with all International Financial Reporting Standards (IFRS) in their entirety.

The financial report covers the consolidated group of Conico Ltd (formerly Fission Energy Ltd) and controlled entities as at and for the year ended 30 June 2014. Conico Ltd is a listed public company, incorporated and domiciled in Australia. The Group is a for-profit entity and primarily is involved in mineral exploration for cobalt and nickel.

The following is a summary of the material accounting policies adopted by the group in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

#### **Basis of Preparation**

The accounting policies set out below have been consistently applied to all years presented.

#### *Reporting Basis and Conventions*

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied. These consolidated financial statements are presented in Australian dollars, which is the Group's functional currency.

#### *Going Concern*

These financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities the realisation of assets and extinguishment of liabilities in the ordinary course of business.

The Group has reported a net loss for the year of \$426,798 (2013: \$688,464) and a cash outflow from operating activities of \$61,556 (2013: \$509,934). The Group also had a net working capital deficit of \$733,902 at 30 June 2014 (30 June 2013: deficit of \$272,134). Included in current liabilities are amounts owed to related parties totalling \$748,793 which do not become payable until the company has raised sufficient funds to pay all outstanding debts and continue as a going concern after the related party debt have been repaid.

The directors are confident that the Group, subject to being able to raise further capital, will be able to continue its operations as a going concern. Without such capital, the net loss for the year and the cash outflow from operating activities indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern. The directors also carefully manage discretionary expenditure in line with the Group's cash flow.

The continuing applicability of the going concern basis of accounting is dependent upon the Group's ability to source additional finance. Unless additional finance is received the Group may need to realise assets and settle liabilities other than in the normal course of business and at amounts which could differ from the amounts at which they are stated in these financial statements.

#### **Accounting Policies**

##### **a. Principles of Consolidation**

A controlled entity is any entity Conico Ltd is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. A list of controlled entities is contained in Note 13 to the financial statements. All controlled entities have a June financial year-end.

All inter-company balances and transactions between entities in the consolidated group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of controlled entities have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

##### **b. Interests in a Joint Operation**

The consolidated financial statements include the assets that the Group controls and the liabilities that it incurs in the course of pursuing the joint operation and the expenses that the Group incurs and its share of the income that it earns from the joint operation. Details of the consolidated group's interests are shown at Note 12.

##### **c. Income Tax**

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**c. Income Tax Continued**

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred tax assets are recognised for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future tax profits will be available against which they can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the group will derive sufficient future assessable income to enable the benefit to be realised.

The R&D tax offset is recognised upon receipt.

**d. Employee benefits**

Short-term benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

Obligations for contributions for defined contribution plans are recognised as an employee benefits expense in the profit and loss in the periods which related services are rendered by employees.

**e. Property, Plant and Equipment**

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The depreciation rates used for each class of depreciable assets are: Plant and equipment 15.00–50.00%

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in profit or loss.

**f. Exploration and Evaluation Expenditure**

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward where right of tenure is current and to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area 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.

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Any changes in the estimates for the costs are accounted on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation.

**g. Impairment of Non-financial Assets**

At each reporting date, the Group reviews the carrying values of its non-financial / tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

**h. Cash and cash equivalents**

Cash comprises current deposits with banks.

**i. Equity-settled compensation**

The company operates a number of share-based compensation plans. These include both a share option arrangement and an employee share scheme. The bonus element over the exercise price of the employee services rendered in exchange for the grant of shares and options is recognised as an expense in the income statement. The total amount to be expensed over the vesting period is determined by reference to the fair value of the shares of the options granted, with a corresponding increase in equity.

**j. Financial Instruments**

**Recognition**

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

**Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

**Compound financial instruments**

Compound financial instruments issued by the Company comprise convertible notes that can be converted to share capital at the option of the holder, and the number of shares to be issued varies with changes in their fair value.

The liability component of a compound financial instrument is recognised initially at the fair value of a similar liability that does not have an equity conversion option. The derivative component is recognised initially at the difference between the fair value of the compound financial instrument as a whole and the fair value of the liability component. Any directly attributable transaction costs are allocated to the liability and derivative components in proportion to their initial carrying amounts.

Subsequent to initial recognition, the liability component of a compound financial instrument is measured at amortised cost using the effective interest method. The derivative component of a compound financial instrument is remeasured at each reporting date and changes in fair value are taken to profit or loss.

Interest, dividends, losses and gains relating to the financial liability are recognised in profit or loss. On conversion, the financial liability is reclassified to equity, no gain or loss is recognised on conversion.

**Impairment**

At each reporting date, the Group assesses at a specific asset level whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the income statement.

**k. Provisions**

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

**l. Revenue**

Revenue from the sale of goods is recognised upon delivery of goods to customers. Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

**m. Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

**n. New accounting standards and interpretations**

AASB 10 Consolidated Financial Statements, AASB 11 Joint Arrangements, AASB 12 Disclosure of Interests in Other Entities (2011), AASB 2011-4 Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements and AASB 13 Fair Value Measurement (2011).

These standards were adopted on 1 July 2013 and have been applied in preparing these consolidated financial statements. The adoption of these standards had no impact on the Group's financial assets and financial liabilities.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

## NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

o. **Segment reporting**

Segment results that are reported to the Group's board of directors (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

p. **Ordinary shares**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity.

q. **New accounting standards and interpretations not yet adopted**

A number of new standards and amendments to standards are effective for annual periods beginning after 1 July 2013, 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*, AASB 1031 *Materiality*, and AASB 2013-9 *Amendments to Australian Accounting Standards – Conceptual Framework, Materiality and Financial Instruments*.

r. **Key estimates – Exploration and Evaluation**

The Group's policy for exploration and evaluation is discussed in Note 1(f). The application of this policy requires management to make certain assumptions as to future events and circumstances. Any such estimates and assumptions may change as new information becomes available. At the date of this report the Group has sufficient reason to believe:

- rights to explore in specific areas, once expired, will be renewed;
- substantive expenditure on further exploration and evaluation in specific areas has been budgeted;
- exploration in specific areas is ongoing and the entity has not decided to discontinue such activities; and
- no specific sufficient data exists that indicates that the carrying amount of the exploration and evaluation asset is unlikely to be recovered.

The consolidated financial statements were authorised for issue on 24 September 2014 by the board of directors.

	Note	2014 \$	2013 \$
NOTE 2: OTHER INCOME			
— interest received		648	4,138
— sale of goods / services		5,201	4,593
Total Revenue		5,849	8,731

## NOTE 3: LOSS FOR THE YEAR

— Profit on sale of exploration assets	3a	-	10,442
— Due diligence expense	3b	-	(239,375)
a.	Relates to the sale of Conico's interest in a number of South Australian and Western Australian tenements.		
b.	Relates to due diligence expense on the acquisition of a Cambodian gold project which did not proceed.		

## NOTE 4: INCOME TAX BENEFIT

- a. The prima facie tax on loss from ordinary activities before income tax is reconciled to the income tax as follows:

Prima facie tax payable on loss from ordinary activities before income tax at 30% (2013: 30%)		(133,139)	(206,539)
Add tax effect of:			
— Non-deductible expenses		-	71,812
— Current year temporary differences not recognised		94,438	(40,945)
— Current year tax losses not recognised		38,701	175,672
Less tax effect of:			
— Prior year research and development benefit		(17,117)	(11,104)
Income tax expense / (benefit)		(17,117)	(11,104)

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

## NOTE 4: INCOME TAX EXPENSE CONTINUED

	2014 \$	2013 \$
b. Components of deferred tax		
Unrecognised deferred tax asset - losses	1,756,090	1,696,289
Unrecognised deferred tax asset – provisions and accruals	248,184	141,458
Unrecognised deferred tax liabilities – exploration and evaluation	(1,001,051)	(989,584)
Unrecognised deferred tax liabilities – capital raising costs	(232,572)	(227,475)
Net Unrecognised deferred tax assets	<u>770,651</u>	<u>620,688</u>

Deferred tax assets have not been brought to account as it is not probable within the immediate future that tax profits will be available against which deductible temporary differences and tax losses can be utilised. The benefit of the tax losses will only be obtained if the Group complies with conditions imposed by the tax legislation in Australia.

## NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION

**a. Names and positions held of key management personnel in office at any time during the financial year:**

Key Management Person	Position
Gregory H Solomon	Executive Chairman
Douglas H Solomon	Non-Executive Director
Guy T Le Page	Non-Executive Director
James B Richardson	Non-Executive Director
Aaron P Gates	Company Secretary/CFO

Key management personnel remuneration is included in the Remuneration Report of the Directors' Report.

**b. Options and Rights Holdings**

## Number of Options Held by Key Management Personnel

	Balance 1.7.2013	Granted as Compen- sation	Options Exercised	Net Change Other*	Balance 30.6.2014	Total Vested 30.6.2014	Total Exer- cisable 30.6.2014	Total Unexer- cisable 30.6.2014
Gregory H Solomon	-	-	-	-	-	-	-	-
Douglas H Solomon	-	-	-	-	-	-	-	-
Guy T Le Page	-	-	-	-	-	-	-	-
James B Richardson	-	-	-	-	-	-	-	-
Aaron P Gates	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-

\* Net Change Other refers to options purchased, sold or lapsed during the financial year.

**c. Shareholdings**

## Number of Shares held by Key Management Personnel

	Balance 30.6.2013	Received as Compen- sation	Options Exercised	Net Change Other*	Balance 30.6.2014
Gregory H Solomon	500,000	-	-	-	500,000
Douglas H Solomon	350,000	-	-	-	350,000
Guy T Le Page	14,654,524	-	-	(939,245)	13,715,279
James B Richardson	16,158,888	-	-	-	16,158,888
Aaron P Gates	-	-	-	-	-
Total	<u>31,663,412</u>	-	-	<u>(939,245)</u>	<u>30,724,167</u>

\*Net Change Other refers to options purchased, sold or lapsed during the financial year.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

	2014 \$	2013 \$
<b>NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION CONTINUED</b>		
<b>d. Remuneration</b>		
Refer to disclosures contained in the Remuneration Report section of the Directors' Report. The totals of remuneration paid to key management personnel of the Group during the year are as follows:		
Short-term employee benefits	147,000	147,000
Post-employment benefits	13,598	13,230
Other long-term benefits	-	-
Termination benefits	-	-
Share based payments	-	-
Total	160,598	160,230
<b>NOTE 6: AUDITOR'S REMUNERATION</b>		
Remuneration of the auditor for:		
— auditing or reviewing the financial report	18,600	18,000
<b>NOTE 7: LOSS PER SHARE</b>		
<b>a. Reconciliation of loss to profit or loss</b>		
Profit/(loss)	(426,798)	(688,464)
Loss used to calculate basic EPS	(426,798)	(688,464)
<b>b. Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS</b>		
	132,431,258	129,628,009
The share options on issue are not potentially dilutive shares.		
<b>NOTE 8: CASH AND CASH EQUIVALENTS</b>		
Cash at bank	35,238	94,984
	35,238	94,984
<b>Reconciliation of cash</b>		
Cash at the end of the financial year as shown in the consolidated statement of cash flows is reconciled to items in the balance sheet as follows:		
Cash and cash equivalents	35,238	94,984
	35,238	94,984
<b>NOTE 9: TRADE AND OTHER RECEIVABLES</b>		
Other receivables	9,250	11,420
	9,250	11,420



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

	2014 \$	2013 \$
NOTE 10: PROPERTY, PLANT AND EQUIPMENT		
Equipment:		
At cost	60,757	60,757
Accumulated depreciation	(44,570)	(41,350)
Total Plant and Equipment	<u>16,187</u>	<u>19,407</u>

**a. Movements in Carrying Amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

Opening balance	19,407	23,435
Depreciation expense	(3,220)	(4,028)
Closing balance	<u>16,187</u>	<u>19,407</u>

**b. Impairment losses**

The total impairment loss recognised in the consolidated statement of profit or loss and other comprehensive income during the current year amounted to \$Nil (2013: Nil).

	2014 \$	2013 \$
NOTE 11: EXPLORATION AND EVALUATION		
Balance at the beginning of the financial year	14,658,139	14,624,141
Expenditure incurred during the year	38,190	43,556
Impairment losses	-	-
Exploration interest disposed of during the year	-	(9,558)
Balance at the end on the financial year	<u>14,696,329</u>	<u>14,658,139</u>

Recoverability of the carrying amount of exploration assets is dependent on the successful exploration and sale of the minerals. Capitalised costs amounting to \$38,190 (2013: \$43,556) have been included in cash flows from investing activities in the statement of cash flows for the consolidated entity.

**NOTE 12: JOINT OPERATION**

A controlled entity, Meteore Metals Pty Ltd, has a 50% interest in the Mt Thirsty Joint Venture, whose principal activity is the exploration and the development of the Mt Thirsty nickel, cobalt and manganese project. The consolidated financial statements include the assets that the Group controls and the liabilities that it incurs in the course of pursuing the joint operation and the expenses that the Group incurs and its share of the income that it earns from the joint operation.

## Share of joint operation results and financial position

Current Assets	909	4,924
Non-Current Assets	2,245,105	2,206,984
Total Assets	<u>2,246,014</u>	<u>2,211,908</u>
Current Liabilities	3,242	16,742
Total Liabilities	<u>3,242</u>	<u>16,742</u>
Revenues	2,806	1,405
Expenses	(5,200)	(4,756)
Profit / (Loss) before income tax	(2,394)	(3,351)
Income tax expense	-	-
Profit / (Loss) after income tax	<u>(2,394)</u>	<u>(3,351)</u>

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

## NOTE 13: CONTROLLED ENTITIES

Controlled Entities Consolidated	Country of Incorporation	Percentage Owned (%)*	
		2014	2013
Meteore Metals Pty Ltd	Australia	100	100

\* Percentage of voting power is in proportion to ownership

	2014 \$	2013 \$
NOTE 14: TRADE AND OTHER PAYABLES		
Trade payables	61,110	57,104
Sundry payables and accrued expenses	577,280	221,434
	<u>638,390</u>	<u>278,538</u>

## NOTE 15: INTEREST BEARING LIABILITIES

Interest bearing liabilities relate to 100,000 convertible notes in the Company pursuant to a convertible note deed made 30 April 2013 between the Company and Tasman Resources Ltd, each having a face value of \$1.00 and convertible into Shares. The Convertible Notes bear interest at the rate of nine per cent (9%) per annum on the Subscription Sum outstanding from time to time, which interest is payable in cash monthly in arrears. The conversion price is the price that is 85% of the volume weighted average market price of the Company's Shares on ASX calculated over the last 5 days on which sales were recorded on ASX before the date of the Conversion Notice.

	2014 \$	2013 \$
NOTE 16: PROVISIONS		
NON-CURRENT		
Other	250,000	250,000
	<u>250,000</u>	<u>250,000</u>

A provision of \$250,000 has been recognised in relation to the Group's 50% share of the liability to pay the original owners of the Mt Thirsty project \$500,000 upon the commencement of mining on the tenements. The directors believe this will not become due for at least a couple of years. This amount has not been recorded at present value as a timeframe for discounting is not determinable.

## NOTE 17: ISSUED CAPITAL

	2014 \$	2013 \$
132,431,258 (2013: 132,431,258) ordinary shares	<u>16,799,457</u>	<u>16,799,457</u>

	2014 No.	2013 No.	2014 \$	2013 \$
<b>a. Ordinary shares</b>				
At the beginning of reporting period	132,431,258	126,930,258	16,799,457	16,618,474
Shares issued during the year	-	5,501,000	-	180,983
At reporting date	<u>132,431,258</u>	<u>132,431,258</u>	<u>16,799,457</u>	<u>16,799,457</u>

On 3 January 2013 the company issued 5,501,000 ordinary shares at \$0.035 each to raise working capital.

Ordinary shares participate in dividends and the proceeds of winding up in proportion to the number of shares held. At the shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands. The Company has no authorised share capital or par value. All issued shares are fully paid.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

## NOTE 17: ISSUED CAPITAL CONTINUED

	2014	2013
<b>b. Options</b>		
At the beginning of reporting period	-	4,388,888
Issued during the year	6,501,000	-
Options lapsed prior year	-	(4,388,888)
<b>At reporting date</b>	6,501,000	-

On 22 July 2013 the company issued free 6,501,000 options as part of a capital raising.

**c. Capital Management**

Management controls the working capital of the Company in order to maximise the return to shareholders and ensure that the Company can fund its operations and continue as a going concern. Management effectively manages the Company's capital by assessing the Company's financial risks and adjusting its capital structure in responses to changes in these risks and in the market. These responses include the management of expenditure and debt levels, distributions to shareholders and share and option issues. There have been no changes in the strategy adopted by management to control the capital of the Company since the prior year.

## NOTE 18: RESERVES

**a. Option Reserve**

The option reserve records items recognised as expenses on valuation of share options.

**b. Financial Asset Reserve**

The financial asset reserve records revaluations of non-current assets. Under certain circumstances dividends can be declared from this reserve.

## NOTE 19: PARENT COMPANY INFORMATION

	2014 \$	2013 \$
<b>a. Parent Entity</b>		
<b>Assets</b>		
Current assets	39,576	96,939
Non-current assets	14,038,441	14,008,162
Total Assets	14,078,017	14,105,101
<b>Liabilities</b>		
Current liabilities	775,148	360,476
Non-current liabilities	-	-
Total liabilities	775,148	360,476
<b>Equity</b>		
Issued capital	16,799,457	16,799,457
Accumulated losses	(3,974,038)	(3,532,282)
<b>Reserves</b>		
Option reserve	477,450	477,450
Total reserves	477,450	477,450
<b>Financial performance</b>		
Profit / (Loss) for the year	(441,753)	(700,451)
Other comprehensive income	-	-
Total comprehensive loss	(441,753)	(700,451)

**Contingent Liabilities and Commitments**

The Directors are not aware of any contingent liabilities or capital commitments as at 30 June 2014.

**Guarantees in respect of the debts of its subsidiaries**

There are no parent entity guarantees in respect of the debts of its subsidiary at year end.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

## NOTE 20: CAPITAL AND LEASING COMMITMENTS

	2014 \$	2013 \$
<b>a. Capital Expenditure Commitments</b>		
Payable:		
— not later than 12 months	-	-
— greater than 12 months	-	-
	<u>-</u>	<u>-</u>

**b. Exploration Expenditure Commitments**

In order to maintain current rights of tenure to exploration tenements, the company is required to perform minimum exploration work to meet the requirements specified by various State governments. Due to the nature of the company'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 twelve months will be tenement rentals of \$1,500 (2013: \$2,500) and exploration expenditure of \$35,000 (2013: \$33,000). JV parties may effectively meet a significant portion of the commitment costs. These obligations can also be reduced by selective relinquishment of exploration tenure or application for expenditure exemptions.

## NOTE 21: SHARE-BASED PAYMENTS

No share-based payment arrangements existed at 30 June 2014:

	2014		2013	
	Number of Options	Weighted Average Exercise Price \$	Number of Options	Weighted Average Exercise Price \$
Outstanding at the beginning of the year	-	-	4,388,888	0.14
Granted	-	-	-	-
Exercised	-	-	-	-
Lapsed	-	-	(4,388,888)	0.14
Outstanding at year-end	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Exercisable at year-end	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

There were no options exercised during the year ended 30 June 2014.

The weighted average fair value of the options granted during the year was Nil (2013: Nil).

Included under employee benefits expense in the income statement is Nil (2013: Nil), and relates, in full, to equity settled share-based payment transactions.

## NOTE 22: RELATED PARTY TRANSACTIONS

	2014 \$	2013 \$
Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.		
Transactions with related parties:		
<b>a. Key Management Personnel</b>		
Management fees and administration fees paid to Princebrook Pty Ltd, a company in which Mr GH Solomon and Mr DH Solomon have an interest.	194,670	194,670
Legal and professional fees payable to Solomon Brothers, a firm of which Mr GH Solomon and Mr DH Solomon are partners.	1,183	35,576
Capital raising fees paid to R M Capital Pty Ltd, a company in which Mr G T Le Page and Mr J B Richardson have an interest.	-	11,552
Interest free unsecured loan payable on demand from R M Capital Pty Ltd, a company in which Mr G T Le Page and Mr J B Richardson have an interest.	10,000	-
Interest free unsecured loan payable on demand from BT Global Pty Ltd, a company in which Mr G T Le Page and Mr J B Richardson have an interest.	10,000	-

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

## NOTE 22: RELATED PARTY TRANSACTIONS CONTINUED

	2014 \$	2013 \$
Interest free unsecured loan payable on demand from March Bells Pty Ltd, a company in which Mr D H Solomon has an interest.	10,000	-
Interest free unsecured loan payable on demand from Arkenstone Pty Ltd, a company in which Mr G H Solomon has an interest.	10,000	-
<b>b. Associated Companies</b>		
Reimbursement to Tasman Resources Ltd (which has a 19% fully diluted interest in the Company) for employee costs on a hourly basis, in relation to Tasman staff utilised by the Company	13,984	21,372
Issue of convertible note to Tasman Resources Ltd (which has a 19% fully diluted interest in the Company) raising \$100,000.	-	100,000

## NOTE 23: CASH FLOW INFORMATION

**a. Reconciliation of Cash Flow from Operations with Profit after Income Tax**

Loss after income tax	(426,798)	(688,464)
Non-cash flows in loss		
Depreciation	3,220	4,028
Net proceeds on sale of exploration assets	-	(10,442)
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
(Increase)/decrease in trade and term receivables	2,170	(3,050)
Increase/(decrease) in trade payables and accruals	359,852	187,994
Cash flow used in operations	<u>(61,556)</u>	<u>(509,934)</u>

## NOTE 24: SEGMENT REPORTING

The Group operates predominately in one geographical segment and one business segment, being mineral exploration and development in Western Australia. Operating segments are identified based on internal reports reviewed by the chief operating decision maker/s.

## NOTE 25: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Directors are not aware of any contingent assets or contingent liabilities as at 30 June 2014.

## NOTE 26: EVENTS AFTER THE BALANCE SHEET DATE

No matters or circumstances have arisen since the end of the financial year which 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.



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 27: FINANCIAL INSTRUMENTS**

**a. Financial Risk Exposures and Management**

The main risks the company is exposed to through its financial instruments are interest rate risk, liquidity risk and credit risk.

**i. Interest Rate Risk**

Interest rate risk is managed by investing cash with major institutions in both cash on deposit and term deposit accounts. At 30 June 2014, the effect on the loss and equity as a result of a 2% increase in the interest rate, with all other variables remaining constant would be a decrease in loss by \$700 (2013: \$1,900) and an increase in equity by \$700 (2013: \$1,900). The effect on the loss and equity as a result of a 2% decrease in the interest rate, with all other variables remaining constant would be an increase in loss by \$700 (2013: \$1,900) and a decrease in equity by \$700 (2013: \$1,900).

**ii. Liquidity Risk**

The Company manages liquidity risk by monitoring forecast cash flows and ensuring that adequate funding is maintained. The Company's operations require it to raise capital on an on-going basis to fund its planned exploration program and to commercialise its tenement assets. If the company does not raise capital in the short term, it can continue as a going concern by reducing planned but not committed exploration expenditure until funding is available and/or entering into joint venture arrangements where exploration is funded by the joint venture partner. At year end the group did not have any creditors that were over 60 days past due. All financial liabilities and assets are expected to be realised and settled within 6 months.

**iii. Credit risk**

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in a financial loss to the company. The company has adopted a policy of only dealing with credit worthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from defaults.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

The Company does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the company.

**b. Financial Instruments**

**i. Net Fair Values**

The aggregate net fair values of the financial assets and financial liabilities, at the balance date, are approximated by their carrying value.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

## NOTE 27: FINANCIAL INSTRUMENTS CONTINUED

ii. **Interest Rate Risk**

The company's exposure to interest rate risk and effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

	Weighted Average Effective Interest Rate		Floating Interest Rate		Non Interest Bearing		Total	
	2014	2013	2014	2013	2014	2013	2014	2013
			\$	\$	\$	\$	\$	\$
<b>Financial Assets:</b>								
Cash and cash equivalents	2.6%	2.6%	35,238	94,984	-	-	35,238	94,984
Trade and other receivables	-	-	-	-	9,250	11,420	9,250	11,420
<b>Total Financial Assets</b>	<b>2.6%</b>	<b>2.6%</b>	<b>35,238</b>	<b>94,984</b>	<b>9,250</b>	<b>11,420</b>	<b>44,488</b>	<b>106,404</b>
<b>Financial Liabilities:</b>								
Non-interest bearing liabilities	-	-	-	-	40,000	-	40,000	-
Interest bearing liabilities	9.0%	9.0%	-	-	-	-	100,000	100,000
Trade and sundry payables	-	-	-	-	638,690	278,538	638,690	278,538
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>678,690</b>	<b>278,538</b>	<b>778,690</b>	<b>378,538</b>

## NOTE 28: COMPANY DETAILS

The registered office of the company is:

Conico Limited  
Level 15,  
197 St Georges Terrace  
Perth Western Australia 6000

The principal place of business is:

Conico Limited  
Level 15,  
197 St Georges Terrace  
Perth Western Australia 6000

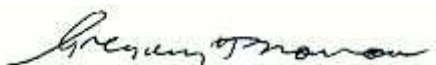
## DIRECTORS' DECLARATION

In the opinion of the directors of Conico Ltd (the "Company"):

- a. the financial statements and notes set out on pages 18 to 34, and the Remuneration disclosures that are contained in page 14 and 15 of the Remuneration Report in the Directors' Report, are 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 2014 and of its performance, for the financial year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
  - (iii) complying with International Financial Reporting Standards as disclosed in Note 1.
- b. the remuneration disclosures that are contained in page 14 and 15 of the Remuneration Report in the Directors' Report comply with Australian Accounting Standard AASB 124 Related Party Disclosures and
- c. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

The Directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the Executive Chairman and Chief Financial Officer for the financial year ended 30 June 2014.

This declaration is made in accordance with a resolution of the Board of Directors.

A handwritten signature in black ink, appearing to read 'Gregory H Solomon'.

Gregory H Solomon  
Chairman

Dated this 24<sup>th</sup> day of September 2014

## **Independent auditor's report to the members of Conico Ltd**

### **Report on the financial report**

We have audited the accompanying financial report of Conico Ltd, which comprises the consolidated statement of financial position as at 30 June 2014, and the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration of the consolidated entity 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 and fair presentation of the financial report in accordance with the Australian Accounting Standards and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards as issued by the International Accounting Standards Board.

### ***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. Those 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, we consider internal controls relevant to the entity's preparation and fair presentation of the financial report 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 controls. 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 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Conico Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

**Opinion**

In our opinion:

- (a) the financial report of Conico Ltd is in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2014 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 1.

**Emphasis of Matter**

Without modifying our opinion, we draw attention to Note 1 to the Financial Report, which indicates that the Group will require further funding in the next twelve months from the date of this report to fund its planned exploration and evaluation projects and operating costs. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

**Report on the remuneration report**

We have audited the remuneration report included of the directors' report for the year ended 30 June 2014. 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 Australian Auditing Standards.

**Opinion**

In our opinion, the remuneration report of Conico Ltd for the year ended 30 June 2014, complies with Section 300A of the *Corporations Act 2001*.



**Nexia Perth Audit Services Pty Ltd**



**PTC Klopper**

Director

Perth, 24 September 2014



**ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES****1. Shareholding as at 31 July 2014**

<b>a. Distribution of Shareholders</b>	<b>Number of Shareholders</b>
<b>Category (size of holding)</b>	
1 – 1,000	19
1,001 – 5,000	69
5,001 – 10,000	158
10,001 – 100,000	293
100,001 – and over	110
	649

b. The number of shareholdings held in less than marketable parcels at 31 July 2014 is 514.

c. The names and relevant interests of the substantial shareholders listed in the holding company's register as at 31 July 2014 are:

<b>Shareholder</b>	<b>Number of Ordinary shares</b>
Tasman Resources Ltd	25,000,000
J Richardson	16,158,888
G T Le Page	13,715,279

**d. Voting Rights**

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

**e. 20 Largest Shareholders — Ordinary Shares**

<b>Name</b>	<b>Number Shares Held</b>	<b>% of Issued Capital</b>
1. Tasman Resources Ltd	25,000,000	18.878%
2. Tadea Pty Ltd <Richardson Family S/F A/c>	10,287,000	7.768%
3. Hiwan Pty Ltd <Melhem Family A/c>	9,733,750	7.350%
4. Navigator Australia Ltd <MLC Investment Sett A/c>	8,110,962	6.125%
5. Tadea Pty Ltd	5,621,888	4.245%
6. Guy Le Page & Dina Le Page <The Guy Le Page S/Fund A/c>	5,430,444	4.100%
7. Gasmere Pty Limited	5,123,888	3.869%
8. Mr Harry Hatch	3,327,627	2.513%
9. JP Morgan Nominees Australia Limited <Cash Income A/c>	2,624,300	1.981%
10. Lawrence Crows Consulting Pty Ltd <L C C Super Fund A/c>	2,122,604	1.603%
11. Eldon Australia Pty Ltd	1,879,000	1.419%
12. Wise Owl Limited	1,766,875	1.334%
13. Mr Allen Tapp & Ms Maria Polymeneas <Super Account>	1,716,982	1.296%
14. Ms Anna Margaret De Lucia	1,599,931	1.208%
15. HSBC Custody Nominees (Australia) Limited	1,400,000	1.057%
16. Eternal Family Group Pty Ltd <Owen Ali Family A/c>	1,250,000	0.944%
17. Orequest Pty Ltd	1,093,859	0.826%
18. Peto Pty Ltd <The 1953 Super Fund A/c>	1,020,844	0.771%
19. Mr Jack Toutounji	1,010,000	0.763%
20. Jarra Glen Pty Ltd	1,000,000	0.755%
	<b>91,119,954</b>	<b>68.805%</b>

### TENEMENT SCHEDULE

Table 1 lists further details on the tenements.

**Table 1: Conico Tenement Schedule**

State	Licence Type	Number	Interest %	Locality	Location
WA	EL	E63/373	50	Mt Thirsty	Approximately 20 km NW of Norseman
WA	EL	E63/1267	50	Mt Thirsty	Approximately 20 km NW of Norseman
WA	MLA	MLA63/527*	50	Mt Thirsty	Approximately 20 km NW of Norseman
WA	RA	RA63/4*	50	Mt Thirsty	Approximately 20 km NW of Norseman
WA	MiscLA	LA63/66	50	Mt Thirsty	Approximately 20 km NW of Norseman
WA	MiscLA	LA63/67	50	Mt Thirsty	Approximately 20 km NW of Norseman

\* - These applications cover the same area as E63/373.