

# **InterMet Resources Limited**

**ACN 112 291 960**

**and its Controlled Entity**

**Annual Financial Report**

**30 June 2007**

## Contents

Chairman's Letter to Shareholders	3
Directors Report	4
Corporate Governance Statement	13
Auditors Independence Declaration	18
Income Statement	19
Balance Sheet	20
Cash Flow Statement	21
Statements of Changes in Equity	22
Notes to the Financial Statements	23
Directors' Declaration	41
Independent Audit Report	42
Shareholder Information for Listed Public Companies	44

## Chairman's Letter to Shareholders

Dear Shareholder

In this, our first full year of operation we have achieved a very high level of activity targeting uranium, copper/gold, gold and other metals. We have consolidated our landholdings on the highly prospective Gawler Craton to over 10,000km<sup>2</sup>, as well as starting to assemble an impressive landholding within the highly mineralised Adelaide Fold Belt. InterMet now has eight projects strategically located within very fertile terrains in South Australia.

During the year six joint ventures were negotiated resulting in the allocation of some \$6.0 million of exploration expenditure to the company's projects. InterMet and its joint venture partners have commenced exploration across all the granted tenements, including geophysical surveys at the Lake Gilles Project (gravity survey, IP survey), Cocata Project (gravity), Coultas Project (aeromagnetism, radiometrics), and Watson Project (airborne EM). InterMet has undertaken drilling at Lake Gilles and Coultas and is planning an intensive program in the upcoming year.

InterMet has also continued to enter into strategic joint ventures for uranium and currently has agreements with Uranium Equities Limited (ASX:UEQ), Hindmarsh Resources Limited (MegaUranium – TSX:MGA) and Uranoz Limited (ASX:URO). These joint ventures leverage upside and maximise the exploration dollars spent on InterMet's tenements, thereby increasing the chances of a potential discovery.

UEQ completed a regional gravity survey at the Cocata Project and a 43 hole drilling program, which delineated three palaeochannels and confirmed the existence of uraniumiferous granite source rocks and sediments suitable for hosting palaeochannel uranium mineralisation. In addition, InterMet added the Mount Wedge tenement to the Cocata Project (EL 3800) which is prospective for unconformity-related uranium mineralisation. UEQ is now planning an airborne EM survey to assist in defining drilling targets for both unconformity-related and palaeochannel hosted uranium mineralisation.

The Watson Project is also joint ventured to UEQ and an airborne EM survey was completed over the whole project area. Further drilling is planned in late 2007 upon completion of Native Title negotiations.

Newly listed Uranoz has started assessing groundwater data on Coultas, and an aeromagnetic and radiometric survey over the Wanilla tenement (EL 3702) is due to be completed by the end of September 2007.

Hindmarsh Resources together with InterMet have completed two phases of IP surveys at Lake Gilles and have defined potential unconformity-related uranium targets.

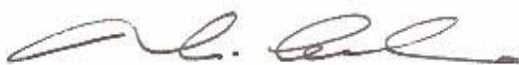
As you can see uranium exploration has commenced on all these joint venture areas and the upcoming year will see further major exploration across the projects.

InterMet is continuing to focus on copper, gold and base metals and has planned drilling programs for Lake Gilles and the Southern Gawler Ranges projects in the upcoming year. InterMet will also be undertaking intensive exploration within the Adelaide Fold Belt and is excited by the potential of this region.

On behalf of the InterMet Board, I thank you for your support and look forward to your continued interest in the Company.

We have deliberately limited the amount of non-statutory content of this Annual Report to the minimum both as a cost saving measure and recognising that detailed real time information is available on the company's website at [www.intermetresources.com.au](http://www.intermetresources.com.au).

Yours faithfully



**David Archer**  
Chairman

## Directors' Report

The directors present their report together with the financial report of InterMet Resources Limited ("the Company") and of the consolidated entity, being the Company and its controlled entities, for the year ended 30 June 2007 and the auditors' report thereon.

## Directors

The directors of the Company at any time during or since the end of the financial year are:

<b>Name</b>	<b>Age</b>	<b>Qualifications and Experience</b>
<b>David Stuart Archer</b>	51	<b>Non-Executive Chairman</b>
Qualifications		B.Ec., Dip. Laws (BAB), F.Aus.I.M.M.
Experience		David has held executive and non-executive roles in a number of Australian companies. David is Chairman of Hillgrove Resources Limited, a listed exploration company currently undertaking a pre-feasibility study for its Kanmantoo Mine in South Australia. He is a barrister (non-practising) of the Supreme Court of New South Wales, was the founder and former executive chairman of PowerTel Limited and deputy Chairman of Savage Resources Limited, and has an extensive range of business interests.  Appointed 21 December 2004
<b>Gary Michael Ferris</b>	43	<b>Director</b>
Qualifications		B. Sc. Hons, M. Sc. Exploration
Experience		Gary is a geologist with extensive experience on the Gawler Craton. Gary has been involved with regional geological mapping, regional drilling programs and writing mineral prospectivity reports. Gary completed a Masters of Exploration at the Centre for Ore Deposits and Exploration Studies, University of Tasmania and his research has led to a greater understanding of the tectonic evolution of the Craton and the formation of shear zone hosted gold deposits associated with the Hiltaba Suite. Gary has spent the last three years managing the Musgrave Team at PIRSA and initiated successful negotiations for access for geological mapping and company mineral exploration.  Appointed 28 October 2005

## Directors' Report (continued)

<b>Name</b>	<b>Age</b>	<b>Qualifications and Experience</b>
<b>Dr Neville Foster Alley</b>	67	<b>Director</b>
Qualifications		PhD
Experience		Neville is an internationally renowned researcher who has wide experience in geological mapping and research in Australia and overseas. He has extensive experience at senior levels in Government in Canada and as Director of Minerals, PIRSA in South Australia. Neville is also Executive Director of Monax Mining Limited and a Visiting Research Fellow, Department of Geology and Geophysics, The University of Adelaide. In 2004 he was awarded the Verco Medal for his contribution and leadership in the earth sciences.  Appointed 21 December 2004
<b>Dale John Ferguson</b>	36	<b>Director</b>
Qualifications		B.App.Sc(Geol) Hons, MAusIMM
Experience		Dale has an extensive industry background developed over fourteen years, having worked previously with Thundelarra Exploration, Resource Exploration and Resource Service Group. He has been associated with a number of discoveries in Australia including Eileen Bore, Copernicus and Salk Ni-PGM, Big Ben PGM and three new kimberlites at the Aries project with Thundelarra, the discovery of the Fields Find and Dauphin Ni-PGM bearing Layered Ultramafic complex's, and the Weiro and Raven Gold Prospects with Resource Exploration. Dale is currently Executive Director Exploration & Operations at Hillgrove Resources Limited.  Appointed 21 December 2004

## Company Secretary

<b>Ian Bruce Kirkham</b>	43	<b>Company Secretary</b>
Qualifications		B.Ec., CA, A.Aus.I.M.M.
Experience		Ian is a Chartered Accountant with over 18 years experience, initially with Coopers & Lybrand in Australia, Canada and the United States. Ian has extensive experience as company secretary to listed company boards and as a representative on exploration and production joint ventures. As Financial Controller with Otter Gold Mines Limited he provided the financial management skills to develop the Tanami Gold Mine and the Beaconsfield Gold Mine through the exploration feasibility, financing, development and production stages. Ian is currently Chief Financial Officer and Company Secretary at Hillgrove Resources Limited.  Appointed 21 December 2004

## Directors' Report (continued)

### Directors' meetings

The number of directors' meetings and number of meetings attended by each of the directors of the Company during the financial year are:

Director	Board Meetings	
	A	B
David Stuart Archer	9	9
Gary Michael Ferris	9	9
Neville Foster Alley	8	9
Dale John Ferguson	8	9

**A** – Number of meetings attended

**B** – Number of meetings held during the time the director held office during the year

No Board committees have been formed and no committee meetings have been held.

### Principal activities

The principal activities of the consolidated entity have been focused on the search for copper-gold-uranium, gold, nickel, base metals and uranium, on the highly prospective Gawler Craton in South Australia. The consolidated entity has used its cash and liquid assets in a manner consistent with the business objectives outlined in its November 2005 Prospectus.

There were no significant changes in the nature of the consolidated entity's principal activities during the financial year.

### Review and results of operations

The loss of the consolidated entity for the year was \$382,966 (2006 – loss: \$268,274). The primary operational events were the completion of drilling programs on the Lake Gilles and Coultas Projects, together with geophysical programs at Lake Gilles (IP survey), Cocata (gravity survey) and Watson (airborne EM survey). The costs associated with the exploration projects during the year of \$1.4m have been capitalised as exploration expenditure.

### State of affairs

Other than those matters listed in this report there have been no significant changes in the affairs of the consolidated entity during the period.

### Dividends

No dividends have been paid or declared by the Company since the end of the previous financial year.

## Directors' Report (continued)

### Environmental regulation

The consolidated entity's operations are subject to significant environmental and other regulations. The consolidated entity has a policy of engaging appropriately experienced contractors and consultants to advise on and ensure compliance with environmental regulations in respect of its exploration and development activities. There have been no reports of breaches of environmental regulations in the financial year and at the date of this report.

### Events subsequent to balance date

Other than the matters discussed above, there has not arisen in the interval between the end of the financial year and date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the company, to affect significantly the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity, in future financial years.

### Likely developments

The consolidated entity is focusing on identifying resource opportunities that can be either brought into production readily or those where there is a clearly defined value adding route within a clearly understood risk environment. Commodities that are of particular interest include uranium, copper, gold, silver, nickel, lead and zinc.

### Audited Remuneration report

The Board of Directors of the Company administers the remuneration policies and packages applicable to the Board members and Key Management Personnel.

The policy is to ensure the remuneration package reflects the relevant person's duties and responsibilities and the competition in attracting, retaining and motivating people of the highest quality.

Neither the directors nor senior executives receive any form of performance related remuneration.

The consolidated entity has one executive deemed to be Key Management Personnel. Key Management Personnel are officers with authority for strategic direction and management of the consolidated entity. No other employees are deemed to be Key Management.

## Directors' Report (continued)

Details of the nature and amount of each element of the emoluments of each director and one named officer of the Company and the consolidated entity receiving the highest emolument are:

	Base Emolument	Super Contributions	Motor Vehicle	Shares & Options Issued (A)	Total
<b>Directors</b>					
<i>Executive</i>					
Gary M Ferris	\$149,850	\$13,487	\$8,500	\$68,848	\$240,685
<i>Non Executive</i>					
David S Archer	\$17,500	-	-	(B)	\$17,500
Neville F Alley	\$30,000	-	-	-	\$30,000
Dale J Ferguson	\$17,500	-	-	(B)	\$17,500
<b>Key Management Personnel (excluding directors)</b>					
Ian B Kirkham	-	-	-	-	(C)
	\$214,850	\$13,487	\$8,500	\$68,848	\$305,685

- (A) In accordance with the IPO prospectus Gary Ferris was issued 500,000 ordinary shares upon the successful listing of InterMet, a further 250,000 ordinary shares were issued at the first anniversary on 20 April 2007 and a further 250,000 ordinary shares will be issued at the second anniversary on 20 April 2008.
- (B) David Archer and Dale Ferguson waived their entitlement to director's fees until November 2006 from December 2006 fees of \$2,500 per month were paid to the Chairman David Archer and Dale Ferguson.
- (C) As set out in the IPO prospectus a Management Services agreement exists between Hillgrove Resources Limited and InterMet for the supply of secretarial, administrative and accounting services. During the year \$56,681 were charged for the services of Mr Kirkham.

### Options granted to directors and senior executives

During or since the end of the financial year, the Company granted options for no consideration over unissued ordinary shares in InterMet Resources Limited to the following directors and to the following key management personnel of the Company as part of their remuneration:

	Number of options granted	Date Granted	Exercise price	Expiry date
<b>Directors</b>	-	-	-	-
<b>Officers</b>				
Gary M Ferris	500,000 (A)	13 June 2007	\$0.30	15 June 2012

(A) Employee Share Options have been independently valued at 10.91c each.

### Shares granted to directors

During the financial year, the Company granted 250,000 ordinary shares in InterMet Resources Limited, with a fair value of \$60,000, to Gary Ferris for the successful listing of the Company on 20 April 2005. A further 250,000 ordinary shares will be issued upon the second anniversary of the listing of InterMet.

## Directors' Report (continued)

### Remuneration of key management personnel

**(i) Principles used to determine the nature and amount of remuneration**

Remuneration levels are competitively set to attract and retain appropriately qualified and experienced directors and executives in accordance with the company's Remuneration Policy. Remuneration packages may include a mix of fixed remuneration, performance-based remuneration, and equity-based remuneration. Options are issued under the Employee Share Option Plan, at the discretion of directors. Directors do not receive any performance related remuneration.

**(ii) Non-executive directors**

Non-executive directors' base fees are \$30,000 per annum. Non-executive directors do not receive bonuses nor are they entitled to be issued options on securities. Directors' fees cover all main board activities.

**(iii) Executive pay**

The executive pay and reward framework has four components:

- Base pay and benefits
- Short-term performance incentives
- Long-term incentives through participation in share issues, and
- Other remuneration such as superannuation

### Directors' interests

The relevant interest of each director and their related entities in the share capital of the Company, as notified by the directors to the Australian Stock Exchange in accordance with Section 205G (1) of the Corporations Law, at the date of this report is as follows:

	<b>Ordinary shares</b>	<b>Listed Options over ordinary shares</b>	<b>Unlisted Options over ordinary shares</b>
David S Archer	100,100	50,000	1,500,000
Gary M Ferris	750,000	-	500,000
Neville F Alley	1,000,100	-	1,500,000
Dale J Ferguson	20,000	10,000	1,500,000
Ian B Kirkham (Secretary)	20,000	10,000	1,000,000
Hillgrove Resources Limited (a)	12,335,500	-	9,000,000

(a) Mr Archer is Managing Director of Hillgrove Resources Limited and Mr Ferguson is an executive director of Hillgrove Resources Limited.

(b) Other than the 250,000 ordinary shares and 500,000 employees share options issued to Gary Ferris on the first anniversary of InterMet's listing there has been no change in the security holdings of Directors and officers during the year.

## Directors' Report (continued)

### Indemnification and insurance of officers and auditors

#### ***Officers' and auditors' indemnity***

Article 7.3(a) of the Company's constitution provides that "To the extent permitted by law, the Company must indemnify each Relevant Officer against: (i) a Liability of that person; and (ii) Legal Costs of that person."

The Company indemnifies every officer and the auditor of the Company against any liability or costs and expenses incurred by the person in his or her capacity as officer or auditor of the Company:

- a) in defending any proceedings, whether civil or criminal, in which judgement is given in favour of the person or in which the person is acquitted, or
- b) in connection with an application, in relation to such proceedings, in which the Court grants relief to the person under the Corporations Law.

#### ***Directors' and officers' insurance***

On 5 July 2006, InterMet Resources Limited paid a premium of \$19,420 to insure the directors and secretaries of the company and its controlled entity. Similar cover will be provided for the 2007/08 financial year.

The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of entities in the consolidated entity, and any other payments arising from liabilities incurred by the officers in connection with such proceedings, other than where such liabilities arise out of conduct involving a willful breach of duty by the officers or the improper use by the officers of their position or of information to gain advantage for themselves or someone else or to cause detriment to the company. It is not possible to apportion the premium between amounts relating to the insurance against legal costs and those relating to other liabilities.

#### ***Proceedings on behalf of company***

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party, for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the *Corporations Act 2001*.

## Directors' Report (continued)

### **Non-audit services**

The company may decide to employ the auditor on assignments additional to its statutory audit duties where the auditor's expertise and experience with the company and/or the consolidated entity are important. Details of the amounts paid or payable to the auditor (Grant Thornton) for audit and non-audit services provided during the year are set out below.

The board of directors has considered the position and is satisfied that the provision of the non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The directors are satisfied that the provision of non-audit services by the auditor, as set out below, did not compromise the auditor independence requirements of the Corporations Act 2001.

None of the services provided undermine the general principles relating to auditor independence as set out in Professional Statement F1, including reviewing or auditing the auditor's own work, acting in a management or a decision-making capacity for the company, acting as advocate for the company or jointly sharing economic risk and rewards.

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 18.

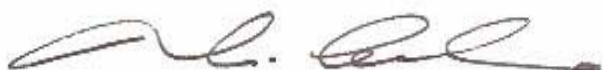
Directors' Report (continued)

	2007	2006
During the year the following fees were paid or payable for services provided by the auditor of the parent entity, its related practices and non-related audit firms:	\$	\$
<b>Assurance services</b>		
<b>1. Audit services</b>		
Fees paid to Grant Thornton Australian firm:		
Audit and review of financial reports and other audit work under the <i>Corporations Act 2001</i>	20,000	10,000
	<hr/>	<hr/>
<b>Total remuneration for audit services</b>	<b>20,000</b>	<b>10,000</b>
<b>2. Other assurance services</b>		
Fees paid to Grant Thornton Australian firm:		
IPO Independent Accountants Report	-	5,000
Fees paid to non-Grant Thornton audit firms		
	<hr/>	<hr/>
<b>Total remuneration for other assurance services</b>	<b>-</b>	<b>5,000</b>
	<hr/>	<hr/>
<b>Total remuneration for assurance services</b>	<b>20,000</b>	<b>15,000</b>

Grant Thornton continues in office in accordance with section 327 of the *Corporations Act 2001*.

Signed in accordance with a resolution of the directors:

Dated at Sydney this 10th day of September 2007.



\_\_\_\_\_  
D S Archer  
Chairman



\_\_\_\_\_  
G M Ferris  
Managing Director

## Corporate Governance Statement

In March 2003, the Australian Stock Exchange (“ASX”) Corporate Governance Council (“Council”) published the *10 Principles of Good Corporate Governance and Best Practice*. The Board has recently completed a review of its governing processes and procedures to ensure they are commensurate with the directions of the recommendations put forward by the Council. The following policies, which can be found in full at [www.intermetresources.com.au](http://www.intermetresources.com.au), have been implemented by the Board:

- Directors’ Code of Conduct
- Board Charter
- Shareholder Communication Policy
- Continuous Disclosure Policy
- Share Trading Policy
- Code of Business Conduct
- Remuneration Policy.

The Board is committed to ensuring that the Company adopt the Council’s best practice recommendations in its policies and procedures where it is appropriate and practical to do so given the size and type of the Company and its operations. Set out below are the departures from the recommendations and the reasons for such departures.

Recommendation	Notification of departure	Explanation For departure
2.1	The majority of Board is not independent. Mr Alley vended in tenements for the IPO. Mr Archer and Mr Ferguson are directors of associate Hillgrove Resources Ltd.	The size and scope of the company’s activities does not justify the cost of appointing additional independent directors at this stage of its development.
2.4	The company does not have a nomination committee.	The role of the nomination committee is assumed by the full Board. The size and scope of the company’s activities does not justify the establishment of such a committee.
4.2, 4.3, 4.4, 4.5	The company does not have an audit committee.	The role of the audit committee is assumed by the full Board. The size and scope of the company’s activities does not justify the establishment of such a committee.
7.1	The company does not have a formal risk management policy.	Business risk is continually assessed by the Board and management by addressing the key items listed in the Corporate Governance Statement.
9.2, 9.5	The company does not have a remuneration committee.	The role of the remuneration committee is assumed by the full Board who apply InterMet’s Remuneration Policy. The size and scope of the company’s activities does not justify the establishment of such a committee. No director participates in any deliberation regarding his own remuneration or related issues.

## Corporate Governance Statement (continued)

During the period the following main corporate governance practices were in place, which comply with the ASX Corporate Governance Council recommendations, unless otherwise stated.

### Board of Directors

#### ***Role of the Board / Directors***

The Board is elected by shareholders to represent all shareholders; its primary role being the protection and enhancement of long-term shareholder value.

To fulfil this role, the Board is responsible for the overall corporate governance of the consolidated entity including its strategic direction, establishing goals for management and monitoring the achievement of these goals and defining policies and monitoring the business of the controlled entity, to ensure it is conducted appropriately and in the best interests of shareholders.

In respect of all decisions concerning the Company's affairs, it is the responsibility of each Director to conscientiously consider the interests of shareholders in light of the circumstances and to take into account the effects of such decisions on the interests of all shareholders.

#### ***Composition of the Board***

The names of the directors of the Company in office at the date of this statement are set out in the directors' report on page 4 of the annual report.

The number of directors is specified in Clause 104 of the Company's Constitution as a minimum of three. Retirement and rotation of directors are governed by the Corporations Act 2001 and Clause 6.3 of the Company's Constitution. Each year one third of the directors retire and may offer themselves for re-election.

When a Board vacancy exists or where it is considered that a Director with particular skills or experience is required, the Board would make an appointment of a candidate with the appropriate skills, qualifications and experience.

#### ***Relationship of Board with Management***

Management of the day to day business of the Company is to be conducted by or under the supervision of the Board and by such other officers and employees to whom the management function is properly delegated by the Board.

As the Company grows, the Board will adopt appropriate structures and procedures to ensure that the Board functions independently of management.

Information is formally presented to the Board at regular board meetings by way of reports to the Board and review of performance to date.

#### ***Conflict of interest***

In accordance with the Corporations Act 2001 and the Company's Constitution, directors must keep the Board advised, on an ongoing basis, of any interest that could potentially conflict with those of the Company. Details of Director related entity transactions with the Company and consolidated entity are set out in Note 19.

#### ***Director dealings in Company shares***

Directors and senior management may acquire shares in the Company, but are prohibited from dealing in Company securities:

## Corporate governance statement (continued)

- except between three and 30 days after either the release of the Company's half-year and annual results to the Australian Stock Exchange ("ASX"), the annual general meeting or any major announcement
- except when approval is received from the Board or its Chairman that no important developments are pending
- whilst in possession of price sensitive information.

Directors must obtain the approval of the Chairman of the Board and notify the Company Secretary before they sell or buy shares in the Company, and it is subject to Board veto. Directors must advise the ASX of any transactions conducted by them in shares in the Company.

### ***Related party transactions***

Directors and senior management will convey to all stakeholders the message that integrity and effective control cannot be compromised when dealing with any supplier, particularly if a supplier is a related party.

A Director, or an entity over which a Director has control or significant influence, who enters into a transaction with the Company must make full disclosure of all material elements of the transaction to the Chairman or, if the Director involved is the Chairman, to the Board.

### ***Constitution***

The directors must adhere to, and the Board must conduct itself in accordance with, the Constitution of the Company.

### ***Independent professional advice and access to Company information***

Each Director has the right of access to all relevant Company information and to the Company's executives and, subject to prior consultation with the Chairman, may seek independent professional advice at the consolidated entity's expense. A copy of advice received by the Director is made available to all other members of the Board.

## The role of shareholders

The Board aims to ensure that shareholders are informed of all major developments affecting the consolidated entity's state of affairs as follows.

- The full annual financial report is distributed to all shareholders (unless a shareholder has specifically requested not to receive the document), including relevant information about the operations of the consolidated entity during the year, changes in the state of affairs and details of future developments, in addition to the other disclosures required by the Corporations Act 2001.
- The half-yearly report contains summarised financial information and a review of the operations of the consolidated entity during the period. The half-year financial report is lodged with the Australian Securities and Investments Commission and the ASX, and sent to any shareholder who requests it.
- Proposed major changes in the consolidated entity which may impact on share ownership rights are submitted to a vote of shareholders.

All documents that are released publicly are available on the ASX internet web site at [www.asx.com.au](http://www.asx.com.au) and the consolidated entity internet web site at [www.intermetresources.com](http://www.intermetresources.com).

## Corporate governance statement (continued)

The Board encourages full participation of shareholders at the Annual General Meeting to ensure a high level of accountability and identification with the consolidated entity's strategy and goals. Important issues are presented to the shareholders as single resolutions. The shareholders are requested to vote on the appointment and aggregate remuneration of directors, the granting of options and shares to directors and changes to the Constitution.

Copies of the Constitution are available to any shareholder who requests it.

## Audit Committee

The Board considers that the Company is not currently of a size, nor are its affairs of such complexity to justify the establishment of a formal audit committee 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 in order to safeguard the integrity of the Company's financial reporting.

## Internal control framework

The Board acknowledges that it is responsible for the overall internal control framework, but recognises that no cost effective internal control system will preclude all errors and irregularities. The Board examines the adequacy of the nature, extent and effectiveness of the internal control processes of the consolidated entity on an ongoing basis and has instigated a control framework that can be described as follows.

- Financial reporting – the Company reports to ASX yearly and half-yearly.
- Continuous disclosure – procedures are in place to ensure that all price sensitive information is reported to ASX in accordance with the continuous disclosure requirements of the Corporations Act 2001 and ASX Listing Rules.
- Investment appraisal – the risks involved in a diversified resources exploration, development and production company and the specific uncertainties for the Company are regularly monitored and reviewed. All proposals reviewed by the Board include a conscious consideration of the issues and risks of the proposal.

## Ethical standards

All directors, managers and employees of the Company are expected to act with the utmost integrity and objectivity, striving at all times to enhance the performance of the consolidated entity.

In maintaining its ethical standards, the Company:

- behaves with integrity in all its dealings with customers, shareholders, employees, government, suppliers and the community;
- ensures that its actions comply with applicable laws and regulations;
- maintains harmonious relations with communities located near company operations;
- maintains and implements policies that enable the employees of the Company to avoid situations where conflicts of interest could arise;
- does not engage in any activity that could be construed to involve an improper inducement; and

## Corporate governance statement (continued)

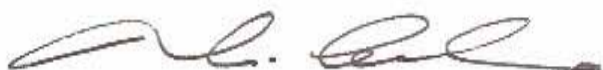
- achieves a working environment where:
  - equal opportunity is practised,
  - harassment and other offensive behaviour is not tolerated,
  - the confidentiality of commercially sensitive information is protected, and
  - employees are encouraged to discuss concerns about ethical behaviour arising from their employment with their supervisor.

## Continuous review of Council guidelines

As the Company's activities develop in size, nature and scope, the Board and management will continuously review the Company's policies and procedures in light of the Council's guidelines and recommendations regarding corporate governance and best practice. The Board is committed to identifying enhancements to the Company's policies and procedures (including the implementation of any formal corporate governance committees) to ensure continued investor confidence in the operations of the Company.

Signed in accordance with a resolution of the directors:

Dated at Sydney this 10th day of September 2007.



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D S Archer  
*Chairman*



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G M Ferris  
*Managing Director*

**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE DIRECTORS OF INTERNET RESOURCES LTD**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the audit of Internet Resources Ltd for the period ended 30 June 2007, 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 audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

**GRANT THORNTON**  
**South Australian Partnership**  
Chartered Accountants

  
**S J GRAY**  
Partner

Signed at *Adelaide* this *10* day of *September* 2007

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Income Statement

For the year ended 30 June 2007

		Consolidated		The Company	
	Note	2007	2006	2007	2006
		\$	\$	\$	\$
Revenue	2	221,641	66,865	221,641	66,865
		-	-	-	-
Accounting, ASIC & Audit		(95,393)	(17,777)	(95,393)	(17,777)
Finance costs		(1,430)	(198)	(1,430)	(198)
Computing & Communications		(29,778)	(22,250)	(29,778)	(22,250)
Consultants fees		(14,726)	(3,037)	(14,726)	(3,037)
Depreciation		(19,391)	(8,196)	(19,391)	(8,196)
Directors fees		(65,000)	(7,500)	(65,000)	(7,500)
Entertainment		(4,264)	(1,001)	(4,264)	(1,001)
Insurance		(20,120)	(1,148)	(20,120)	(1,148)
Public Co. expenses		(32,922)	(40,969)	(32,922)	(40,969)
Rent		(34,813)	(2,500)	(34,813)	(2,500)
Employee benefits expense		(226,671)	(170,040)	(226,671)	(170,040)
Travel		(10,925)	(3,802)	(10,925)	(3,802)
Promotion		(23,995)	(36,189)	(23,995)	(36,189)
Relinquished tenements		623	(15,541)	623	(15,541)
Other expenses		(25,802)	(4,990)	(25,802)	(4,990)
<b>Loss before income tax</b>		<b>(382,966)</b>	<b>(268,273)</b>	<b>(382,966)</b>	<b>(268,273)</b>
Income tax expense	4	-	-	-	-
<b>Loss attributable to members of the parent entity</b>		<b>(382,966)</b>	<b>(268,273)</b>	<b>(382,966)</b>	<b>(268,273)</b>
<b>Earnings per share:</b>	5				
Basic loss per share (cents per share)		(0.009)	(0.013)		
Diluted loss per share (cents per share)		(0.009)	(0.013)		

The accompanying notes form part of these financial statements.

Balance Sheet

As at 30 June 2007

	Note	Consolidated		Company	
		2007 \$	2006 \$	2007 \$	2006 \$
<b>Current assets</b>					
Cash and cash equivalents	6	1,974,172	3,508,595	1,974,169	3,508,592
Receivables	7	60,330	32,164	60,330	32,164
<b>Total current assets</b>		<b>2,034,502</b>	<b>3,540,759</b>	<b>2,034,499</b>	<b>3,540,756</b>
<b>Non current assets</b>					
Financial assets	8	-	-	3	3
Property, plant and equipment	9	76,532	51,580	76,532	51,580
Exploration & evaluation expenditure	10	1,561,485	177,532	1,561,485	177,532
Other non current assets	11	17,750	-	17,750	-
<b>Total non current assets</b>		<b>1,655,767</b>	<b>229,112</b>	<b>1,655,770</b>	<b>229,115</b>
<b>Total assets</b>		<b>3,690,269</b>	<b>3,769,870</b>	<b>3,690,269</b>	<b>3,769,870</b>
<b>Current liabilities</b>					
Trade & other payables	12	228,877	47,249	228,877	47,249
Short term provisions	13	29,114	5,998	29,114	5,998
<b>Total current liabilities</b>		<b>257,991</b>	<b>53,247</b>	<b>257,991</b>	<b>53,247</b>
<b>Total liabilities</b>		<b>257,991</b>	<b>53,247</b>	<b>257,991</b>	<b>53,247</b>
<b>Net Assets</b>		<b>3,432,278</b>	<b>3,716,624</b>	<b>3,432,278</b>	<b>3,716,624</b>
<b>Equity</b>					
Share capital	14	4,059,809	3,990,809	4,059,809	3,990,809
Reserves		29,620	-	29,620	-
Accumulated losses		(657,151)	(274,185)	(657,151)	(274,185)
<b>Total equity</b>		<b>3,432,278</b>	<b>3,716,624</b>	<b>3,432,278</b>	<b>3,716,624</b>

The accompanying notes form part of these financial statements.

Cash Flow Statement

For the year ended 30 June 2007

		Consolidated		Company	
	Note	2007	2006	2007	2006
		\$	\$	\$	\$
<b>Cash flows from operating activities</b>					
Cash payments in the course of operations		(275,314)	(194,982)	(275,314)	(194,982)
Interest received	2	177,938	66,865	177,938	66,865
Finance costs			(198)		(198)
<b>Net cash used in operating activities</b>	18	<b>(97,377)</b>	<b>(128,315)</b>	<b>(97,377)</b>	<b>(128,315)</b>
<b>Cash flows from investing activities</b>					
Payments for exploration expenditure	10	(1,383,953)	(166,041)	(1,383,953)	(166,041)
Purchase of plant and equipment	9	(44,343)	(59,776)	(44,343)	(59,777)
Payments for security deposits		(17,750)		(17,750)	
<b>Net cash provided by / (used in) investing activities</b>		<b>(1,446,046)</b>	<b>(225,817)</b>	<b>(1,446,046)</b>	<b>(225,817)</b>
<b>Cash flows from financing activities</b>					
Proceeds from issue of shares	13	9,000	4,266,278	9,000	4,266,278
Transaction costs from issue of shares	13	-	(434,984)	-	(434,984)
<b>Net cash provided by financing activities</b>		<b>9,000</b>	<b>3,831,294</b>	<b>9,000</b>	<b>4,831,294</b>
<b>Net (decrease)/increase in cash held</b>		<b>(1,534,423)</b>	<b>3,477,162</b>	<b>(1,534,423)</b>	<b>3,477,162</b>
<b>Cash at the beginning of financial year</b>		<b>3,508,595</b>	<b>31,433</b>	<b>3,508,595</b>	<b>31,433</b>
<b>Cash at the end of the financial year</b>	18	<b>1,974,172</b>	<b>3,508,595</b>	<b>1,974,172</b>	<b>3,508,595</b>

The accompanying notes form part of these financial statements.

Statements of Changes In Equity  
For the year ended 30 June 2007

	Shares \$	Option Reserve \$	Accumulated Losses \$	Total \$
<b>Balance at the 30 June 2005</b>	59,515	-	(5,911)	53,604
Contributions of equity	3,931,294	-	-	3,931,294
Loss for the year	-	-	(268,274)	(268,274)
<b>Balance at the 30 June 2006</b>	3,990,809	-	(274,185)	3,716,624
Employee share options	-	29,620		29,620
Contributions of equity	69,000	-		69,000
Loss for the year	-	-	(382,966)	(382,966)
<b>Balance at the 30 June 2007</b>	4,059,809	29,620	(657,151)	3,432,278

The accompanying notes form part of these financial statements.

Notes to the financial statements  
For the year ended 30 June 2007

**1. Statement of significant accounting policies**

The financial report covers the consolidated group of InterMet Resources Limited and controlled entities, and InterMet Resources Limited as an individual parent entity. InterMet Resources Limited is a listed public company, incorporated and domiciled in Australia.

The financial report of InterMet Resources Limited and controlled entities, and InterMet Resources Limited as an individual parent entity complies with all International Financial Reporting Standards (IFRS) in their entirety.

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

**(a) 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.

**(b) Principles of consolidation**

A controlled entity is any entity InterMet Resources Limited has the power to control the financial and operating policies of so as to obtain benefits from its activities.

A list of controlled entities is contained in Note 19 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 subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

Where controlled entities have entered or left the consolidated group during the year, their operating results have been included/excluded from the date control was obtained or until the date control ceased.

Minority equity interests in the equity and results of the entities that are controlled are shown as a separate item in the consolidated financial report.

**(c) Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable.

Interest revenue is recognised as it accrues, taking into account the effective yield or the financial asset.

## Notes to the financial statements

For the year ended 30 June 2007 (continued)

### (d) Government grants

Government grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all grant conditions will be met.

Government grants relating to costs are deferred and recognised in the income statement over the period necessary to match them with the costs that they are intended to compensate.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to the income statement on a straight line basis over the expected lives of the related assets.

### (e) Income tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the national income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates which are enacted or substantively enacted for each jurisdiction. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability. An exception is made for certain temporary differences arising from the initial recognition of an asset or a liability. No deferred tax asset or liability is recognised in relation to these temporary differences if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax liabilities and assets are not recognised for temporary differences between the carrying amount and tax bases of investments in controlled entities where the parent entity is able to control the timing of the reversal of the temporary differences and it is probable the differences will not reverse in the foreseeable future.

Current and deferred tax balances attributable to amounts recognised directly in equity are also recognised directly in equity.

### (f) Leases

Leases of property, plant and equipment where the Group has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the lower of the fair value of the leased property and the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in other long term payables.

## Notes to the financial statements

### For the year ended 30 June 2007 (continued)

Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The interest element of the finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment acquired under finance leases is depreciated over the shorter of the asset's useful life and the lease term.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straight-line basis over the period of the lease.

#### **(g) Acquisitions of assets**

The purchase method of accounting is used to account for all acquisitions of assets (including business combinations) regardless of whether equity instruments or other assets are acquired. Cost is measured as the fair value of the assets given, shares issued or liabilities incurred or assumed at the date of exchange plus costs directly attributable to the acquisition. Where equity instruments are issued in an acquisition, the value of the instruments is their published market price as at the date of exchange unless, in rare circumstances, it can be demonstrated that the published price at the date of exchange is an unreliable indicator of fair value and that other evidence and valuation methods provide a more reliable measure of fair value. Transaction costs arising on the issue of equity instruments are recognised directly in equity.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date, irrespective of the extent of any minority interest. The excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired is recorded as goodwill. If the cost of acquisition is less than the fair value of the net assets of the subsidiary acquired, the difference is recognised directly in the income statement, but only after a reassessment of the identification and measurement of the net assets acquired.

Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is the entity's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions.

#### **(h) Impairment of assets**

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash generating units).

## Notes to the financial statements

For the year ended 30 June 2007 (continued)

### (i) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

### (j) Property, plant and equipment

All plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains/losses on qualifying cash flow hedges of foreign currency purchases of plant and equipment.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Depreciation on plant and equipment assets is calculated using the straight line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives, as follows:

- Machinery	10-15 years
- Vehicles	3-5 years
- Furniture, fittings and equipment	3-8 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement.

### (k) Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

### (l) Exploration and evaluation expenditure

Exploration and evaluation expenditure costs are accumulated in respect of each separate area of interest.

Exploration and evaluation costs are carried forward where right of tenure of the area of interest is current and they are expected to be recouped through the sale or successful development and exploitation of the area of interest, or, where exploration and evaluation activities in the area of interest have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

## Notes to the financial statements

### For the year ended 30 June 2007 (continued)

Development costs related to an area of interest are carried forward to the extent that they are expected to be recouped either through sale or successful exploitation of the area of interest. When an area of interest is abandoned or the directors decide that it is not commercial, any accumulated costs in respect of that area are written off in the financial period the decision is made.

#### **(m) Contributed equity**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs directly attributable to the issue of new shares or options for the acquisition of a business are not included in the cost of the acquisition as part of the purchase consideration.

#### **(n) Employee benefits**

##### ***(i) Wages and salaries, annual leave and sick leave***

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months of the reporting date are recognised in other payables in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and measured at the rates paid or payable.

##### ***(ii) Share-based payments***

Share-based compensation benefits are provided to employees and contractors via the InterMet Employee Share Option Plan and InterMet Executive Share Option Plan.

##### *Shares options granted after 7 November 2002 and vested after 1 January 2005*

The fair value of options granted under the InterMet Employee Option Plan is recognised as an employee benefit expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the employees become unconditionally entitled to the options.

The fair value at grant date is independently determined using a binomial option pricing model that takes into account the exercise price, the term of the option, the vesting and performance criteria, the impact of dilution, the non-tradeable nature of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option.

The fair value of the options granted excludes the impact of any non-market vesting conditions (for example, profitability and sales growth targets). Non-market vesting conditions are included in assumptions about the number of options that are expected to become exercisable. At each balance sheet date, the entity revises its estimate of the number of options that are expected to become exercisable. The employee benefit expense recognised each period takes into account the most recent estimate.

Upon the exercise of options, the balance of the share-based payments reserve relating to those options is transferred to share capital.

The market value of shares issued to employees for no cash consideration under the employee share scheme is recognised as an employee benefits expense over the vesting period.

## Notes to the financial statements

For the year ended 30 June 2007 (continued)

**(o) Earnings per share**

**(i) *Basic earnings per share***

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the year, adjusted for bonus elements in ordinary shares issued during the year.

**(ii) *Diluted earnings per share***

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Notes to the financial statements

For the year ended 30 June 2007 (continued)

	Consolidated		The Company	
	2007	2006	2007	2006
	\$	\$	\$	\$
<b>2 Revenue</b>				
Interest	177,938	66,865	177,938	66,865
Government Grant	43,703	-	43,703	-
Total Revenue	221,641	66,865	221,641	66,865
<b>3 Expenses</b>				
Depreciation				
computer & equipment	9,929	2,696	9,929	2,696
furniture & fixtures	1,711	43	1,711	43
motor vehicles	7,751	5,458	7,751	5,458
Total Depreciation	19,391	8,196	19,391	8,196
Provisions - Employee entitlements	(23,116)	(5,998)	(23,116)	(5,998)
<b>4 Income tax expense/(benefit)</b>				
The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax as follows:				
Loss from continuing operations before income tax expense	(382,966)	(268,274)	(382,966)	(268,274)
Prima facie tax payable on profit from ordinary activities before income tax 30%	(114,890)	(80,482)	(114,890)	(80,482)
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:				
Sundry items	1,486	614	1,486	614
Capital raising costs	-	(88,458)	-	(88,458)
Share based payments	4,772	30,000	4,772	30,000
Tax losses not recognised	108,632	138,326	108,632	138,326
Income tax attributable to entity	-	-	-	-

Notes to the financial statements

For the year ended 30 June 2007 (continued)

**5 Earnings per share**

***Classification of securities as ordinary shares***

Ordinary shares have been classified as ordinary shares and included in basic earnings per share.

***Classification of securities as potential shares***

Outstanding options have been classified as potential ordinary shares and included in diluted earnings per share.

	<b>Consolidated</b>	
	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>
Reconciliation of earnings to profit or loss		
Loss	(382,966)	(268,274)
<b>Earnings used in the calculation of dilutive EPS</b>	<u>(382,966)</u>	<u>(268,274)</u>
<i>Allocation of earnings to category of ordinary share:</i>		
<b>Diluted earnings</b>		
Basic		
Ordinary shares	(382,966)	(268,274)
Diluted		
Ordinary shares	<u>(382,966)</u>	<u>(268,274)</u>
	<b>Number</b>	<b>Number</b>
Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	<u>40,295,500</u>	<u>40,000,500</u>

**There are no dilutive securities.**

Notes to the financial statements

For the year ended 30 June 2007 (continued)

	Consolidated		The Company	
	2007	2006	2007	2006
	\$	\$	\$	\$
<b>6 Cash and cash equivalents</b>				
Cash at bank and on hand	1,974,172	3,508,595	1,974,169	3,508,592
	<u>1,974,172</u>	<u>3,508,595</u>	<u>1,974,169</u>	<u>3,508,592</u>
<b>7 Receivables</b>				
Other Debtors	821	95	821	95
GST receivable	59,509	32,069	59,509	32,069
	<u>60,330</u>	<u>32,164</u>	<u>60,330</u>	<u>32,164</u>
<b>8 Other financial assets</b>				
Shares in subsidiaries	-	-	3	3
	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
<b>9 Property, plant and equipment</b>				
Computer Equipment:				
At cost	46,169	19,310	46,169	19,310
Accumulated Depreciation	(12,366)	(2,437)	(12,366)	(2,437)
	<u>33,803</u>	<u>16,873</u>	<u>33,803</u>	<u>16,873</u>
Plant & Equipment:				
At cost	15,344	2,481	15,344	2,481
Accumulated Depreciation	(1,754)	(43)	(1,754)	(43)
	<u>13,590</u>	<u>2,438</u>	<u>13,590</u>	<u>2,438</u>
Motor vehicles				
At cost	42,347	37,727	42,347	37,727
Accumulated Depreciation	(13,208)	(5,458)	(13,208)	(5,458)
	<u>29,139</u>	<u>32,270</u>	<u>29,139</u>	<u>32,269</u>
<b>Total property, plant and equipment</b>	<u>76,532</u>	<u>51,580</u>	<u>76,532</u>	<u>51,580</u>

Notes to the financial statements

For the year ended 30 June 2007 (continued)

**9 Non-current assets - Property, plant and equipment (continued)**

Reconciliations of the carrying amounts for each class of property, plant and equipment are set out below:

	<b>Consolidated</b>		<b>The Company</b>	
	<b>2007</b>	<b>2006</b>	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b><i>Computer equipment</i></b>				
Carrying amount at beginning of year	16,873	-	16,873	-
Additions	26,859	19,569	26,859	19,569
Depreciation	(9,929)	(2,696)	(9,929)	(2,696)
Carrying amount at end of year	33,803	16,873	33,803	16,873
<b><i>Plant &amp; equipment</i></b>				
Carrying amount at beginning of year	2,438	-	2,438	-
Additions	12,863	2,481	12,863	2,481
Depreciation	(1,711)	(43)	(1,711)	(43)
Carrying amount at end of year	13,590	2,438	13,590	2,438
<b><i>Motor vehicles</i></b>				
Carrying amount at beginning of year	32,270	-	32,270	-
Additions	4,620	37,727	4,620	37,727
Depreciation	(7,751)	(5,458)	(7,751)	(5,458)
Carrying amount at end of year	29,139	32,270	29,139	32,269
<b><i>Total property, plant &amp; equipment</i></b>	<b>76,532</b>	<b>51,580</b>	<b>76,532</b>	<b>51,580</b>

Notes to the financial statements

For the year ended 30 June 2007 (continued)

	Consolidated		The Company	
	2007	2006	2007	2006
	\$	\$	\$	\$
<b>10 Exploration and evaluation expenditure</b>				
Exploration and/or evaluation phase – at cost	1,561,485	177,532	1,561,485	177,532
Carrying amount at beginning of year	177,532	27,032	177,532	27,032
Additions	1,383,330	166,041	1,383,330	166,041
Tenements Written off	623	(15,541)	623	(15,541)
Carrying amount at end of year	1,561,485	177,532	1,561,485	177,532
(a) The ultimate recoupment of costs carried forward for exploration and evaluation phases is dependent on successful development and commercial exploitation, or sale of the respective areas.				
<b>11 Other assets</b>				
Security deposits	17,750	-	17,750	-
<b>12 Trade and other payables</b>				
Trade payables	116,500	15,242	116,500	15,242
Sundry payables and accrued expenses	49,090	29,309	49,090	29,309
Amounts payable to a Director related entity – Hillgrove Resources Limited	63,287	2,698	63,287	2,698
	228,877	47,249	228,877	47,249
<b>13 Provisions</b>				
<b>Employee benefits</b>				
Opening Balance	5,998	-	5,998	-
Amounts provided	31,301	5,998	31,301	5,998
Amounts used	8,185	-	8,185	-
Carrying amount at end of year	29,114	5,998	29,114	5,998

Notes to the financial statements

For the year ended 30 June 2007 (continued)

	<b>Consolidated</b>		<b>The Company</b>	
	<b>2007</b>	<b>2006</b>	<b>2007</b>	<b>2006</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>14 Issued capital</b>				
<b>Share capital</b>				
Issued and paid up capital				
40,295,500 ordinary shares	4,059,809	3,990,809	4,059,809	3,990,809
(2006: 40,000,500), fully paid				
			<b>2007</b>	<b>2006</b>
			<b>\$</b>	<b>\$</b>
Ordinary shares				
Balance as at beginning of year			3,990,809	59,515
Shares Issued during the year				
- 13,313,900 pre IPO shares issued at \$0.020			-	266,278
- 20,000,000 IPO shares issued at \$0.20			-	4,000,000
- 500,000 Managing Director shares issued for successful IPO			-	100,000
- Transaction costs arising from share issue			-	(434,984)
- 45,000 listed options exercised at \$0.20			9,000	-
- 250,000 Managing Director shares at first anniversary of IPO			60,000	-
Balance at end of year			4,059,809	3,990,809
			<b>2007</b>	<b>2006</b>
			<b>No.</b>	<b>No.</b>
Ordinary shares				
Balance as at beginning of year			40,000,500	59,515
Shares Issued during the year				
- Pre IPO shares issued at \$0.020			-	13,313,900
- IPO shares issued at \$0.20			-	20,000,000
- Managing Director shares issued for successful IPO			-	500,000
- Listed options exercised at \$0.20			45,000	-
- Managing Director shares at first anniversary of IPO			250,000	-
Balance at end of year			40,295,500	40,000,500

Notes to the financial statements

For the year ended 30 June 2007 (continued)

**Shares terms and conditions**

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders meetings. In the event of winding up the company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any proceeds of liquidation. Shares issued prior to the IPO are the subject of voluntary escrow agreements until 20 April 2008.

	<b>2007 No.</b>	<b>2006 No.</b>
Listed options expiring 30 November 2007		
Balance as at beginning of year	10,000,000	-
Listed options issued during the year		
- IPO options issued	-	10,000,000
- Listed options exercised at \$0.20	45,000	-
Balance at end of year	9,955,000	10,000,000

**Options terms and conditions**

The options on issue have the following terms:

- (a) Seed and Promoters options totalling 21,000,000 are unlisted and escrowed until 20 April 2008, they have an exercise price of \$0.20 and can be exercised any time before 23 May 2010. There has been no movement in Seed and Promoters options during the year.
- (b) IPO Attaching options are listed, have an exercise price of \$0.20 can be exercised any time before 30 November 2007.

**15 Subsidiaries**

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1.

<b>Name of entity</b>	<b>Country of incorporation</b>	<b>Class of Share</b>	<b>Equity Holding 2007 %</b>	<b>Equity Holding 2006 %</b>
<b>Controlled entity</b>				
International Metals Pty Ltd	Australia	Ordinary	100	100

The proportion of ownership interest is equal to the proportion of voting power held.

Notes to the financial statements

For the year ended 30 June 2007 (continued)

**16 Joint Ventures**

The Consolidated Entity has the following interests in Joint Ventures:

Project	Tenement No.	Participants	JV Commitment
Lake Gilles Uranium Joint Venture	EL 3467	ITT and Hindmarsh Resources Ltd	Hindmarsh can spend \$600,000 over 4 years to earn an 80% interest in unconformity-related uranium only.
Coulta Uranium Joint Venture	EL 3314, EL 3702 (formerly ELA 230/06)	ITT and WCP Uranium	WCP can spend up to \$1.5M over 4 years to earn an 80% interest in uranium only. ITT has the option to maintain a 49% interest and participate once WCP has spent \$750,000.
Cocata Uranium Joint Venture	EL 3462, EL 3463	ITT and Uranium Equities Ltd	UEL can spend up to \$2M over 5 years to earn an 80% interest in palaeochannel and unconformity related uranium. . ITT has the option to maintain a 49% interest and participate once UEL has spent \$750,000.
Cocata Metals Joint Venture	EL 3462, EL 3463	ITT and Silver Swan Group	SSG can spend up to \$500,000 over 4 years to earn an 80% interest in all minerals excluding palaeochannel hosted and unconformity related uranium. ITT has the option to maintain a 49% interest and participate once SSG has spent \$200,000.
Watson Metals Joint Venture	EL 3313, EL 3323	ITT and Silver Swan Group	SSG can spend up to \$500,000 over 4 years to earn an 80% interest in all minerals excluding uranium. . ITT has the option to maintain a 49% interest and participate once SSG has spent \$200,000.
Watson Uranium Joint Venture	EL 3313, EL 3323, EL 3800 (formerly ELA 379/06)	ITT and Uranium Equities Ltd	UEL can spend up to \$1M over 5 years to earn an 80% interest in uranium. ITT has the option to maintain a 49% interest and participate once UEL has spent \$500,000.

**17 Share-based payments**

The following share-based payment arrangements existed at 30 June 2007:

On 19 December 2006 400,000 share options, with an exercise price of 33c and a 5 year term, were issued under the InterMet Employee Share Option Plan. On 13 June 2007 a further 600,000 share options, with an exercise price of 30c and a 5 year term, were issued under the InterMet Employee Share Option Plan. Mr Ferris received 500,000 of the share options issued on 13 June 2007.

The Employee Share Options have been independently valued at 12.64c for the 33c options and 10.91c for the 30c options.

Notes to the financial statements

For the year ended 30 June 2007 (continued)

**18 Financial risk management**

The consolidated entity is exposed to changes in foreign exchange rates, commodity prices and interest rates in its activities.

The material financial instruments to which the consolidated entity has exposure include:

- (i) Cash and short term deposits;
- (ii) Receivables; and
- (iii) Accounts payable

**Cash flow and fair value interest rate risk**

All of the consolidated entity's financial instruments are either non-interest bearing or bear interest at commercial interest rates. The weighted average interest rate on cash and short-term deposits at 30 June 2007 was 6.3% (2006: 5.6%). All receivables, other financial assets and payables are non-interest bearing.

**Credit risk**

Financial instruments, which potentially subject the consolidated entity to credit risk, consist primarily of cash and short term deposits and trade debtors. Credit risk on cash, short term deposits and trade debtors is largely minimised by dealing with companies with acceptable credit ratings and selling on letters of credit.

The consolidated entity has no reason to believe credit losses will arise from any of the above financial instruments. However, the maximum amount of loss, which may possibly be realised, is the carrying amount of the financial instrument.

**Net fair value of financial instruments**

The carrying amounts of cash and short term deposits, receivables, security deposits, accounts payable and provision for employee entitlements approximate fair value due to the short maturity of these instruments. Adequate provision is held in respect of trade debtors.

**19 Notes to the Cash Flow Statement**

**(a) Reconciliation of cash**

For the purposes of the Cash Flow Statement, cash includes cash on hand and at bank and short term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

	Note	Consolidated		The Company	
		2007	2006	2007	2006
		\$	\$	\$	\$
Cash at bank or at call	6	1,974,172	3,508,595	1,974,169	3,508,592

Notes to the financial statements

For the year ended 30 June 2007 (continued)

**19 Notes to the Cash Flow Statement (continued)**

**(b) Reconciliation of operating loss after income tax to net cash provided by operating activities**

Operating profit/(loss) after income tax	(382,966)	(268,274)	(382,966)	(268,274)
Add/(less) items classified as investing/financing activities				
Add/(less) non-cash items				
Tenements written off	-	15,541	-	15,541
Shares issued as remuneration	89,620	100,000	89,620	100,000
Depreciation	19,391	8,196	19,391	(144,537)
Net cash used by operating activities before change in assets and liabilities	(273,955)	(144,537)	(273,955)	(144,537)
Changes in assets and liabilities:				
(Increase)/decrease in trade debtors and prepayments	(28,166)	(31,350)	(28,166)	(31,350)
Increase/(decrease) in trade creditors and accruals	181,628	41,574	181,628	41,574
Increase/(decrease) in provisions	23,116	5,998	23,116	5,998
Net cash used in operating activities	(97,377)	(128,315)	(97,377)	(128,315)

**20 Key management personnel**

**(a) Directors**

The following persons were directors of InterMet Resources Limited during the financial year:

*(i) Executive*

G M Ferris, Managing Director

*(ii) Non-Executive directors*

D S Archer, Chairman

N F Alley

D J Ferguson

## Notes to the financial statements

For the year ended 30 June 2007 (continued)

### 20 Key management personnel (continued)

#### (b) Key executives

The following persons were the executives with the greatest authority for the strategic direction and management of the consolidated entity during the financial year:

<b>Name</b>	<b>Position</b>
G M Ferris	Managing Director
I B Kirkham	Company Secretary

#### (c) Remuneration of key management personnel

##### (i) *Principles used to determine the nature and amount of remuneration*

Remuneration levels are competitively set to attract and retain appropriately qualified and experienced directors and executives in accordance with the company's Remuneration Policy. Remuneration packages include a mix of fixed remuneration, performance-based remuneration, and equity-based remuneration. Options are issued under the Employee Share Option Plan, at the discretion of directors. Directors do not receive any performance related remuneration.

##### (ii) *Non-executive directors*

Non-executive directors' base fees range between \$30,000-60,000 per annum. Non-executive directors do not receive bonuses nor are they issued options on securities. Directors' fees cover all main board activities.

##### (iii) *Executive pay*

The executive pay and reward framework has four components:

- Base pay and benefits
- Short-term performance incentives
- Long-term incentives through participation in share issues, and
- Other remuneration such as superannuation

The combination of these comprises the executive's total remuneration.

#### (d) Equity instruments

##### ***Shares provided as remuneration***

As set out in the IPO prospectus Gary Ferris was entitled to 500,000 ordinary shares, with a fair value of \$100,000, upon the successful listing of the Company on 20 April 2006 and a further 250,000 ordinary shares upon each of the first and second anniversaries of the listing.

Notes to the financial statements

For the year ended 30 June 2007 (continued)

**21 Related party transactions**

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

<b>Consolidated</b>		<b>The Company</b>	
<b>2007</b>	<b>2006</b>	<b>2007</b>	<b>2006</b>
<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>

***Director Related Entities***

Administration service fee paid to Hillgrove Resources Ltd, a company of which Mr D Archer and Mr D Ferguson are directors, for the provision of secretarial, accounting and management services.

71,627	7,688	71,627	7,688
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Hillgrove Resources Ltd holds 12,335,100 shares and 9,000,000 options in InterMet Resources Ltd.

**22 Events subsequent to balance date**

In the opinion of the directors, no items, transactions or events of a material and unusual nature have arisen in the interval between the end of the financial year and the date of this report which have significantly affected, or may significantly affect, the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial years.

**23 Contingent liabilities**

The parent entity and Group had contingent liabilities at 30 June 2007 in respect of assets where the probability of future payments/receipts is not considered remote is set out below.

The consolidated entity has obligations to restore land disturbed under exploration licences. The consolidated entity has deposits with state government departments. These deposits may be forfeited if the consolidated entity does not meet its obligations under these licence agreements.

The directors are of the opinion that further provisions are not required in respect of these matters, as it is not probable that a future sacrifice of economic benefits will be required or the amount is not capable of reliable measurement.

**24 New accounting and UIG interpretations**

Certain new accounting standards and UIG interpretations have been published that are not mandatory for 30 June 2007 reporting periods. The InterMet's assessment of the impact of these new standards and interpretations is that there would be no material impact on the reported results of the company for the year ended 30 June 2007.

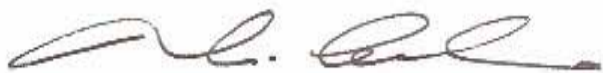
## Directors' declaration

- 1 In the opinion of the directors of InterMet Resources Limited ("the Company"):
- (a) the financial statements and notes, set out on pages 19 to 40 , are in accordance with the Corporations Act 2001, including:
    - (i) giving a true and fair view of the financial position of the Company and consolidated entity as at 30 June 2007 and of their performance, as represented by the results of their operations and their cash flows, for the year ended on that date; and
    - (ii) complying with Accounting Standards in Australia and the Corporations Regulations 2001; and
  - (b) There are reasonable grounds to believe that the Company will be able to pay it's debts as and when they become due and payable.
  - (c) The audited remuneration disclosures that are contained in the Director's Report comply with Australian Standards AASB 124 Related Party Disclosures.

The directors have been given the declarations by the Chief Executive Officer and Chief Financial Offer required by section 295A of the Corporations Act 2001.

Dated at Sydney this 10th day of September 2007.

Signed in accordance with a resolution of the directors:



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D S Archer  
Chairman



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G M Ferris  
Managing Director

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNET RESOURCES LTD

### Report on the financial report

We have audited the accompanying financial report of Internet Resources Ltd, which comprises the balance sheet as at 30 June 2007, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies and 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.

As permitted by the Corporations Regulations 2001, the company has disclosed information about the remuneration of directors and executives (remuneration disclosure), required by Accounting Standard AASB 124: Related Party Disclosures, under the heading 'Remuneration Report' in the directors' report and not in the financial report.

### 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 Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls 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, in accordance with Accounting Standard AASB 101: *Presentation of Financial Statements*, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

### Auditor's responsibility

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

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

We 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 complied with the independence requirements of the *Corporations Act 2001*.

**Auditor's opinion**

In our opinion:

- (a) The financial report of Internet Resources Ltd is in accordance with the *Corporations Act 2001*, including:
  - i. Giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2007 and of their performance for the year ended on that date; and
  - ii. Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and
- (b) The financial report also complies with International Financial Reporting Standards as disclosed in Note 1; and
- (c) The remuneration disclosures that are contained in the directors' report comply with Accounting Standard AASB 124.

**GRANT THORNTON**  
**South Australian Partnership**  
Chartered Accountants



**S J GRAY**  
Partner

Signed at *Adelaide* this *10* day of *September* 2007

## Shareholder information for listed Public Companies

The following additional information is required by the Australia Stock Exchange Limited in respect of listed public companies only.

As at the reporting date the most recent Shareholder information available for disclosure is as follows:

### a) Voting rights and classes of equity securities

- a. As at 27 August 2007, the Company has 21,945,500 listed and 18,350,000 unlisted fully paid ordinary shares. Each fully paid share carries on a poll, one vote.
- b. As at 27 August 2007, the Company has the following options over ordinary shares:
  - i. 9,955,000 listed 20 cent options expiring 30 November 2007.
  - ii. 21,000,000 unlisted 20 cent options expiring 23 May 2010.
  - iii. 400,000 unlisted 33 cent employee share options expiring 23 December 2011.
  - iv. 600,000 unlisted 30 cent employee share options expiring 13 June 2012.
  - v. 200,000 unlisted 23 cent employee share options expiring 23 July 2012.

### b) The number of shareholdings holding less than a marketable parcel of ordinary shares was 19.

### c) Distribution schedule of Fully Paid Ordinary Shares as at 27 August 2007

<i>Size of holding</i>	<i>Number of Shareholders</i>	<i>Number of Optionholders</i>
1 - 1,000	1,600	51
1,001 - 5,000	192,490	810,000
5,001 - 10,000	1,815,094	280,364
10,001 - 100,000	8,481,958	4,426,944
100,001 & over	29,804,358	4,437,641

### d) Stock Exchange listing

Quotation has been granted for all the ordinary shares of the company on all Member Exchanges of the Australian Stock Exchange Limited. The ASX code is ITT.

### e) Company Secretary

Mr Ian Bruce Kirkham.

### f) On-market buy-back

There is no current on-market buy-back.

### g) Substantial shareholders as at 27 August 2007

An extract of the Company's register of Substantial Shareholders (who hold 5% or more of the issued capital) is set out below:

<i>Name</i>	<i>% of Issued capital</i>
Hillgrove Resources Limited	30.6%

Shareholder information for listed Public Companies (continued)

Twenty largest listed Shareholders

The twenty largest shareholders hold 66.4% of the total ordinary shares issued. The names of the 20 largest shareholders as at 27 August 2007 are listed below:

	<b>Name of Shareholder</b>	<b>No of Ordinary Shares Held</b>	<b>% of Issued Shares</b>
1	Hillgrove Exploration Pty Ltd	12,335,100	30.6%
2	Taycol Nominees Pty Ltd	2,000,000	5.0%
3	Mr James Fraser Allender	1,750,100	4.3%
4	Mr Michael Walsh McDonald	1,750,100	4.3%
5	Merrill Lynch (Australia) Nominees P/L	1,600,000	4.0%
6	Mr Neville Foster Alley	1,000,000	2.5%
7	Mr Arnold Olschyna	1,000,000	2.5%
8	I E Properties Pty Ltd	950,000	2.4%
9	UBS Nominees Pty Ltd	842,554	2.1%
10	Mr Gary Ferris	750,000	1.9%
11	Resource Asia Limited	500,000	1.2%
12	Ouro Pty Ltd	290,737	0.8%
13	ANZ Nominees Limited	271,375	0.7%
14	Mr A + Mrs C Edmonds-Wilson	270,000	0.7%
15	Mr D + Mrs R Boland	250,000	0.6%
16	Ms J Holland	250,000	0.6%
17	Perpetual Trustee Company	250,000	0.6%
18	Nutsville Pty Ltd	245,022	0.6%
19	Diskdew Pty Ltd	238,060	0.6%
20	Mr D + Mrs S Whiting	225,000	0.6%
	Top 20 Holders	26,768,048	66.4%
	Total	40,045,500	100%

Shareholder information for listed Public Companies (continued)

Twenty largest holders of listed Options

The twenty largest option holders hold 50.5% of the total listed options issued. The names of the 20 largest option holders as at 27 August 2007 are listed below:

	<b>Name of Option holder</b>	<b>No of Ordinary Options Held</b>	<b>% of Issued Options</b>
1	Agricultural Solutions Consultancy P/L	965,000	9.7%
2	Sempra Metals & Concentrates Corp.	800,000	8.0%
3	Mr L C Anderson	365,175	3.6%
4	Swell Nominees Pty Ltd	354,416	3.5%
5	Mr Graham Cameron	327,500	3.3%
6	Resource Asia Limited	250,000	2.5%
7	McKell Place Nominees Pty Ltd	230,000	2.3%
8	Mr P + Mrs J Cohen	225,348	2.3%
9	Illington Pty Ltd	200,000	2.0%
10	Mr Neville Wells	150,000	1.5%
11	Mr J Virgona + Mrs K Yakich	150,000	1.4%
12	AWJ Family Pty Ltd	125,000	1.3%
13	Brooking Creek Pty Ltd	125,000	1.3%
14	Darksyde Investments Pty Ltd	120,000	1.2%
15	Furnace Technologies Pty Ltd	115,000	1.2%
16	Dorica Nominees Pty Ltd	110,000	1.1%
17	Mr Trung Huu Ngo	110,000	1.1%
18	Mr Christopher Allan Waples	107,702	1.1%
19	Mr Luke Charles Anderson	100,000	1.0%
20	Mr Carl Justin Cottone	100,000	1.0%
	Top 20 Holders	5,030,141	50.5%
	Total	9,955,000	100.0%

Shareholder information for listed Public Companies (continued)

**h) Interests in mining tenements**

<b>Project Name</b>	<b>EL No</b>	<b>EL Name</b>	<b>Ownership %</b>
Cocata	3462	Cocata	100%
Cocata	3463	Palkagee Well	100%
Coulta	3314	Coffin Bay	100%
Coulta	3671	Lake Malata	100%
Coulta	3702	Vanilla	100%
Lake Gilles	3467	Corunna North	100%
Lake Gilles	3466	Lake Gilles	100%
Lake Gilles	3801	Pickaxe Dam	100%
Southern Gawler Ranges	3461	Cooria Hill	100%
Southern Gawler Ranges	3598	Mt Ive	100%
Watson	3313	East Nullarbor	100%
Watson	3323	Lake Tallacootra	100%
Watson	3800	Nullarbor	100%

**i) Other information**

InterMet Resources Limited, incorporated and domiciled in Australia, is a publicly listed company limited by shares.

## Offices and officers

### Head Office

1/22 Maple Avenue  
Forestville SA 5035  
Tel: + 61 8 8351 3388  
Fax: + 61 8 8351 0023

### Registered Office

Level 41 Australia Square  
264-278 George Street  
Sydney N.S.W. 2000  
Tel: + 61 2 8221 0404  
Fax: + 61 2 8221 0407

### Share Registry

Computershare Investor Services Pty Limited  
Level 5, 115 Grenville Street  
Adelaide S.A. 5000  
Telephone: 1300 85 05 05

### Auditors

Grant Thornton  
67 Greenhill Road  
Wayville S.A. 5034

### Bankers

Westpac Banking Corporation  
Royal Exchange  
Corner Pitt and Bridge Streets  
Sydney N.S.W. 2065

### Web Site

[www.intermetresources.com](http://www.intermetresources.com)