Viking Mines Limited

ABN 38 126 200 280

Interim Financial Report - 31 December 2019

Viking Mines Limited
Corporate directory
31 December 2019

Directors	Raymond Laurence Whitten Charles William Thomas Michael Andrew Cox
Company secretary	Dean Jagger
Registered office and principal place of business	Level 5, 126 Phillip Street Sydney NSW 2000 Telephone: +61 2 8072 1400 Facsimile: +61 2 8072 1440 Website: www.vikingmines.com
Share register	Automic Pty Ltd Level 5, 126 Phillip Street Sydney NSW 2000 Telephone: 1300 288 664 (within Australia) Telephone: +61 2 9698 5414 (outside Australia) Email: hello@automic.com.au
Auditor	Rothsay Auditing Level 1, Lincoln House 4 Ventnor Street West Perth WA 6005
Solicitors	Automic Legal Pty Ltd Level 5, 126 Phillip Street Sydney NSW 2000
Stock exchange listing	Viking Mines Limited is listed on the Australian Securities Exchange (ASX: VKA)

Viking Mines Limited
Operations report
31 December 2019

During the half-year ended 31 December 2019, Viking was focused on progressing work at the Tumentu Gold Project and continuing the proceedings against the purchaser and guarantors of the Akoase Gold Project.

Ghana Projects

The Viking mineral licences are located in southern Ghana, West Africa (Figure 2) in one of the most strongly gold endowed and tightly held geological provinces in the world, the Ashanti Gold Belt. Numerous multi-million ounce gold deposits are located within and on the margins of the Ashanti Gold Belt, including two of the largest gold deposits in the world, Obuasi and Tarkwa.



Figure 1: Viking Project Locations

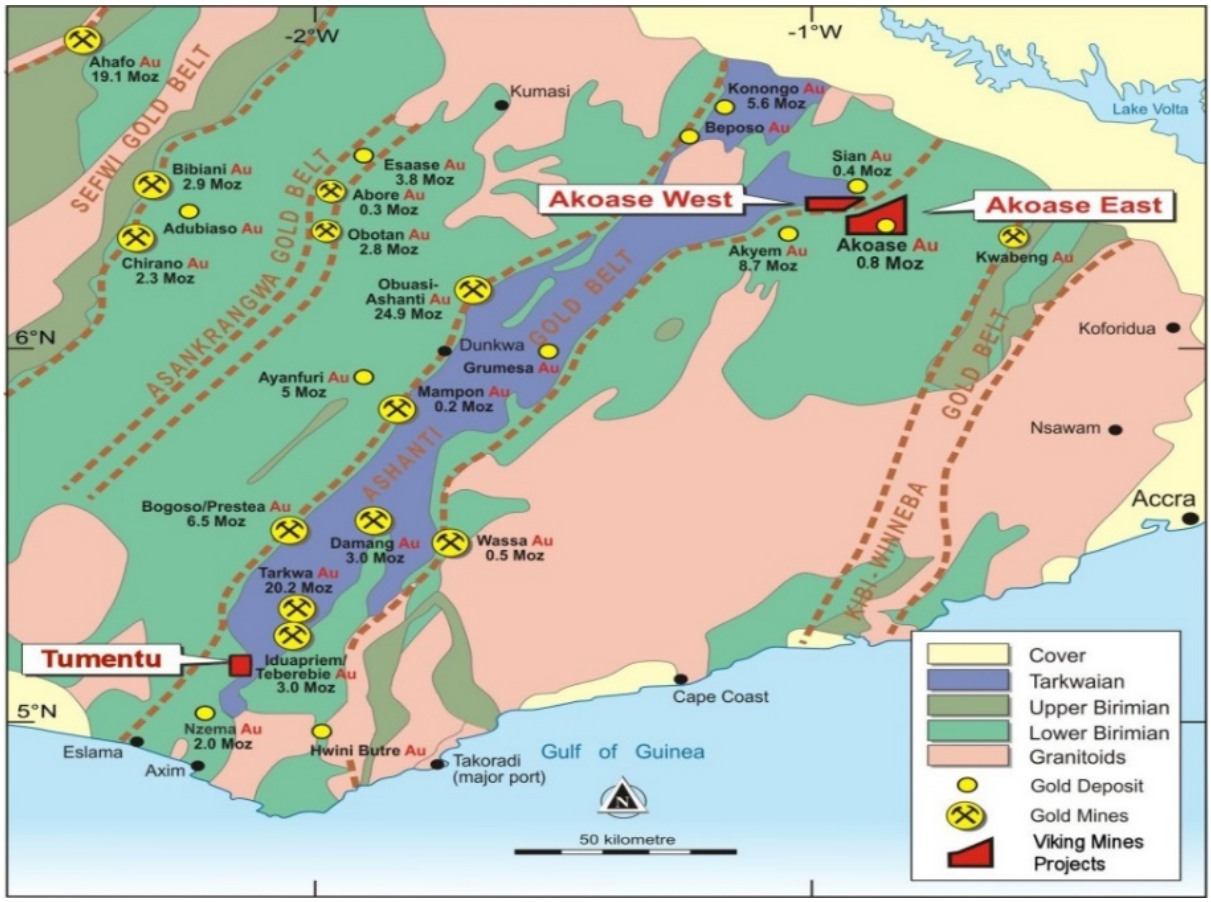


Figure 2: Viking Gold Project Locations, Southern Ghana

Akoase Gold Project (Viking 100% - reducing to 0% upon completion of sale)

In June 2015 the Company executed a sale contract for the Akoase Gold Project for an overall transaction value of USD$10 million, of which USD$8 million was to be paid in cash.

Viking has previously been paid USD$5 million in sales proceeds. The remaining USD$3 million was due by 31 December 2017 with a grace period until 31 January 2018. At the date of this announcement, the USD$3 million has not been received by the Company.

Current Akoase sale proceeds summary:

- USD$5 million – paid to date;
- USD$3 million – this amount was due to be paid by 31 December 2017. At the date of this announcement, the USD$3 million has not been received by the Company; and
  a further USD$2 million via royalties from production.

As announced to the market on 22 October 2018, the Company's lawyers in Ghana have filed and served proceedings against Akoase Resources Limited, BXC Company Ghana Limited and Cheng Yi. Since that time, the matter has been proceeding through the court process in the High Court (Commercial Division) in Ghana.

The Company will continue to provide updates as this matter progresses.

Tumentu Gold Project (Viking 100%)

As announced to the market on 26 April 2019, the Company was granted a prospecting licence for Tumentu from the Minerals Commission on 25 April 2019.

Accordingly, the Company developed a two-year program, consisting of air-core (AC) and reverse circulation (RC) drilling, soil geochemistry and ground based geophysics.

During the half year ended 31 December 2019, the drilling program at Tumentu was delayed due to excessive rain in the region. Subsequent to the end of the relevant period, as announced on 14 January 2020, weather conditions had improved in the region and the drilling program commenced and Aircore Drilling as part of the current program at Tumentu is now complete. 35 holes were drilled totalling 1234.0m to an average depth of 34m. The Company is sending samples for further testing and will update the market when results are received. A total of 900 Aircore and Reverse Circulation samples from the Tumentu prospect were submitted to the laboratory.

The Company expects that the assays will be updated and merged onto a central database in the near term. Once the assay results are received, a technical report on the exploration activities will be prepared.

Mongolia Projects

Berkh Uul Coal Project (Viking 100%)

In 2015 a Mongolian Government review of the Law on Prohibiting Mineral Exploration and Extraction near Water Sources, Protected Areas and Forests (commonly referred to as the "Long Name Law") resulted in Viking being advised that approximately 53% of the Berkh Uul prospecting licence falls within a headwaters of rivers zone and is subject to a determination of an exclusion zone under the Long Name Law. This government determination impacts upon the Company's current coal resource.

Viking continues to seek resolution relating to changes to boundaries of protected areas affecting the Berkh Uul prospecting license, introduced under Long Name Law in 2010. The Company has commenced action against the Mineral Resources and Petroleum Authority of Mongolia in this regard (MRPAM). The Company has received a written judgement from the Supreme Court in relation to this matter, which upheld the decision of the First Instance Administrative Court which rejected the claims of the Company. In the period to 31 December 2019, the Company's lawyers in Mongolia submitted a request for compensation to MRPAM.

Khonkhor Zag Coal Project (Viking 100%)

Khonkhor Zag is an anthracitic coal project located 1,400km southwest of Ulaanbaatar in Western Mongolia. It is strategically located within 40km of China's Burgastai border port with an existing haul road adjoining the tenement.

The current mining licence was granted in April 2013, for a period of 30 years.

Government approvals have already been received for the Khonkhor Zag Environmental Impact Assessment, and the Feasibility Study Report, which provides a clear pathway for any future mining and coal production at Khonkhor Zag. Excellent scope exists to develop Khonkhor Zag as a low cost, high margin premium coal project close to Chinese markets.

No on-ground work was undertaken on the project during the half-year.

In accordance with and consistent with the Board's objectives, the Company has continued to engage with prospective buyers in relation to the Mongolian assets.

Operations summary

It remains your Company's policy to give priority to more mature exploration opportunities over greenfields exploration due to the inherent lower risk, and shorter lead time to production.

Australia presents a very competitive market today for gold, base metals, lithium and other specialty mineral projects; to date your Company has not found an advanced project out of many presented, to which it can add significant value.

Of the preferred overseas destinations, Ghana in particular presents advanced gold properties to the Company. This is partly a consequence of Viking's long association there.

The Company will carefully assess all projects presented to it with a view to exploiting its strong cash position for the maximum benefit of all shareholders.

Viking Mines Limited
Directors' report
31 December 2019

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Viking Mines Limited (referred to hereafter as 'Viking', the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2019.

Directors

The following persons were directors of Viking Mines Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Raymond Laurence Whitten - Executive Chairman
Charles William Thomas
Michael Andrew Cox

Principal activities

During the financial half-year the principal continuing activities of the consolidated entity was investment in mineral exploration projects.

Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Review of operations

The loss for the consolidated entity after providing for income tax amounted to $572,559 (31 December 2018: $361,079).

Please refer to the Operations report accompanying the interim report for a comprehensive review of operations.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

Matters subsequent to the end of the financial half-year

Subsequent to 31 December 2019, the Company has received confirmation the Minerals Commission of Ghana have granted the prospecting licence for Butre. Butre is located in the Ahanta West region of Ghana.

Subsequent to the end of the relevant period, as announced on 14 January 2020, weather conditions at the Tumentu site had improved and the drilling program commenced. Aircore Drilling as part of the current program at Tumentu is now complete. 35 holes were drilled totalling 1234.0m to an average depth of 34m. The Company is sending samples for further testing and will update the market when results are received. A total of 900 Aircore and Reverse Circulation samples from the Tumentu prospect were submitted to the laboratory. The Company expects that the assays will be updated and merged onto a central database in the near term. Once the assay results are received, a technical report on the exploration activities will be prepared.

Subsequent to 31 December 2019, the Company’s claim against MRPAM for compensation in the Mongolian Court of Administrative Cases was rejected. An appeal has been lodged.

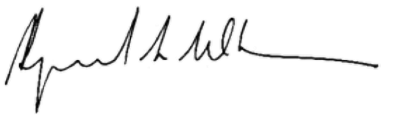
No other matter or circumstance has arisen since 31 December 2019 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 (Cth) is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001 (Cth).

On behalf of the directors



Raymond Whitten
Executive Chairman

11 March 2020

ROTHSAY
Level 1, Lincoln House, 4 Ventnor Avenue, West Perth WA 6005
P.O. Box 8716, Perth Business Centre WA 6849
Phone (08) 9486 7094 www.rothsayresources.com.au

The Directors
Viking Mines Limited
Level 29, 201 Elizabeth Street
Sydney NSW 2000

Dear Directors

In accordance with Section 307C of the Corporations Act 2001 (the "Act") I hereby declare that to the best of my knowledge and belief there have been:

i) no contraventions of the auditor independence requirements of the Act in relation to the audit review of the 31 December 2019 interim financial statements; and

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

Graham R Swan FCA (Lead auditor)

Rothsay Auditing

Dated 11 March 2020

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Viking Mines Limited
Contents
31 December 2019

Statement of profit or loss and other comprehensive income	10
Statement of financial position	11
Statement of changes in equity	12
Statement of cash flows	13
Notes to the financial statements	14
Directors' declaration	18
Independent auditor's review report to the members of Viking Mines Limited	19

General information

The financial statements cover Viking Mines Limited as a consolidated entity consisting of Viking Mines Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Viking Mines Limited's functional and presentation currency.

Viking Mines Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 5, 126 Phillip Street
SYDNEY NSW 2000

A description of the nature of the consolidated entity's operations and its principal activities are included in the notes to the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 11 March 2020.

Viking Mines Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2019

	Note	Consolidated 31 Dec 2019 $	Consolidated 31 Dec 2018 $
Revenue	3	14,917	100,204
Expenses			
Consultancy costs		(54,117)	(234,769)
Employee benefits expense		(155,050)	(63,701)
Direct exploration and project evaluation		-	(700)
Impairment of assets	4	(299,660)	-
Foreign exchange gains (losses)		5,772	101,829
Share based payment expense		-	(119,820)
Other expenses		(84,421)	(144,122)
Loss before income tax expense		(572,559)	(361,079)
Income tax expense		-	-
Loss after income tax expense for the half-year attributable to the owners of Viking Mines Limited		(572,559)	(361,079)
Other comprehensive income/(loss)			
Items that may be reclassified subsequently to profit or loss			
Other comprehensive income / (expense) for the period, net of tax		(47,029)	55,674
Other comprehensive income/(loss) for the half-year, net of tax		(47,029)	55,674
Total comprehensive loss for the half-year attributable to the owners of Viking Mines Limited		(619,588)	(305,405)
		Cents	**Cents**
Basic earnings per share	10	(0.18)	(0.12)
Diluted earnings per share	10	(0.18)	(0.12)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Viking Mines Limited
Statement of financial position
As at 31 December 2019

	Note	Consolidated 31 Dec 2019 $	Consolidated 30 Jun 2019 $
Assets			
Current assets			
Cash and cash equivalents		1,847,347	2,388,027
Other receivables		13,796	11,347
Prepayments		17,884	1,187
Total current assets		1,879,027	2,400,561
Non-current assets			
Exploration and evaluation	4	405,925	474,917
Total non-current assets		405,925	474,917
Total assets		2,284,952	2,875,478
Liabilities			
Current liabilities			
Trade and other payables		131,384	108,207
Employee benefits		14,578	8,693
Total current liabilities		145,962	116,900
Total liabilities		145,962	116,900
Net assets		2,138,990	2,758,578
Equity			
Issued capital	5	22,537,072	22,537,072
Reserves	6	(454,606)	(407,577)
Accumulated losses		(19,202,251)	(18,629,692)
Equity attributable to the owners of Viking Mines Limited		2,880,215	3,499,803
Non-controlling interest		(741,225)	(741,225)
Total equity		2,138,990	2,758,578

The above statement of financial position should be read in conjunction with the accompanying notes

Viking Mines Limited
Statement of changes in equity
For the half-year ended 31 December 2019

Consolidated	Issued capital $	Reserves $	Accumulated losses $	Non-controlling interest $	Total equity $
Balance at 1 July 2018	22,537,072	(481,493)	(18,133,220)	(741,225)	3,181,134
Loss after income tax expense for the half-year	-	-	(361,079)	-	(361,079)
Other comprehensive income for the half-year, net of tax	-	55,674	-	-	55,674
Total comprehensive income/(loss) for the half-year	-	55,674	(361,079)	-	(305,405)
Transactions with owners in their capacity as owners:					
Share-based payments	-	119,820	-	-	119,820
Balance at 31 December 2018	22,537,072	(305,999)	(18,494,299)	(741,225)	2,995,549

Consolidated	Issued capital $	Reserves $	Accumulated losses $	Non-controlling interest $	Total equity $
Balance at 1 July 2019	22,537,072	(407,577)	(18,629,692)	(741,225)	2,758,578
Loss after income tax expense for the half-year	-	-	(572,559)	-	(572,559)
Other comprehensive loss for the half-year, net of tax	-	(47,029)	-	-	(47,029)
Total comprehensive loss for the half-year	-	(47,029)	(572,559)	-	(619,588)
Balance at 31 December 2019	22,537,072	(454,606)	(19,202,251)	(741,225)	2,138,990

The above statement of changes in equity should be read in conjunction with the accompanying notes

Viking Mines Limited
Statement of cash flows
For the half-year ended 31 December 2019

	Note	Consolidated 31 Dec 2019 $	Consolidated 31 Dec 2018 $
Cash flows from operating activities			
Payments to suppliers and employees		(331,760)	(526,201)
Interest received		15,976	29,360
Net cash used in operating activities		(315,784)	(496,841)
Cash flows from investing activities			
Payments of plant and equipment		-	1,522
Payments for exploration and evaluation	4	(230,668)	-
Proceeds from sale of tenements		-	70,844
Net cash from/(used in) investing activities		(230,668)	72,366
Net cash from financing activities		-	-
Net decrease in cash and cash equivalents		(546,452)	(424,475)
Cash and cash equivalents at the beginning of the financial half-year		2,388,027	3,090,051
Effects of exchange rate changes on cash and cash equivalents		5,772	157,503
Cash and cash equivalents at the end of the financial half-year		1,847,347	2,823,079

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2019 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2019 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted
The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

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

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

AASB 16 Leases
The consolidated entity has adopted AASB 16 from 1 January 2019. The standard replaces AASB 117 'Leases' and for lessees eliminates the classifications of operating leases and finance leases. Except for short-term leases and leases of low-value assets, right-of-use assets and corresponding lease liabilities are recognised in the statement of financial position. Straight-line operating lease expense recognition is replaced with a depreciation charge for the right-of-use assets (included in operating costs) and an interest expense on the recognised lease liabilities (included in finance costs). In the earlier periods of the lease, the expenses associated with the lease under AASB 16 will be higher when compared to lease expenses under AASB 117. However, EBITDA (Earnings Before Interest, Tax, Depreciation and Amortisation) results improve as the operating expense is now replaced by interest expense and depreciation in profit or loss. For classification within the statement of cash flows, the interest portion is disclosed in operating activities and the principal portion of the lease payments are separately disclosed in financing activities. For lessor accounting, the standard does not substantially change how a lessor accounts for leases.

Management has completed an assessment by reviewing all leases. Based on the work performed to date the findings indicate that the application of AASB 16 will not have an impact on the consolidated entity’s financial statements as the leases are held for a period of less than 12 months.

Note 2. Operating segments

The Group has adopted AASB 8 Operating Segments which requires operating segments to be identified on the basis of internal reports about components of the Group that are reviewed by the chief operating decision-maker in order to allocate resources to the segment and to assess its performance. For management purposes, the Board of Directors of the Company has been defined as the Chief Operating Decision Maker.

The Board reviews internal reports prepared as consolidated financial statements and strategic decisions of the Group are determined upon analysis of these internal reports. During the period the Group operated predominately in one business and two geographical segments, being the resources sector in Ghana and Mongolia. Accordingly under the management approach outlined only one operating sector has been identified and no further disclosures are required in the notes to the consolidated financial statements.

Note 3. Revenue

	Consolidated	
	31 Dec 2019	**31 Dec 2018**
	$	**$**
Interest revenue	14,917	29,360
Proceeds on sale of mining properties	-	70,844
Revenue	14,917	100,204

Note 4. Non-current assets - Exploration and evaluation

	Consolidated	
	31 Dec 2019	**30 Jun 2019**
	$	**$**
Exploration costs capitalised	2,955,585	2,724,917
Less: Accumulated amortisation	(2,250,000)	(2,250,000)
Less: Impairment	(299,660)	-
	405,925	474,917

Reconciliations
Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	**Mongolia – Berkh Uul Coal Project** **$**	**Mongolia – Khonkhor Zag Coal Project** **$**	**Ghana – Akoase Gold Project** **$**	**Ghana – Tumentu Gold Project** **$**	**Total** **$**
Balance at 1 July 2019	288,874	10,786	-	175,257	474,917
Additions	-	-	-	230,668	230,668
Impairment of assets	(288,874)	(10,786)	-	-	(299,660)
Balance at 31 December 2019	-	-	-	405,925	405,925

The recoupment of exploration project acquisition costs carried forward is dependent upon the recoupment of costs through successful development and commercial exploitation, or alternatively by sale of the respective areas.

The Mongolian assets were impaired to nil as at the end of the current financial half-year. There have been no acceptable offers for the project during the reporting period and no expectation of any change in this position.

Note 5. Equity - Issued capital

	Consolidated			
	31 Dec 2019	**30 Jun 2019**	**31 Dec 2019**	**30 Jun 2019**
	Shares	**Shares**	**$**	**$**
Issued capital	313,717,856	313,717,856	22,537,072	22,537,072

Shares under option
Unissued ordinary shares of Viking Mines Limited under option as at 31 December 2018 are as follows:

Note 5. Equity - Issued capital (continued)

Grant date	Expiry date	Exercise price	Number under option
04/04/2017	30/06/2020	$0.046	12,000,000
06/12/2018	06/12/2021	$0.030	15,000,000
			27,000,000

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

Ordinary shares
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 of the parent entity, ordinary shareholders rank after all creditors and are fully entitled to any proceeds on liquidation.

Note 6. Equity - Reserves

	Consolidated	
	31 Dec 2019	**30 Jun 2019**
	$	**$**
Foreign currency reserve	(818,426)	(771,397)
Options reserve	363,820	363,820
	(454,606)	(407,577)

Movements in reserves
Movements in each class of reserve during the current financial half-year are set out below:

Consolidated	Options reserve $	Foreign currency reserve $	Total $
Balance at 1 July 2019	363,820	(771,397)	(407,577)
Foreign currency translation	-	(47,029)	(47,029)
Balance at 31 December 2019	363,820	(818,426)	(454,606)

Note 7. Equity - Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Note 8. Contingent assets

The Company is expecting to receive USD 3 million in sales proceeds relating the June 2015 sale of Akoase gold project in Ghana. This is now overdue and the company has commenced legal proceedings against the purchaser, regarding this outstanding payment. Although the money has not yet been received, the Company remains confident it will be received.

Note 9. Events after the reporting period

Subsequent to 31 December 2019, the Company has received confirmation the Minerals Commission of Ghana have granted the prospecting licence for Butre. Butre is located in the Ahanta West region of Ghana.

Subsequent to the end of the relevant period, as announced on 14 January 2020, weather conditions at the Tumentu site had improved and the drilling program commenced. Aircore Drilling as part of the current program at Tumentu is now complete. 35 holes were drilled totalling 1234.0m to an average depth of 34m. The Company is sending samples for further testing and will update the market when results are received. A total of 900 Aircore and Reverse Circulation samples from the Tumentu prospect were submitted to the laboratory. The Company expects that the assays will be updated and merged onto a central database in the near term. Once the assay results are received, a technical report on the exploration activities will be prepared.

Subsequent to 31 December 2019, the Company's claim against MRPAM for compensation in the Mongolian Court of Administrative Cases was rejected. An appeal has been lodged.

No other matter or circumstance has arisen since 31 December 2019 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Note 10. Earnings per share

	Consolidated	
	31 Dec 2019	31 Dec 2018
	$	$
Loss after income tax attributable to the owners of Viking Mines Limited	(572,559)	(361,079)
	Number	**Number**
Weighted average number of ordinary shares used in calculating basic earnings per share	313,717,856	313,717,856
Weighted average number of ordinary shares used in calculating diluted earnings per share	313,717,856	313,717,856
	Cents	**Cents**
Basic earnings per share	(0.18)	(0.12)
Diluted earnings per share	(0.18)	(0.12)

Viking Mines Limited
Directors' declaration
31 December 2019

In the directors' opinion:

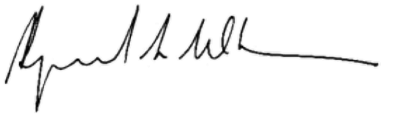
- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;

- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2019 and of its performance for the financial half-year ended on that date; and

- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Raymond Whitten
Executive Chairman

11 March 2020

ROTHSAY

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P.O. Box 8716, Perth Business Centre WA 6849
Phone (08) 9486 7094 www.rothsayresources.com.au

Independent Review Report to the Members of Viking Mines Limited

The financial report and directors' responsibility
The interim consolidated financial report comprises the statement of financial position, statement of comprehensive income, statement of changes in equity, cashflow statement, accompanying notes to the financial statements, and the directors' declaration for Viking Mines Limited for the half-year ended 31 December 2019.

The Company's directors are responsible for the preparation and fair presentation of the consolidated financial report in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Review approach
We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim consolidated financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated financial position as at 31 December 2019 and the performance for the half year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Viking Mines Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

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

Conclusion
Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim consolidated financial report of Viking Mines Limited is not in accordance with the *Corporations Act 2001*, including:

- giving a true and fair view of the consolidated financial position as at 31 December 2019 and of the performance for the half-year ended on that date; and
- complying with Australian Accounting Standard AASB134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Rothsay

Rothsay Auditing

GRSw

Graham R Swan FCA
Partner

Dated 11 March 2020

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