



METEORIC RESOURCES

NL

HALF-YEAR FINANCIAL REPORT

31 DECEMBER 2009

ABN 64 107 985 651



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HALF-YEAR FINANCIAL REPORT

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Your directors submit the financial report of the Company for the half-year ended 31 December 2009.

DIRECTORS

The following persons were directors of Meteoric Resources NL ("Meteoric") during the whole of the half-year and up to the date of this report:

- Mr Peter Thomas
- Mr Roger Thomson
- Mr George Sakalidis

REVIEW OF OPERATIONS

The comprehensive loss for the half-year ended 31 December 2009 was \$822,574 (2008 – Net Loss - \$225,254).

The Company's activities during the six month period are summarised as follows:

WEBB (Meteoric 100%)

Meteoric's Webb gold project in the West Arunta region of WA hosts gold anomalies identified in regional sampling by the Geological Survey of WA. In addition Meteoric has identified an iron oxide-copper-gold (IOCG) target. Both the gold anomalies and the IOCG target lie close to an interpreted WNW-trending fault structure termed the Dwarf Well Fault which parallels a major mineralised structure, the Central Australian Suture and which in turn parallels the Trans Tanami Fault, a structure associated with significant gold mineralisation in the Tanami Goldfield, as shown in Figure 1.

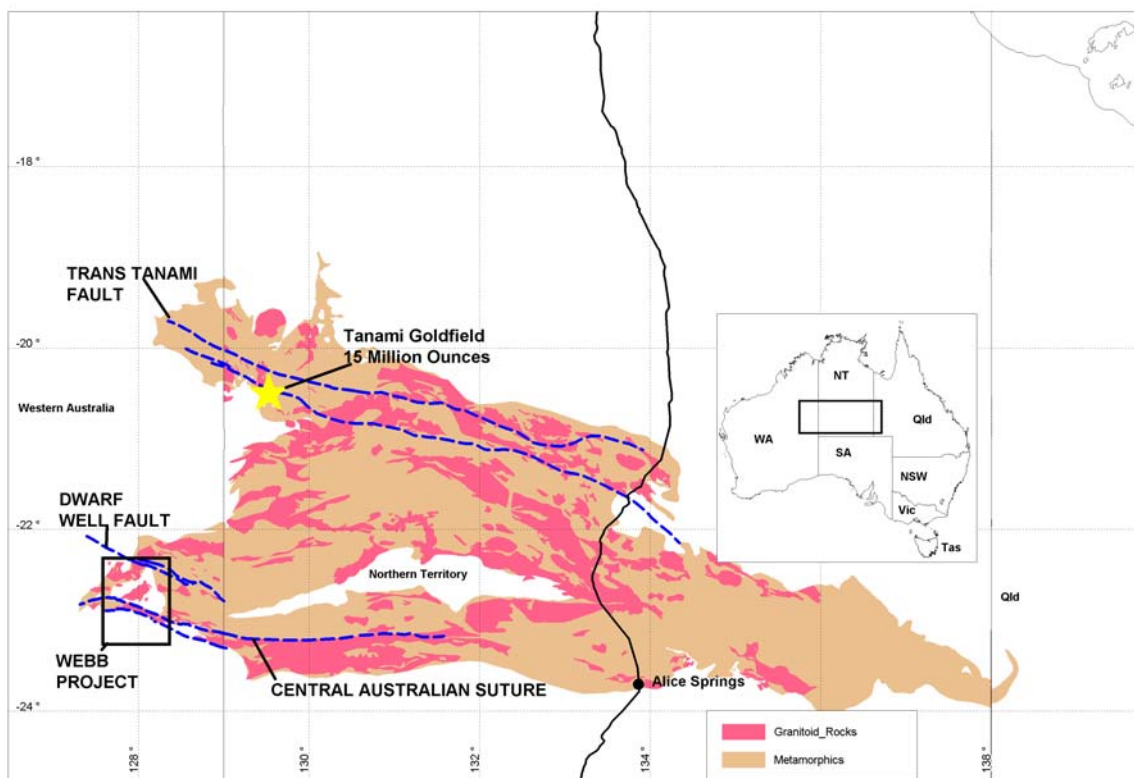


Figure 1
Location Map

Following the grant of exploration licence E80/4234 Meteoric has carried out geochemical sampling, RAB drilling and gravity surveys on its 100%-owned tenement and on nearby tenements where Meteoric may earn up to a 70% interest. The areas of activity are shown in Figure 2. Meteoric's focus here is on iron oxide-copper-gold (IOCG) targets similar to Prominent Hill in South Australia and Ernest Henry in Queensland and also on following up geochemical anomalies identified by the Geological Survey of WA (GSWA).

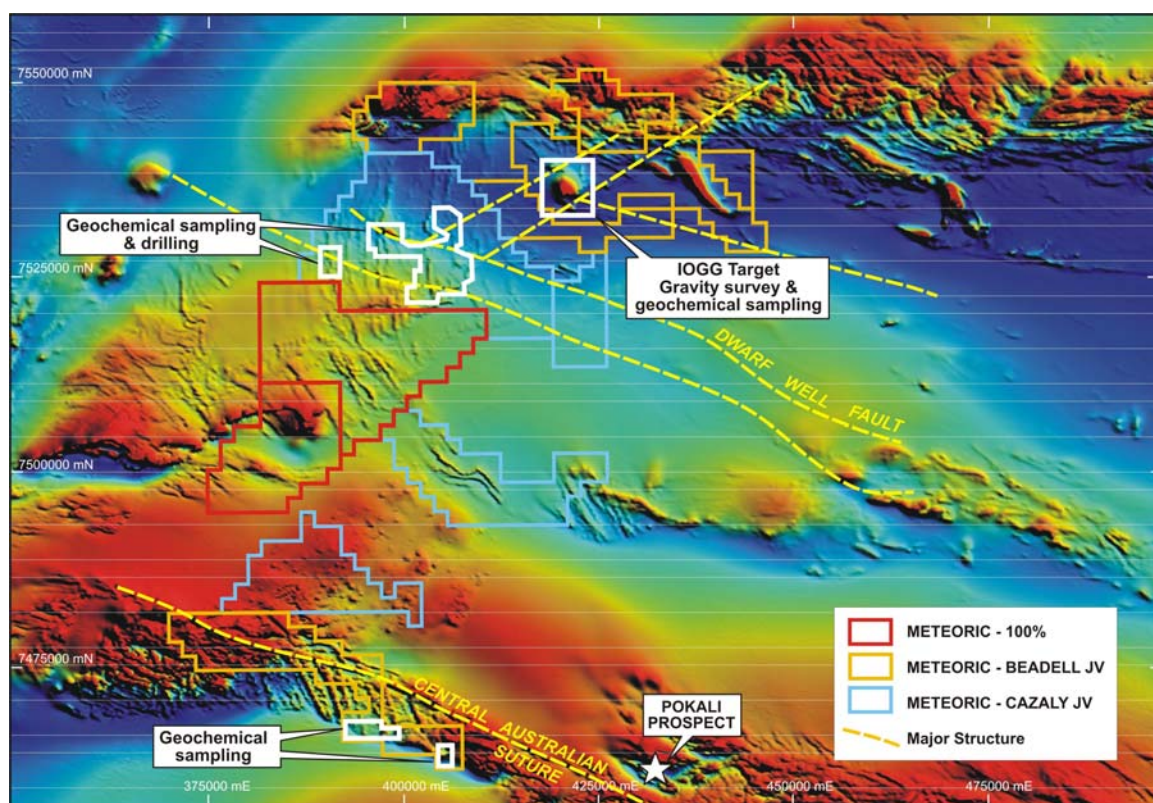


Figure 2

Webb Project Aeromagnetics and Tenure

A gravity survey (stations on 200m centres) over a prominent 3km-long aeromagnetic anomaly (amplitude 1000nT) obscured by sand cover has outlined an adjacent and partly overlapping 2km-long gravity anomaly (amplitude 2mgals) as shown in Figure 3. The target zone occurs in a favourable structural setting as indicated in Figure 2. Previous sampling by Beadell Resources identified anomalous copper (313ppm) in a small ferruginous outcrop on the margin of the gravity anomaly. It is a characteristic of IOCG deposits, particularly where both hematite and magnetite alteration is present, to show a displacement in the magnetic and gravity responses, reflecting the various iron minerals associated with copper and gold mineralisation. The 3km-long zone covering the offset peak gravity and magnetic responses provides an attractive drilling target for IOCG-style mineralisation.

Modelling of the aeromagnetic and ground gravity data indicates several associated, but not coincident, magnetic and gravity sources at depths of more than 300m for the gravity features and 200m-300m for the aeromagnetic features. The depth of these features suggests that it is unlikely that any associated mineralisation would have any pronounced surface geochemical expression. Plans are in hand to drill this IOCG target as described below.

The first pass geochemical sampling comprised 500m x 200m soil sampling following up anomalies identified by the wide-spaced regional survey completed by the GSWA in 2007 (ASX release of 26 March 2009). Intermediate samples were taken at 100m intervals for later analysis as warranted by results of the first pass samples. To date a total of some 2,000 soil samples have been analysed.

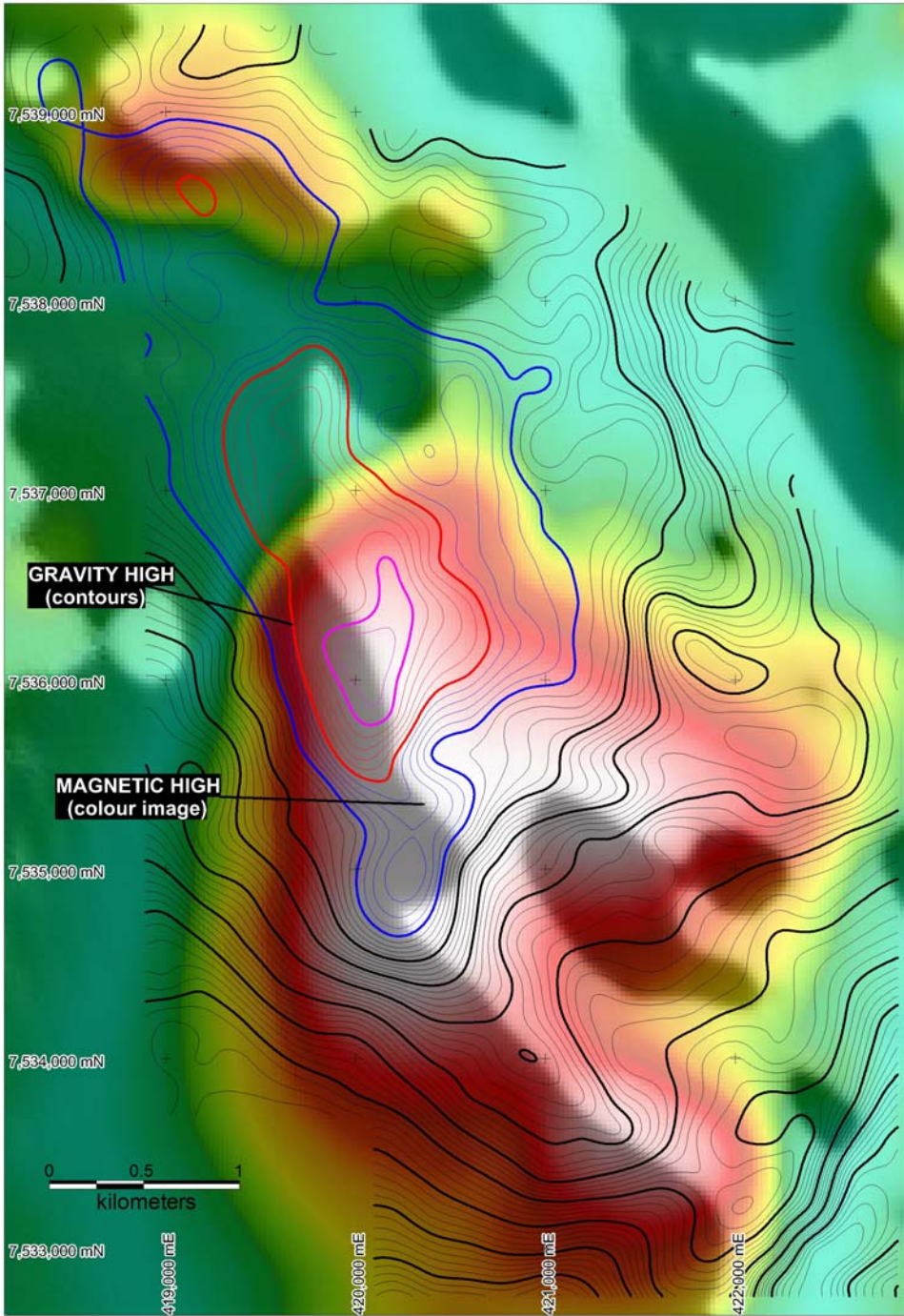


Figure 3

IOCG Target Showing Gravity Contours on Aeromagnetic Colour Image

The sampling outlined three low order gold and multi element (As, Sb, Bi and Te) trends along and parallel to the Dwarf Well Fault. These trends range from 1km possibly up to 5km in length with gold values ranging from 1.5ppb to 60.5ppb compared to a background of less than 1ppb. Part of the larger central trend has not been sampled because of a culturally sensitive area outlined in a heritage protection survey. However the anomalous gold values reported by the GSWA survey (up to 403ppb Au in lag and 20ppb in soil) could not be duplicated and no large strong coherent anomalies are evident from the Meteoric sampling. Meteoric used the same sample depth, soil fraction, preparation, digestion and analytical technique (but with a different laboratory) to that reported by the GSWA and



the lack of correlation of results cannot be adequately explained at this stage. Meteoric is carrying out check analyses of duplicate samples at a second laboratory to further investigate this matter, together with analysis of selected infill samples and examination of results of duplicates and standards inserted into the Meteoric sample stream as part of its QA/QC procedure. It is possible that dilution of the samples by barren windblown sand associated with the extensive dune systems in the area has reduced the effectiveness of the sampling and that deeper sampling is required and this will also be investigated.

A 112-hole, 1091m shallow RAB drilling programme was completed, mainly comprising 100m-spaced holes on a north-south line through the centre of the gold-anomalous zone reported by the GSWA and traversing several WNW structural trends evident from aeromagnetics. The drilling intersected quartz-sericite schists interpreted to be metasedimentary in origin with no significant gold results, however the drilling should be recognised as very preliminary and wide-spaced at this stage.

Meteoric is encouraged by the geophysical survey over the IOCG target and has commissioned an aboriginal heritage survey over this magnetic/gravity target, the results of which have yet to be received. Subject to the results of this survey, Meteoric is planning to carry out a detailed magnetic survey to refine drilling targets, with drilling envisaged to commence in April or May 2010. In addition, Meteoric is preparing to carry out a heritage survey over a second IOCG target held in joint venture with Cazaly Resources and is also negotiating access to a third IOCG target held in joint venture with Beadell Resources.

Beadell Joint Venture (Meteoric earning up to 70%)

Following the Geological Survey of WA's observations that the West Arunta region is prospective for IOCG mineralisation (favourable granites, alteration and breccia development), Meteoric reached agreement with Beadell Resources Limited for a joint venture on four granted exploration licences totalling 840sq km close to Meteoric's Webb gold project (MEI ASX release 31 August 2009). The IOCG style of mineralisation includes such deposits as Olympic Dam, Prominent Hill and Carrapateena in South Australia and Ernest Henry in Queensland. Typically these deposits are large tonnage and characterised by coincident, or near coincident, gravity and magnetic anomalies which reflect iron alteration associated with copper-gold mineralisation.

The Beadell tenements cover several gold-anomalous and copper-anomalous areas identified by wide-spaced regional sampling by the Geological Survey of WA. In addition the tenements cover a number of coincident aeromagnetic and gravity anomalies with IOCG potential as shown in Figure 4. The Radiator IOCG target is a 2km x 4km magnetic anomaly (amplitude 1200nT) with a 5mgal gravity anomaly. This compares favourably with the Carrapateena IOCG deposit of 200nT and 2mgal anomaly amplitude.

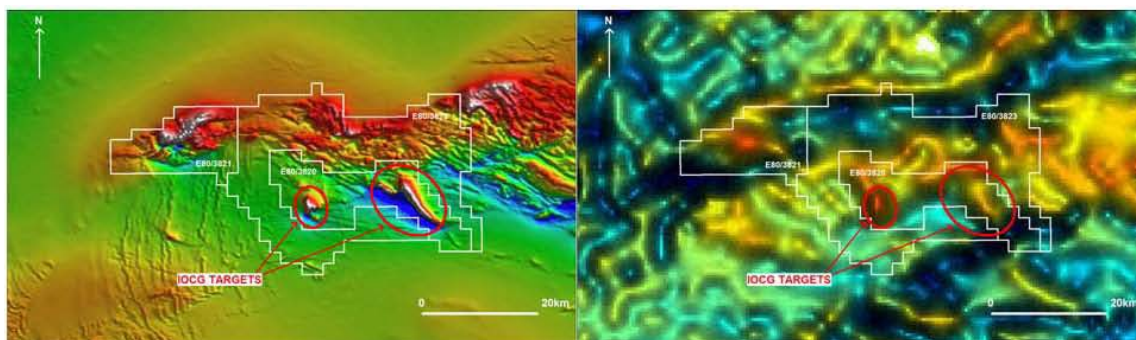


Figure 4
Location of Coincident Aeromagnetic (left) and Gravity (right) IOCG Targets

First pass sampling by Beadell has identified anomalous copper in a ferruginous outcrop close to the Radiator IOCG target and elevated copper and gold values in soils east of the East IOCG target as shown in Figure 5. Heritage surveys have identified a number of culturally sensitive areas covering parts of the target areas but the most attractive of the geophysical targets remain free of restrictions.

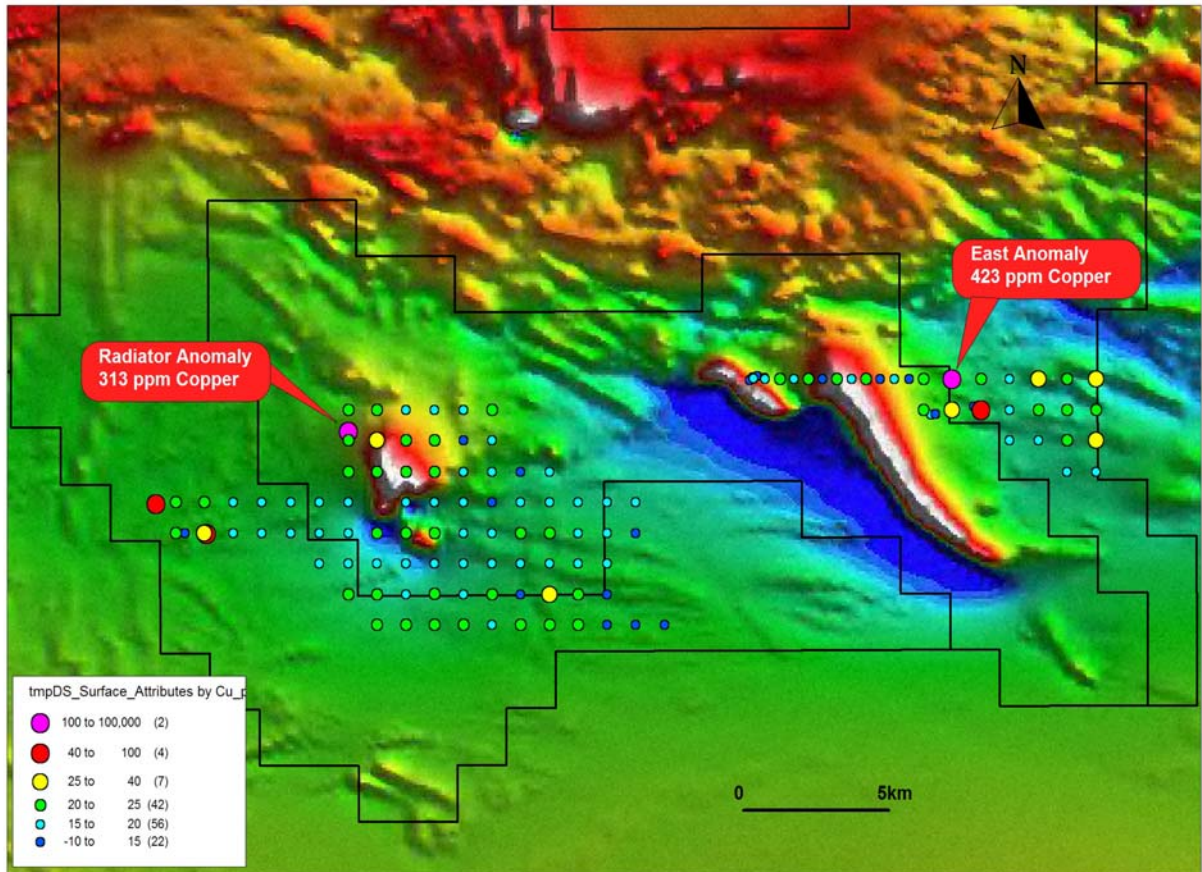


Figure 5
Aeromagnetics Showing Copper Geochemistry (ppm)

Results from Meteoric's 200m-centred soil sampling following up anomalous gold values from analysis of Beadell Resources' 1km-centred sampling at Mt Webb (ASX release 20 October 2009) has not identified any significant gold values and the reason for this lack of correlation is also being investigated. The Beadell sampling used a coarser soil fraction and it may be that the Meteoric samples contained a higher proportion of barren windblown sand which has diluted the results

Under the terms of the Beadell joint venture, Meteoric has the right to earn a 51% interest in the tenement package by expenditure of \$400,000 within 3 years. Meteoric may elect to earn up to a 70% interest by expenditure of a further \$400,000 within an additional two years. To maintain its right to earn an interest, Meteoric is to complete a 7,000m of RAB/aircore drilling (or the cost equivalent in other forms of drilling) within the first year. Under an agreement between Beadell and OZ Minerals, OZ has the right to acquire, at fair market value, a 51% interest in any of the 800,000 tonnes of copper, 3million ounces of gold; or 200,000 tonnes of nickel.



Cazaly Joint Venture (Meteoric earning 70%)

Meteoric reached agreement with Sammy Resources Pty Ltd, a wholly owned subsidiary of Cazaly Resources for a joint venture on four exploration licences close to Meteoric's Webb gold project (MEI ASX release of 17 August 2009). The Sammy Resources tenements include a granted exploration licence situated about 20km SW of Meteoric's Webb project, covering two pronounced coincident aeromagnetic and gravity anomalies which have potential to host IOCG mineralisation, as shown in Figure 6 and Figure 7.

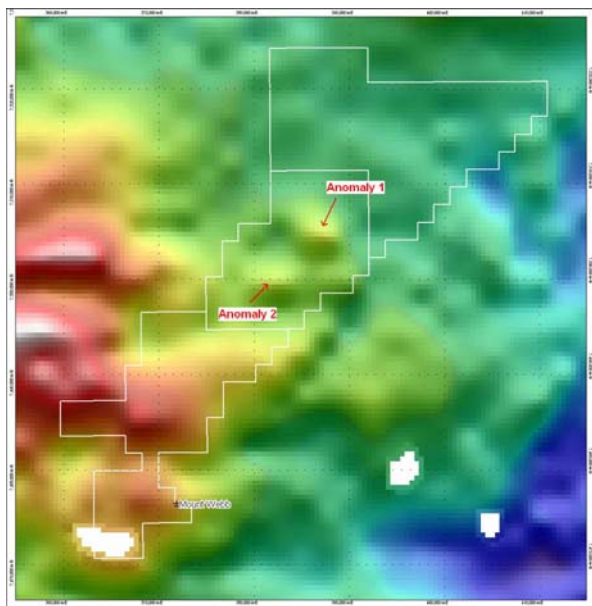


Figure 6
Bouguer Gravity Image

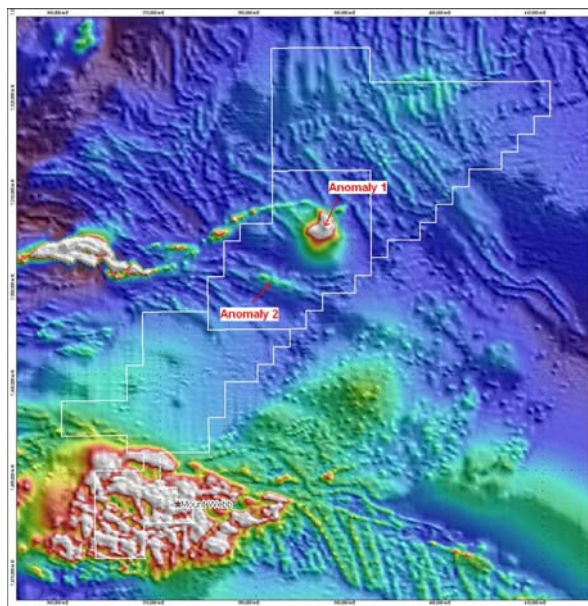


Figure 7
Aeromagnetic Image

The larger of the two targets is a 3km x 3km magnetic anomaly (amplitude 1100nT) with a 4mgal gravity anomaly, comparing favourably with other known IOCG mineral deposits.

Under the terms of the agreement Meteoric has the right to earn a 70% interest in the tenements by completing 1,000m of drilling within three years. In addition, Meteoric has the right to increase its interest to 90% by issuing Sammy Resources fully paid Meteoric shares to the value of \$300,000 at any time within the three year period.

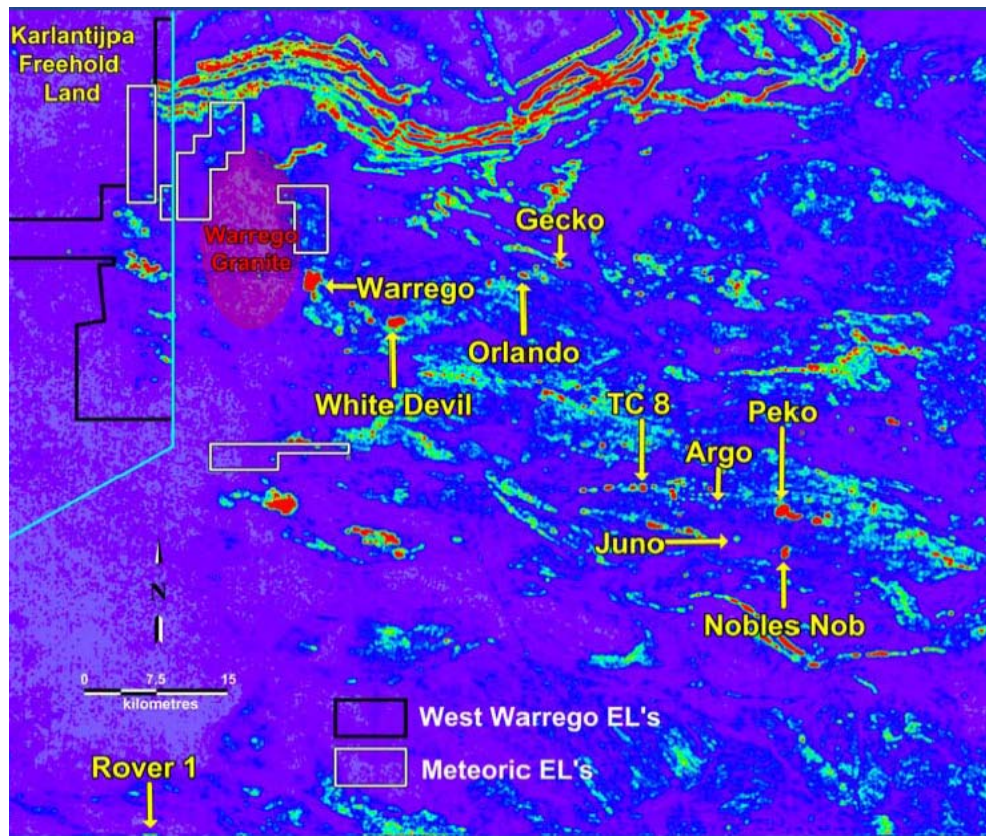
Subject to the necessary heritage clearances and consents from the native title holders, Meteoric plans to carry out a programme of geochemical sampling and gravity surveys. The surveys will provide models for specific targeting of drilling to test for IOCG style mineralisation.

WEST WARREGO (Meteoric 100%, diluting)

Meteoric reached agreement with Sipa Resources Limited (ASX: SRI) for a joint venture on two granted exploration licences and three exploration licence applications held by Meteoric mainly to the north and west of the old Warrego mine (SRI ASX release 23 November 2009).

The Meteoric tenements, shown in Figure 8, total about 150sq km in area and cover a number of aeromagnetic anomalies. Some of these anomalies, particularly west of the Warrego Granite have not been subject to modern exploration. Tennant Creek-style iron oxide-copper-gold deposits are commonly associated with magnetic anomalies caused by magnetite alteration related to copper-gold mineralisation. Meteoric's tenements thus complement Sipa's West Warrego gold project where a series of magnetic anomalies west of the Warrego Granite are being investigated.

Under the terms of the joint venture agreement Sipa may earn a 51% interest by expenditure of \$600,000 within three years and may elect to earn a 70% interest by a total expenditure of \$1.2 million within five years. Sipa has a minimum expenditure commitment of \$75,000 within the first year on the granted tenements and \$75,000 within a year of grant of the tenement applications. Farm out of the Tennant Creek tenements will allow Meteoric to focus on its priority Webb project.



Source: Sipa Resources Limited

Figure 8
Warrego Tenements and Aeromagnetics

The information in this report that relates to exploration results is based on information reviewed or compiled by Roger Thomson BSc, ARSM, MAusIMM, who is a Member of the Australian Institute of Geoscientists. Roger Thomson is a director of Meteoric Resources NL. Roger Thomson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the 'Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Roger Thomson consents to the inclusion of this information in the form and context in which it appears in this report.

DIRECTORS' REPORT



METEORIC RESOURCES

INDEPENDENCE DECLARATION BY AUDITOR

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 11 for the half-year ended 31 December 2009.

This report has been signed in accordance with a resolution of directors.

For and on behalf of the Directors

RM Thomson

Managing Director

15 March 2010

AUDITOR'S INDEPENDENCE DECLARATION



Auditors Independence Declaration

As lead auditor for the review of Meteoric Resources NL for the half year ended 31 December 2009, I declare under Section 307C of the *Corporations Act 2001*, that to the best of my knowledge and belief, there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review and
- no contraventions of any applicable code of professional conduct in relation to the review.

Somes and Cooke

Jennifer Talbot
Engagement Partner

1304 Hay Street
West Perth WA 6005
Date: 15 March 2010

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**



METEORIC RESOURCES

	Notes	Half Year Ended 31 Dec 2009 (\$)	Half Year Ended 31 Dec 2008 (\$)
Revenue:			
Interest income		43,486	32,410
Expenses:			
Depreciation expense		(3,579)	(4,318)
Exploration and tenement expenses written off		(595,558)	(131,865)
Share based payments		(84,000)	-
Other expenses		<u>(186,403)</u>	<u>(122,701)</u>
(Loss) before income tax expense		(826,054)	(226,474)
Income tax expense		<u>-</u>	<u>-</u>
(Loss) from continuing operations		<u>(826,054)</u>	<u>(226,474)</u>
Other comprehensive income:			
Changes in the fair value of available-for-sale financial assets		3,480	1,220
Income tax relating to other comprehensive income		<u>-</u>	<u>-</u>
Other comprehensive income for the period, net of tax		<u>3,480</u>	<u>1,220</u>
Total comprehensive income for the period		<u>3,480</u>	<u>1,220</u>
Total (Loss) and Comprehensive income for period attributable to members of Meteoric Resources NL		<u>(822,574)</u>	<u>(225,254)</u>
Basic profit/(loss) per share (cents per share)		(1.3994)	(0.5096)
Diluted profit/(loss) per share (cents per share)		<u>(1.3994)</u>	<u>(0.5096)</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2009**



METEORIC RESOURCES

	Notes	31 Dec 2009 (\$)	30 June 2009 (\$)
Current Assets			
Cash assets		3,113,290	934,226
Receivables		67,638	64,970
Prepayments		5,939	1,125
Total Current Assets		<u>3,186,867</u>	<u>1,000,321</u>
Non-Current Assets			
Plant and equipment		37,147	34,201
Other financial assets	3	26,112	22,632
Total Non-Current Assets		<u>63,259</u>	<u>56,833</u>
TOTAL ASSETS		<u>3,250,126</u>	<u>1,057,154</u>
Current Liabilities			
Payables		83,988	80,830
Total Current Liabilities		<u>83,988</u>	<u>80,830</u>
TOTAL LIABILITIES		<u>83,988</u>	<u>80,830</u>
NET ASSETS		<u>3,166,138</u>	<u>976,324</u>
Equity			
Contributed equity	4	9,440,281	6,511,893
Reserves		618,720	534,720
Accumulated losses		(6,892,863)	(6,070,289)
TOTAL EQUITY		<u>3,166,138</u>	<u>976,324</u>

The accompanying notes form part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**



METEORIC RESOURCES

Share Capital (Net of Costs) (\$)	Employee Benefit Reserve (\$)	Available for Sale Asset Reserve (\$)	Accumulated Losses (\$)	Total (\$)
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Balance at 1.7.2008	6,166,549	534,720	-	(5,584,460)	1,116,809
Total comprehensive (loss) for the period			1,220	(226,474)	(225,254)
Transfer of Available for Sale Asset Reserve			(1,220)	1,220	-
Balance at 31.12.2008	6,166,549	534,720	-	(5,809,714)	891,555

Balance at 1.7.2009	6,511,893	534,720	-	(6,070,289)	976,324
Shares issued during the period	3,035,276				3,035,276
Share issue costs	(106,888)				(106,888)
Share based payments		84,000			84,000
Total comprehensive (loss) for the period			3,480	(826,054)	(822,574)
Balance at 31.12.2009	9,440,281	618,720	3,480	(6,896,343)	3,166,138

The accompanying notes form part of these financial statements.

**STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**



METEORIC RESOURCES

	Half Year Ended 31 Dec 2009 (\$)	Half Year Ended 31 Dec 2008 (\$)
CASH FLOWS FROM OPERATING ACTIVITIES		
GST refunds received	22,958	46,053
Payments to suppliers and contractors	(238,001)	(251,239)
Interest and dividends received	43,486	32,410
Net cash provided by / (used in) operating activities	<u>(171,557)</u>	<u>(172,776)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(6,524)	-
Payments for exploration and evaluation	(559,140)	(126,247)
Purchase of new prospects	(12,102)	(1,537)
Net cash provided by / (used in) investing activities	<u>(577,766)</u>	<u>(127,784)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from new issues of shares	3,035,275	-
Share issue costs	(106,888)	-
Net cash provided by financing activities	<u>2,928,387</u>	<u>-</u>
Net (decrease) / increase in cash held	2,179,064	(300,560)
Cash at the beginning of the financial period	934,226	1,101,172
Cash at the end of the financial period	<u>3,113,290</u>	<u>800,612</u>

The accompanying notes form part of these financial statements.

NOTE 1 BASIS OF PREPARATION

These general purpose financial statements for the interim half-year reporting period ended 31 December 2009 have been prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of the Company. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year. It is therefore recommended that this financial report be read in conjunction with the annual financial statements for the year ended 30 June 2009, together with any public announcements made by the Company during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements except for the adoption of the following new and revised Accounting Standards.

Accounting Standards not previously applied

The Company has adopted the following new and revised Australian Accounting Standards issued by the AASB which are mandatory to apply to the current interim period. Disclosures required by these Standards that are deemed material have been included in this financial report on the basis that they represent a significant change in information from that previously made available.

Presentation of Financial Statements

AASB 101 prescribes the contents and structure of the financial statements. Changes reflected in this financial report include:

- the replacement of Income Statement with Statement of Comprehensive Income. Items of income and expense not recognised in profit or loss are now disclosed as components of "other comprehensive income". In this regard, such items are no longer reflected as equity movements in the Statement of Changes in Equity;
- the adoption of the separate statement approach to the presentation of the Statement of Comprehensive Income; and
- other financial statements are renamed in accordance with the Standard.

Operating Segments

From 1 January 2009, operating segments are identified and segment information, if required, disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Company's chief operating decision maker which, for the Company, is the board of directors.

NOTE 2 OPERATING SEGMENTS

Segment Information

Identification of reportable segments

The Company has identified that it operates in only one segment based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Company's principal activity is mineral exploration.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**



METEORIC RESOURCES

NOTE 2 OPERATING SEGMENTS (Continued)

Revenue and assets by geographical region

The Company's revenue is received from sources and assets located wholly within Australia.

Major customers

Due to the nature of its current operations, the Company does not provide products and services.

NOTE 3 OTHER FINANCIAL ASSETS

**Half Year
Ended
31 Dec 2009
(\$)**

Available for sale assets

Balance 1 July 2009	22,632
Purchases – at cost	-
Sales at carrying value	-
Increase in fair value	3,480
Balance 31 December 2009	<u>26,112</u>

NOTE 4 CONTRIBUTED EQUITY

Ordinary Fully Paid Shares

	Number	\$
Balance 1 July 2009	50,817,090	6,465,460
Issue of shares at \$0.1643 each	152,161	25,000
Issue of shares at \$0.15 each	7,500,000	1,125,000
Issue of shares at \$0.20 each	9,310,000	1,862,000
Share issue costs	-	(106,888)
Total Ordinary Fully Paid Shares Issued at 31 December 2009	<u>67,779,251</u>	<u>9,370,572</u>

Contributing Shares

Balance 1 July 2009	15,099,727	46,433
Issue of shares at \$Nil	3,750,000	-
Issue of shares at \$0.005 each	4,655,000	23,276
Total Contributing Shares Issued at 31 December 2009	<u>23,504,727</u>	<u>69,709</u>

Total Equity

9,440,281

Other Unlisted Options to acquire Contributing Shares

Issued to directors, expiring 21.11.2010, \$0.06 payable to acquire each contributing share	2,400,000	-
Issued to directors, expiring 16.11.2011, \$0.06 payable to acquire each contributing share	2,400,000	-
Issued to directors and company secretary, expiring 23.12.2014, \$0.2249 payable to acquire each ordinary fully paid share	2,400,000	-
Total Options to acquire Contributing Shares at 31 December 2009	<u>7,200,000</u>	<u>-</u>

NOTE 5 TENEMENT EXPENDITURE COMMITMENTS

The Company has entered into certain obligations to perform minimum exploration work on tenements held or joint ventured into. These obligations vary from time to time in accordance with contracts signed. Tenement rentals and minimum expenditure obligations which may be varied or deferred on application are expected to be met in the normal course of business.

The minimum statutory expenditure requirements on the granted tenements for the next twelve months amounts to \$949,430. Of this amount, \$30,000 is expected to be met by a JV participant as a result of a joint venture entered into. The tenements are located in Western Australia and Northern Territory and are subject to legislative requirements with respect to the processes for application, grant, conversion and renewal. The tenements are also subject to the payment of annual rent and the meeting of minimum annual expenditure commitments. There is no guarantee that any applications, conversions or renewals for the Company's tenements will be granted. The inability of the Company to meet rent and expenditure requirements may adversely affect the standing of its tenements.

NOTE 6 EVENTS SUBSEQUENT TO REPORTING DATE

There have been no matters or circumstances that have arisen since 31 December 2009 which have significantly affected or may significantly affect:

- (a) the Company's operations in future years; or
- (b) the results of those operations in future years; or
- (c) the Company's state of affairs in future years.

NOTE 7 CONTINGENT LIABILITIES

Native Title

The Company's activities in Australia are subject to the Native Title Act and its interpretation.

The Native Title Act recognises the title rights of indigenous Australians over areas where those rights have not been extinguished. State and Commonwealth native title legislation regulates the recognition, application and protection of native title. Native title may affect the status, renewal and conversion of existing tenements and the granting of new tenements. Indigenous land use agreements, including terms of compensation, heritage survey and protection agreements or other agreement types may need to be negotiated with affected parties.

The Native Title Act prescribes procedures applicable to the grant of tenements which apply even in the case of, for instance, a granted exploration licence being "converted" to, say, a mining lease. Compensation may become payable in respect of any impact which the grant of any tenements or other activities have on native title. A tenement holder may be liable for the payment of compensation for the affect of mining and exploration activities on any native title rights and interests that exist in the area covered by a tenement. Compensation may be payable in forms other than money, including the transfer of property and the provision of goods and services.

It is not currently possible to assess whether compensation will be payable by the Company to native title holders in relation to any of the tenements but such compensation could be significant.

There may be sites and objects of significance to indigenous Australians located on the land relating to the Company's tenements. State and Commonwealth Aboriginal heritage legislation aims to preserve and protect these sites and objects from use in a manner inconsistent with Aboriginal tradition. The Company proposes carrying out 'clearance surveys' if it considers this to be appropriate before conducting any exploration work that would disturb the surface of the land. The Company's tenements may contain some such sites of significance, which would need to be avoided or cause delays. It is possible that areas containing mineralisation or an economic

resource may also contain sacred sites, in which case they may remain unexploited. Access agreements will need to be negotiated with affected parties.

Native title, Aboriginal heritage or other indigenous matters are matters of substantial risk (giving rise to the threat that certain tenements may not be granted, access to certain tenements may be denied or delayed in addition to potentially significant cost exposure in respect of things such as negotiations, surveys, incentive payments and compensation to name but a few) as the legislative frame works provide torturous and frequently uncertain routes to the endeavour by both stakeholders (that is explorers/miners and indigenous peoples) to attain certainty.

It is not possible to quantify the financial or other impact native title and Aboriginal heritage will have upon the Company as, amongst other things, the processes involved with:

- (a) identifying all and only the indigenous peoples with a relevant interest;
 - (b) registering an indigenous land use agreement;
 - (c) obtaining access to land without infringing the provisions of the Aboriginal Heritage Act;
- are open ended, can involve substantial delay and cost and there can be no certainty as to the outcome with it being possible for projects to be entirely frustrated.

This could be the case, for instance, even in circumstances where:

- (a) a native title party consents to the grant of an exploration licence and assists the exploration endeavour thereon (and the discovery of an otherwise economic deposit);
- (b) the Company, in order to exploit that discovery, applies for a mining lease (or other required approval, consent, authority etc.) but such grant, approval, consent or authority is not forthcoming by reason of an objection by the same or another native title party.

Freehold Access

The interests of holders of freehold land encroached by the tenements are given special recognition by the Mining Act (WA). As a general proposition, a tenement holder must obtain the consent of the owner of freehold before conducting operations on the freehold land. There can be no assurance that the Company will secure rights to access those portions of the tenements encroaching freehold land, either at all or for all purposes, but, importantly, the grant of freehold extinguished native title so wherever the tenements encroach freehold the Company is in the position of not having to abide by the Native Title Act albeit aboriginal heritage matters will still be of concern.

DIRECTORS' DECLARATION



METEORIC RESOURCES

The directors of the Company declare that:

1. the accompanying financial statements and notes:
 - (a) comply with Accounting Standard AASB 134 : Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position of the Company as at 31 December 2009 and its performance for the half-year ended on that date.
2. in the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Signed at Perth: **Roger M Thomson**
Managing Director

Dated this 15th day of March 2010.

Independent Auditor's Review Report

To the members of Meteoric Resources NL

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Meteoric Resources NL, which comprises the statement of financial position as at 31 December 2009, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year 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 half-year 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.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. 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 financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2009 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Meteoric Resources NL, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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



Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001* and we can confirm that the independence declaration required by the *Corporations Act 2001* has been provided to the directors of Meteoric Resources NL on the date of this report.

Conclusion

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

- (a) giving a true and fair view of the entity's financial position as at 31 December 2009 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and *Corporations Regulations 2001*.

Somes and Cooke
Chartered Accountants

Jennifer Talbot
Engagement Partner

15 March 2010