OAKAJEE
CORPORATION

ACN 123 084 453

Half-Year Report and Appendix 4D

For the half-year ended 31 December 2018

Results for Announcement to the Market for the half-year end 31 December 2018

Current Reporting Period: Half-year end 31 December 2018
Previous Reporting Period: Half-year end 31 December 2017

1. Revenue and Net Profit

		Percentage change		Amount $
Revenue	Down	(51.7%)	to	2,655
Net loss	Up	117.5%	to	(207,963)

2. Brief Explanation of Revenue and Net Profit

The net loss after income tax attributable to members of the Company for the half-year ended 31 December 2018 was $207,963 (31 December 2017: $95,596).

During the half, the Group lodged two exploration licence applications over 1,113km2 covering parts of the Birrindudu Basin in the Northern Territory that the Group believes has the potential to host magmatic nickel-copper-PGE sulphide mineralisation (Birrindudu Nickel Project).

Subsequent to the end of the half, the Group entered into binding conditional purchase agreements to acquire a combination of exploration, prospecting and mining licences and selected minerals rights across 112km2 of ground within the Paynes Find Greenstone Belt in Western Australia (Acquisition) (Paynes Find Project).

The consideration of the Acquisition is as follows:

- $30,000 non-refundable cash deposit (which has been paid post balance date);
- $30,000 cash to be paid upon settlement of the Acquisition; and
- $75,000 worth of the Company's shares to be issued upon settlement of the Acquisition.

Settlement of the Acquisition is subject to a number of conditions precedent. Refer to the ASX announcement dated 18 January 2019 for further details.

At the end of the half-year period ending 31 December 2018 the Company had net assets of $2,088,271.

3. Dividends Paid and Declared

No dividends were paid during the half-year and the directors recommend that no dividends be paid or declared for the half-year ended 31 December 2018.

There were no dividends declared or paid for the previous corresponding half-year period.

4. Net Tangible Asset per Security

NTA Backing	31 December 2018	31 December 2017
Net Tangible Assets	2,088,271	2,397,125
Securities on issue	53,212,419	51,000,000
Net Tangible Asset Backing per Security (cents/security)	3.92	4.70

5. Details of Entities Over Which Control Has Been Gained or Lost

None

6. Details of Associates and Joint Venture Entities

None

7. Information on Audit or Review

The half-year accounts of Oakajee Corporation Limited have been subject to review.

Description of dispute or qualification if the accounts have been audited or subjected to review.

None

OAKAJEE CORPORATION

ACN 123 084 453

Interim Financial Report

For the half-year ended 31 December 2018

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

Contents of Interim Financial Report

Corporate Directory	1
Directors' Report	2
Auditor's Independence Declaration	8
Condensed Consolidated Statement of Profit and Loss and Other Comprehensive Income	9
Condensed Consolidated Statement of Financial Position	10
Condensed Consolidated Statement of Changes in Equity	11
Condensed Consolidated Statement of Cash Flows	12
Notes to the Condensed Consolidated Financial Statements	13
Directors' Declaration	19
Independent Auditor's Report	20

OAKAJEE CORPORATION LIMITED

ACN 123 084 453

CORPORATE DIRECTORY

DIRECTORS:	Mr Mark Jones (Managing Director) Mr Garry Thomas (Non-Executive Director) Mr Gary Watson (Non-Executive Director) Mr Douglas Rose (Non-Executive Director)
GROUP SECRETARY:	Ms Krystel Kirou
REGISTERED AND PRINCIPAL OFFICE:	39 Clifton Street Nedlands WA 6009 Telephone: +61 8 9389 6032 Facsimile: +61 8 9389 8226
POSTAL ADDRESS:	39 Clifton Street Nedlands WA 6009
WEBSITE:	www.oakajeecorp.com.au
SHARE REGISTRY:	Advanced Share Registry Services 110 Stirling Highway Nedlands WA 6009 Tel: +61 8 9389 8033 Fax: +61 8 9262 3723
SECURITIES EXCHANGE:	Australian Securities Exchange Limited Level 40, Central Park 152-158 St Georges Terrace Perth WA 6000 ASX Code: OKJ
AUDITOR:	HLB Mann Judd Chartered Accountants Level 4, 130 Stirling Street Perth WA 6000

DIRECTORS' REPORT

Your Directors present their report together with the condensed consolidated financial statements of the Group comprising of Oakajee Corporation Limited (the "Company") and its subsidiary for the half-year ended 31 December 2018.

Directors

The names of directors who held office during or since the end of the half-year and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated.

Mark Jones	Managing Director
Garry Thomas	Non-Executive Director
Gary Watson	Non-Executive Director
Douglas Rose	Non-Executive Director (appointed 16 October 2018)

Review of Operations

During the half, the Group lodged two exploration licence applications over 1,113km^2 covering parts of the Birrindudu Basin in the Northern Territory that the Group believes has the potential to host magmatic nickel-copper-PGE sulphide mineralisation (**Birrindudu Nickel Project**). See Figure 1 below.

Subsequent to the end of the half, the Group entered into binding conditional purchase agreements to acquire a combination of exploration, prospecting and mining licences and selected minerals rights across 112km^2 of ground within the Paynes Find Greenstone Belt in Western Australia (**Acquisition**) (**Paynes Find Project**).

The consideration of the Acquisition is as follows:

- $30,000 non-refundable cash deposit (which has been paid post balance date);
- $30,000 cash to be paid upon settlement of the Acquisition; and
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Settlement of the Acquisition is subject to a number of conditions precedent. Refer to the ASX announcement dated 18 January 2019 for further details.

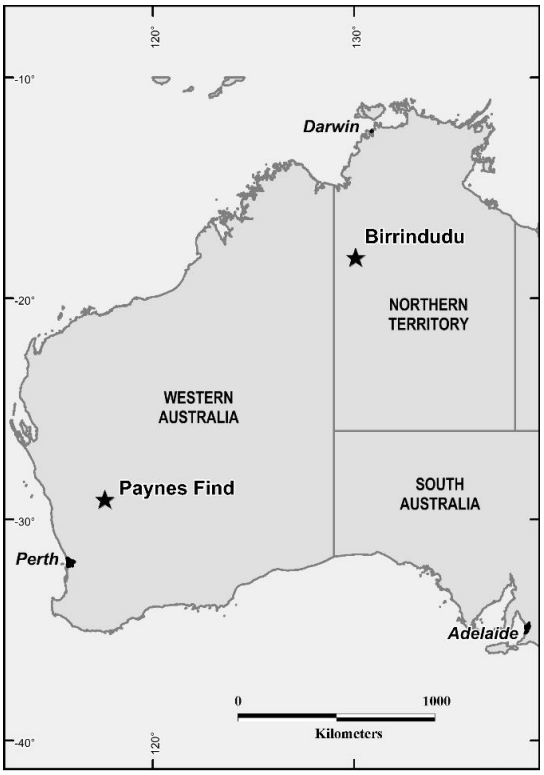

Figure 1 - Project locations

DIRECTORS' REPORT

Review of Operations (continued)

Paynes Find Gold Project - Western Australia

The Paynes Find Project covers an area of approximately 112km^2 and comprises:

- an 80% interest in M59/549, P59/2075, P59/2083, P59/2085 and E59/2312; and
- an 80% interest in the non-lithium mineral rights in respect of E59/2092 and E59/2055, (together, the **Paynes Find Tenements**).

The Paynes Find Tenements are located adjacent to the Paynes Find settlement, approximately 455km by road northeast of Perth. The land holding represents the second largest project area within the Paynes Find Greenstone Belt which has produced more than 72,000oz of gold.

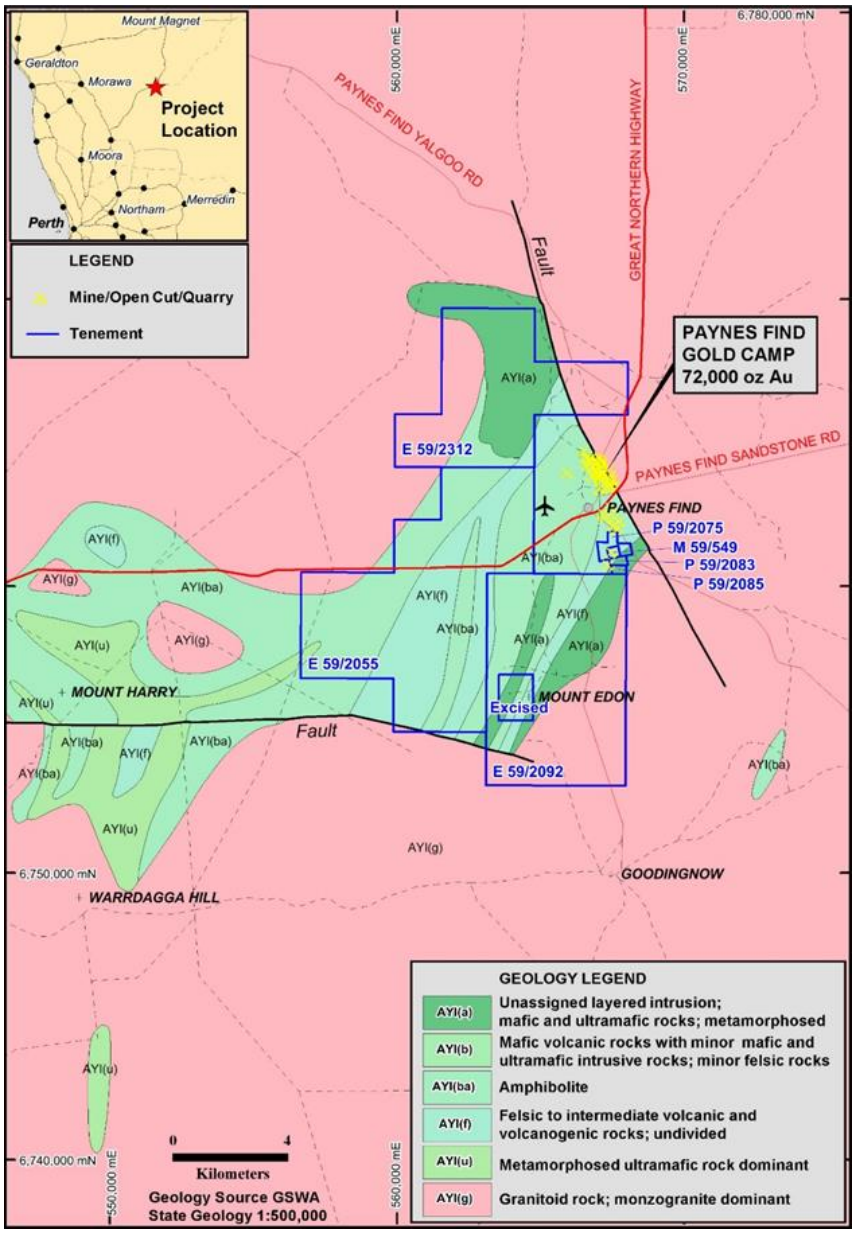

Figure 2 - Paynes Find Project location plan

DIRECTORS' REPORT

Review of Operations (continued)

Work completed by the Group's geological consultants has identified three advanced targets based on the past exploration work that will be the focus of the Group's initial work. The exploration potential of the remainder of the project will be assessed as the Group develops its exploration program.

The three priority targets are:

- Matriarch Gold Workings
- Paynes Find South
- North Structural Target

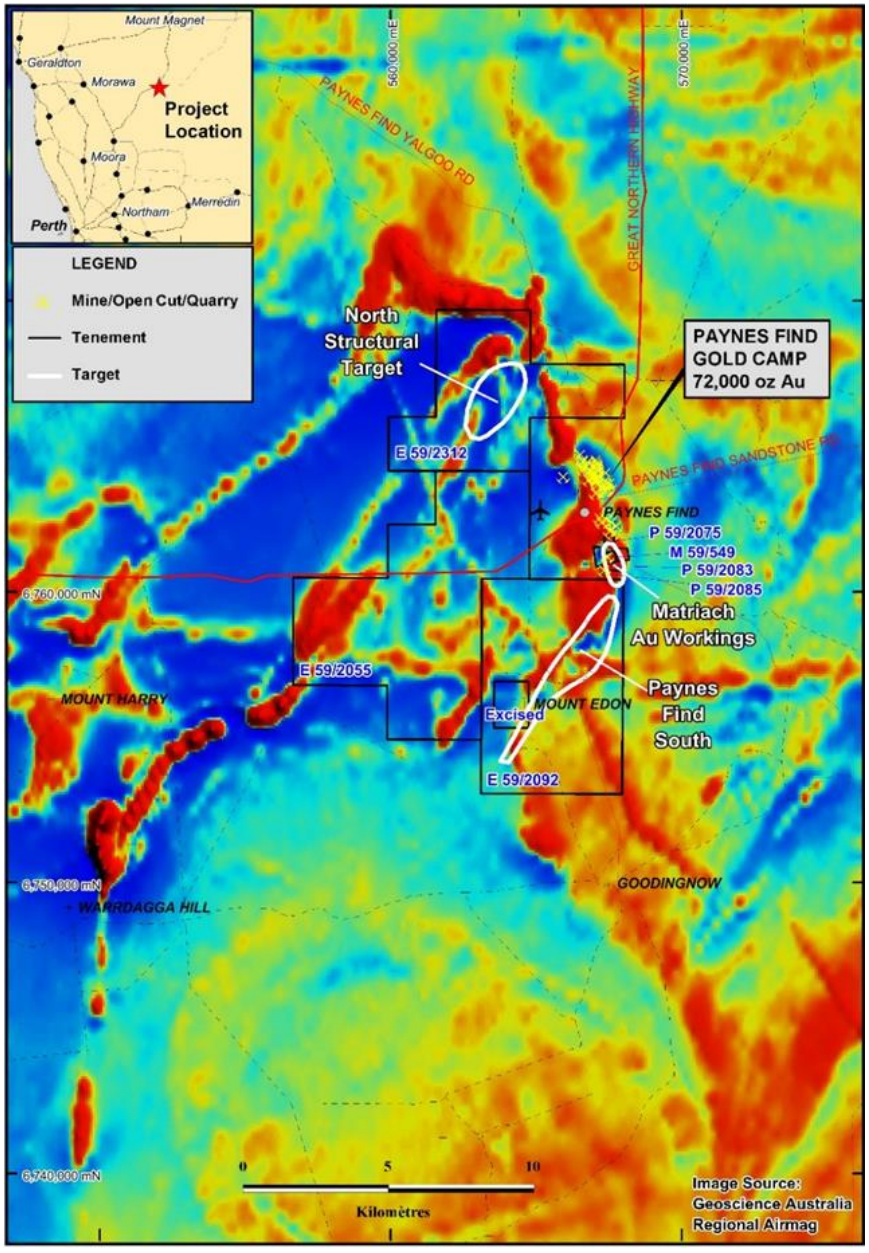

Figure 3 - Paynes Find Gold Project priority targets

DIRECTORS' REPORT

Review of Operations (continued)

Matriarch Prospect: M59/549, P59/2075, P59/2083, P59/2085, E59/2092

The Matriarch Prospect comprises the area around the historical gold workings as well as the surrounding area. The immediate focus of exploration will be to test the concept that the historical mineralisation in the area could be an indicator of a bigger gold system associated with sheared mafic amphibolite's intruded by a latter porphyry and is associated with a larger porphyry / felsic intrusive. The existing workings by prospectors focused on individual quartz reefs, however recent aeromagnetic's and auger geochemical sampling indicate a larger gold system may be present, obscured by laterite cover and alluvial scree.

Paynes Find South: E59/2092

The Payne's Find South Prospect covers the southern continuation sheared granite greenstone contact on the western side of the greenstone belt. The contact and the sheared greenstone sequences immediately adjacent to the contact host most of the gold mined from the Paynes Find Goldfield. Within the Payne's Find Project area there are approximately eight kilometres of exposure to the contact, the majority of which is under a veneer of alluvial cover. The target to be tested is the immediate sheared contact and the area tracking approximately 1500m along the western side of the shear over the greenstone terrane.

Due to the effectiveness of auger geochemistry in the vicinity of the Matriarch Prospect the initial testing will be auger drilling on a systematic grid pattern across the contact. Anomalous zones defined in the initial program will be infill drilled with a view to defining targets for reverse circulation drill testing in the second year of the program.

Northern Structural Target: E59/2312

The Northern Structural Target is located on E59/2312. In the general area, a number of regional cross cutting shear zones as defined by reprocessed aeromagnetic's converge in the vicinity of the sheared greenstone granite contact. GSWA mapping and aeromagnetic data suggest a gabbro has intruded the greenstone sequence and the sequence has been subsequently folded. The degree of structural dislocation close to a mineralised contact is considered a favourable setting for the localisation of gold mineralisation.

Birrindudu Nickel Project - Northern Territory

Through its wholly owned subsidiary (Oakajee Exploration Pty Ltd), the Group has lodged two exploration Licence applications totalling 1,113km^2 at Birrindudu in the Northern Territory. The Birrindudu Project is in the Northern Territory, about 650km SSW of Darwin, and about 250km east of Halls Creek (Figure 4).

Previous drilling for gold within the Birrindudu Project tenure has intersected rocks logged as serpentine-bearing (ex olivine) ultramafic intrusive rocks. The age of this intrusive is not known, but the most likely situation is that it is associated with the Antrim Plateau Volcanics (Kalkarindji) event. Sub-volcanic intrusives in major flood basalt provinces represent targets of interest for magmatic style nickel sulphide mineralisation. Independence Group (**IGO**) held part of the current project between 2010 and 2014 exploring for tin, gold and nickel. Work completed included stream sediment sampling, rock chip sampling and soil sampling.

DIRECTORS' REPORT

Review of Operations (continued)

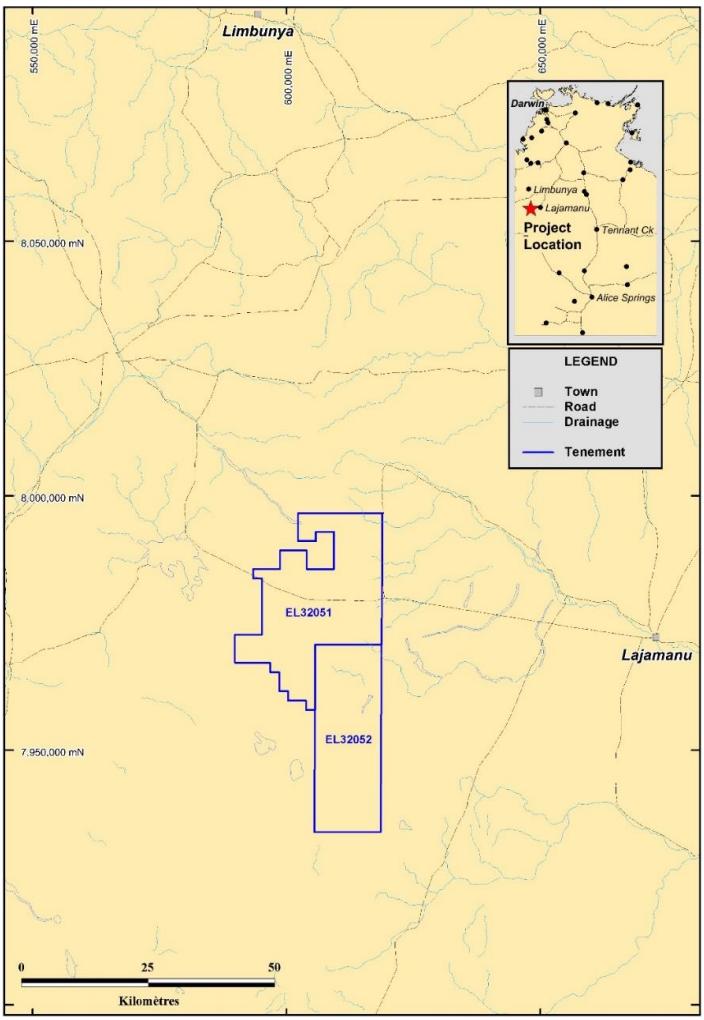

Figure 4 - Birrindudu Project Location

The exploration concept for a magmatic Ni-Cu-PGE sulphide deposit within the Birrindudu Project is largely conceptual at this stage. The work completed to date has identified at least one possible intrusion within the project area which has nickel, copper, and PGE anomalism recorded in shallow drilling.

Further work needs to be undertaken in order to validate the concept and generate targets for drill testing.

The Group's securities have been suspended from official quotation since 9 September 2016. Accordingly, the Acquisition will require the Group to obtain shareholder approval and for the Group to recomply with the requirements of Chapters 1 and 2 of the Listing Rules as if the entity were applying for admission to the official list of ASX (Recompliance). The Group's securities will remain suspended until the Recompliance is complete. The Group will announce a general meeting in due course.

Competent person's statement
The information in this report that relates to Exploration Results is based on information compiled by Mr. James Guy, a Competent Person who is a Member of the Australian Institute of Mining and Metallurgy. Mr. Guy is a consultant to the Company and has sufficient experience which is relevant to the style of mineralisation under consideration to qualify as a Competent Person as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Guy consents to the inclusion in the report of the matters based on the information compiled by him, in the form and context in which it appears. All technical information in this report has previously been released to ASX - see announcement dated 18 January 2019: 'Paynes Find Gold Project Acquisition & Company Update'.

DIRECTORS' REPORT

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on the following page and forms part of this directors' report for the half-year ended 31 December 2018.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s306(3) of the Corporations Act 2001.

Mark Jones
Managing Director

14 February 2019

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Oakajee Corporation Limited for the half-year ended 31 December 2018, I declare that to the best of my knowledge and belief, there have been no contraventions of:

a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
14 February 2019

L Di Giallonardo
Partner

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Liability limited by a scheme approved under Professional Standards Legislation.

HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Note	Consolidated Six months to 31 December 2018 $	Parent Six months to 31 December 2017 $
Interest income		2,655	5,492
Other income		-	69,182
Expenses			
Administration expenses	2	118,108	83,777
Employee benefits expense	2	84,687	81,894
Depreciation expense		54	204
Travel expenses		16,418	4,395
Other expenses		9,965	-
Loss before income tax		**(226,577)**	**(95,596)**
Income tax benefit		18,614	-
Loss after tax for the period		**(207,963)**	**(95,596)**
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss			
Net fair value gain/(loss) on fair value of equity investments designated at FVOCI (net of tax)		(1,588,937)	406,096
Other comprehensive income/(loss) for the period, net of tax		**(1,588,937)**	**406,096**
Total comprehensive income/(loss) for the period		**(1,796,900)**	**310,500**
Basic and diluted loss per share (cents per share)	3	(0.39)	(0.19)

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2018

	Note	Consolidated 31 December 2018 $	Parent 30 June 2018 $
Current assets			
Cash and cash equivalents		326,532	370,519
Trade and other receivables		4,356	3,159
Equity investments	7	1,860,000	3,560,000
Other financial assets		5,000	11,000
Total current assets		**2,195,888**	**3,944,678**
Non-current assets			
Property, plant and equipment		390	444
Total non-current assets		**390**	**444**
Total assets		**2,196,278**	**3,945,122**
Current liabilities			
Trade and other payables		31,407	24,482
Provisions		76,600	79,717
Total current liabilities		**108,007**	**104,199**
Total liabilities		**108,007**	**104,199**
Net assets		**2,088,271**	**3,840,923**
Equity			
Issued capital	3	7,175,417	7,131,169
Reserves		(4,346,710)	2,434,689
Accumulated losses		(740,436)	(5,724,935)
Total equity		**2,088,271**	**3,840,923**

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Issued Capital	Options Reserve	Fair Value Reserve	Accumulated Losses	Total Equity
	$	$	$	$	$
Consolidated					
At 1 July 2018	**7,131,169**	**78,179**	**2,356,510**	**(5,724,935)**	**3,840,923**
Adjustment on initial application of AASB 9 (Note 7)	-	-	(4,994,000)	4,994,000	-
	7,131,169	**78,179**	**(2,637,490)**	**(730,935)**	**3,840,923**
Net loss for the period	-	-	-	(207,963)	(207,963)
Other comprehensive loss, for the period, net of income tax	-	-	(1,588,937)	-	(1,588,937)
Total comprehensive loss for the year	-	-	(1,588,937)	(207,963)	(1,796,900)
Shares issued during the year	44,248	-	-	-	44,248
Transfer of fair value reserve upon disposal of investments in equity instruments designated as at FVTOCI	-	-	(198,462)	198,462	-
At 31 December 2018	**7,175,417**	**78,179**	**(4,424,889)**	**(740,436)**	**2,088,271**

	Issued Capital	Options Reserve	Fair Value Reserve	Accumulated Losses	Total Equity
	$	$	$	$	$
Parent					
At 1 July 2017	**7,131,169**	**78,179**	**552,000**	**(5,674,723)**	**2,086,625**
Net loss for the period	-	-	-	(95,596)	(95,596)
Other comprehensive income, for the period, net of income tax	-	-	406,096	-	406,096
Total comprehensive income for the year	-	-	406,096	(95,596)	310,500
At 31 December 2017	**7,131,169**	**78,179**	**958,096**	**(5,770,319)**	**2,397,125**

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Consolidated Six months to 31 December 2018 $	Parent Six months to 31 December 2017 $
	Inflows/(Outflows)	
Cash flows from operating activities		
Payments to suppliers and employees	(220,567)	(155,827)
Interest received	2,655	5,492
Net cash flows used in operating activities	**(217,912)**	**(150,335)**
Cash flows from investing activities		
Payments for purchase of equity investments	(1,069,670)	(243,904)
Proceeds from sale of equity investments	1,199,347	359,183
Return of capital on available-for-sale financial assets held	-	495,000
Net cash flows provided by investing activities	**129,677**	**610,279**
Cash flows from financing activities		
Proceeds from issue of ordinary shares	44,248	-
Net cash flows provided by financing activities	**44,248**	**-**
Net increase / (decrease) in cash held	(43,987)	459,944
Cash at the beginning of the period	370,519	548,723
Cash at the end of the period	**326,532**	**1,008,667**

The accompanying notes form part of these financial statements.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

1. Statement of Significant Accounting Policies

(a) Statement of compliance

These half-year consolidated financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed half-year financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2018 and any public announcements made by the Company and its subsidiaries during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the impact (if any) of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

(b) Basis of preparation

The half-year financial report has been prepared on a historical cost basis, except for the revaluation of certain financial instruments to fair value. Cost is based on the fair value of the consideration given in exchange for assets. The Group is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

(c) Significant accounting judgements, estimates and assumptions

The preparation of half-year financial report requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this half-year financial report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2018.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

(d) **Adoption of new and revised Accounting Standards**

Standards and Interpretations applicable to 31 December 2018

In the period ended 31 December 2018, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and effective for the current reporting periods beginning on or after 1 July 2018.

As a result of this review, the Group has initially applied AASB 9 from 1 July 2018.

Due to the transition methods chosen by the Group in applying AASB 9, comparative information throughout the interim financial statements has not been restated to reflect the requirements of the new standards.

AASB 9 Financial Instruments

AASB 9 replaces AASB 139 Financial Instruments: Recognition and Measurement and makes changes to a number of areas including classification of financial instruments, measurement, impairment of financial assets and hedge accounting model.

Financial instruments are classified as either held at amortised cost or fair value. Financial instruments are carried at amortised cost if the business model concept can be satisfied.

All equity instruments are carried at fair value and the cost exemption under AASB 139 which was used where it was not possible to reliably measure the fair value of an unlisted entity has been removed. Equity instruments which are non-derivative and not held for trading may be designated as fair value through other comprehensive income (FVOCI). The Group has elected to do this as at 1 July 2018. Previously classified available-for-sale investments, now carried at fair value, are exempt from impairment testing and gains or loss on sale are no longer recognised in profit or loss.

The AASB 9 impairment model is based on expected loss at day 1 rather than needing evidence of an incurred loss, this is likely to cause earlier recognition of bad debt expenses. Most financial instruments held at fair value are exempt from impairment testing.

The Group has applied AASB 9 with the effect of initially applying this standard recognised at the date of initial application, being 1 July 2018 and has elected not to restate comparative information Accordingly, the information presented for 31 December 2017 and 30 June 2018 has not been restated.

There is no material impact to profit or loss or net assets on the adoption of this new standard in the current or comparative years.

Other than the above, the Directors have determined that there is no material impact of the other new and revised Standards and Interpretations on the Group and therefore, no material change is necessary to Group accounting policies.

Standards and Interpretations in issue not yet adopted

The Directors have also reviewed all Standards and Interpretations in issue not yet adopted for the period ended 31 December 2018. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Group and, therefore, no change is necessary to Group accounting policies.

(e) **Basis of consolidation**

The consolidated financial statements incorporate the assets, liabilities and results of Oakajee Corporation Limited (‘Company’ or ‘parent entity’) and its subsidiary as at 31 December 2018.

Oakajee Exploration Pty Ltd was incorporated on 22 October 2018 as a wholly-owned subsidiary of the Company. Prior period information presented is only for the parent entity.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

(e) **Basis of consolidation (continued)**

The Company and its subsidiary are referred to in this financial report as the Group. The financial statements of the subsidiary are prepared for the same reporting period as the parent entity, using consistent accounting policies. In preparing the consolidated financial statements, all intercompany balances and transactions, income and expenses and profit and losses resulting from intra-group transactions have been eliminated in full.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement in with the investee; and
- has the ability in its power to affect its returns.

The Company will reassess whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements listed above.

Changes in the Group's ownership interest in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in subsidiaries. Any difference between the amount paid by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to the owners of the Company.

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between:

- the aggregate of the fair value of the consideration received and the fair value of any retained interest; and
- the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests.

All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit and loss or transferred to another category of equity as specified/permitted by the applicable AASBs). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under AASB 9, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

(f) **Going concern**

The financial report has been prepared on the basis of accounting principles applicable to a going concern which assumes the commercial realisation of the future potential of the Group's assets and the discharge of its liabilities in the normal course of business.

The Group has cash and cash equivalents at 31 December 2018 of $326,532 and net operating cash outflows for the half year end 31 December 2018 of $217,912. The financial report has have been prepared on a going concern basis for the following reason.

The Group has equity investments with a market value of $1,860,000 at 31 December 2018. These equity investments represent investments in listed companies which are traded on ASX. The Group has the ability to sell these investments in a liquid market as and when the need for additional working capital arises.

Accordingly, the Directors believe that the Group has access to sufficient funding to enable it to continue as a going concern and that it is appropriate to adopt that basis of accounting in the financial report.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

		Consolidated 31 December 2018 $	Parent 31 December 2017 $
2.	**LOSS BEFORE INCOME TAX EXPENSE**		
	The following revenue and expense items are relevant in explaining the financial performance for the half-year:		
(a)	*Administration expenses*		
	ASX fees	34,404	27,505
	Consulting fees	18,600	15,615
	Accounting and company secretarial fees	13,440	12,000
	Other corporate costs	51,664	28,657
		118,108	83,777
(b)	*Employee benefits expenses*		
	Directors' fees and salaries	80,186	72,831
	Superannuation	7,618	6,919
	Leave entitlements expense / (adjustment)	(3,117)	2,144
		84,687	81,894

		Consolidated 31 December 2018 $	Parent 30 June 2018 $
3.	**ISSUED CAPITAL**		
(a)	*Ordinary shares*		
	Issued and fully paid	7,175,417	7,131,169

	Six months to 31 December 2018		Year to 30 June 2018	
	No.	**$**	**No.**	**$**
Movements in ordinary shares				
Balance at beginning of period	51,000,000	7,131,169	51,000,000	7,131,169
Issue of shares upon exercise of unlisted options	2,212,419	44,248	-	-
Balance at end of period	**53,212,419**	**7,175,417**	**51,000,000**	**7,131,169**

(b) *Loss per Share*

	Consolidated 31 December 2018 $	Parent 31 December 2017 $
Basic loss per share (cents per share)	(0.39)	(0.19)
Weighted average number of ordinary shares on issue used in the calculation of basic earnings per share	52,438,677	51,000,000
Loss used in the calculation of basic loss per share ($)	(207,963)	(95,596)

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

4. SEGMENT REPORTING

AASB 8 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 assess its performance.

The chief operating decision maker for the Group reviews internal reports prepared as financial statements and strategic decisions of the Group are determined upon analysis of these internal reports. Based on qualitative thresholds included in AASB 8, there is only one reportable segment, being Australia.

5. CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

6. RELATED PARTY DISCLOSURE

During the period, the Group paid $10,400 (excluding GST) to a related entity of Mark Jones for rental of office premises.

The Group has an agreement with a related entity of Mark Jones, Santa Fe Minerals Limited, to sub-lease its office premises. The Group was paid $6,500 during the period.

There were no other related party transactions during the half year ended 31 December 2018.

7. FINANCIAL INSTRUMENTS

This note provides information about how the Group determines fair value of various financial assets and financial liabilities.

The three levels are defined based on the observe ability of significant inputs to the measurement, as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following tables shows the levels within the hierarchy of financial assets and liabilities measured at fair value on a recurring basis as at 31 December 2018 and 30 June 2018.

	31 December 2018 Fair value $	30 June 2018 Fair value $	Fair value hierarchy	Valuation technique
Equity investments designated at FVOCI	1,860,000	3,560,000	Level 1	Quoted market prices in an active market

The directors consider that the carrying amounts of current receivables and current payables are a reasonable approximation of their fair values.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

7. FINANCIAL INSTRUMENTS (continued)

Movement in equity investments designated at FVOCI:

	Consolidated 31 December 2018 $	Parent 30 June 2018 $
Opening balance	3,560,000	1,610,000
Additions	1,069,670	1,176,702
Fair value movement through OCI	(1,588,937)	1,804,510
Deferred tax on revaluation	18,614	74,211
Disposals	(1,199,347)	(610,423)
Return of capital	-	(495,000)
	1,860,000	3,560,000

Impairment expenses recognised in profit and loss in earlier periods have been adjusted on initial application by transferring from the fair value reserve to accumulated losses as follows:

	Accumulated losses $	Fair value reserve $
Prior recognition of impairment of equity investments	4,994,000	(4,994,000)

8. EVENTS SUBSEQUENT TO REPORTING DATE

No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs in future financial years, other than the following.

On 18 January 2019, the Group announced that it has entered into binding conditional purchase agreements to acquire a combination of exploration, prospecting and mining licences and selected minerals rights across 112km^2 of ground within the Paynes Find Greenstone Belt in Western Australia (Acquisition).

The consideration of the Acquisition is as follows:

- $30,000 non-refundable cash deposit (which has been paid post balance date);
- $30,000 cash to be paid upon settlement of the Acquisition; and
- $75,000 worth of the Company's shares to be issued upon settlement of the Acquisition.

Settlement of the Acquisition is subject to a number of conditions precedent. Refer to the ASX announcement dated 18 January 2019 for further details.

DIRECTORS' DECLARATION

FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

In the opinion of the directors of The Group ("the Group"):

1. The attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:

    a. complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

    b. giving a true and fair view of the Group's financial position as at 31 December 2018 and of its performance for the half-year then ended; and

2. There are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.

Mark Jones
Managing Director

14 February 2019

INDEPENDENT AUDITOR'S REVIEW REPORT
To the members of Oakajee Corporation Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Oakajee Corporation Limited ("the company") which comprises the condensed consolidated statement of financial position as at 31 December 2018, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes, and the directors' declaration, for the group comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 Oakajee Corporation Limited is not in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the group's financial position as at 31 December 2018 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Directors' responsibility for the half-year financial report

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

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 a Financial Report Performed by the Independent Auditor of the Entity* in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2018 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 the company, 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*.

HLB Mann Judd
Chartered Accountants

L Di Giallonardo
Partner

Perth, Western Australia
14 February 2019