

Mithril Resources Ltd

ABN 30 099 883 922

Half Year Report

for the half year ended 31 December 2009

Contents to Half Year Report

| | |
|--|----|
| Directors' Report | 3 |
| Auditor's Independence Declaration | 6 |
| Consolidated Statement of Comprehensive Income | 7 |
| Consolidated Statement of Financial Position | 8 |
| Consolidated Statement of Changes in Equity | 9 |
| Consolidated Statement of Cash Flows | 10 |
| Notes to the Financial Statements | 11 |
| 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES | 11 |
| 2. SEGMENT INFORMATION | 12 |
| 3. ISSUED CAPITAL | 14 |
| 4. CONTINGENT LIABILITIES | 14 |
| 5. SUBSEQUENT EVENTS | 14 |
| Directors' Declaration | 15 |
| Independent Auditor's Review Report | 16 |

Directors' Report

The directors of Mithril Resources Ltd submit their report for the half-year ended 31 December 2009.

The names of the company's directors in office during the half-year and until the date of this report are as below. Directors were in office for the entire period.

Mr John Roberts, Chairman
Mr Graham Ascough, Managing Director
Mr Derek Carter, Non-Executive Director
Mr Richard Bonython, Non-Executive Director
Mr Donald Stephens, Non-Executive Director

Operating Result

The group's loss for the half year ended 31 December 2009 after providing for income tax amounted to \$444,258 (2008: \$457,453)

Review of Operations

Huckitta

Mithril reported the discovery of new copper and cobalt mineralisation at the Basil Prospect on its extensive Huckitta Project in the Northern Territory during the period under review. Basil is a new, largely untested, greenfield copper discovery that the company believes has the potential to deliver a large tonnage, near surface resource. The discovery of the Basil Prospect and identification of several other mineral occurrences in the region validates the mineral potential of the company's Huckitta Project and offers strong encouragement for further drilling which is planned to recommence in March 2010.

Highlights from the initial drilling results at Basil include 41m at 0.6% copper and 432ppm cobalt from a depth of 74m. Importantly, these results incorporate higher grade intervals of 3m at 1.4% copper and 284ppm cobalt from 74m, 9m at 1.0% copper and 336ppm cobalt from 87m, and 5m at 0.9% copper and 615ppm cobalt from 109m. These results indicate zonation in the mineralised system and demonstrate its potential to deliver higher grades. Wide intervals of mineralisation were also intersected, including 146.5m of semi-massive and disseminated sulphides grading 0.24% copper and 328ppm cobalt from a downhole depth of 117.5m in hole LBDD003.

The Basil Prospect was first identified through surface rock chip sampling as follow-up to an airborne geophysical program completed in August 2009. To date, 17 Reverse Circulation ('RC') percussion drillholes and three diamond drillholes with RC precollars have been completed at Basil and this drilling has only tested a small near surface portion of the more than 10km long mineralised trend.

Basil is only one of a number of untested, high quality, drill-ready copper and nickel targets on the Huckitta Project. Drilling of two of the nickel-copper targets (Blackadder and Baldrick) in September 2009 returned anomalous nickel and copper values from intervals of mineralised gabbroic (mafic) rocks. Results included a very encouraging intersection of 9m averaging 0.48% nickel and 0.37% of copper comprising both oxidised and sulphide mineralisation from Baldrick and 3m averaging 0.13% nickel from Blackadder.

Initial drilling results from the Huckitta Project validate the mineral potential of the region and the company is currently conducting a detailed assessment of the geological and geophysical

data collected during the reporting period to further assist in delineating targets for the next phase of drilling. An additional 4000m of drilling at the Basil Prospect has been planned so far and additional drilling is planned to test regional copper and nickel targets such as the Manuel, Polly and Miggins Prospects. Drilling should recommence in March 2010.

Huckitta is one of three core projects in Mithril's extensive exploration portfolio. Pardoo in Western Australia and Musgraves in South Australia are the other core projects.

Pardoo

At Pardoo the company continued to evaluate potential processing and development options for the Highway Deposit with an aim to unlock the value of this large resource. Early in the reporting period downhole electromagnetic surveys were completed in three drillholes to evaluate the depth potential beneath the Highway Deposit. The results outlined a number of off-hole conductors beneath the existing drilling and drill testing of these targets is planned.

The Pardoo Project provides an excellent fit with Mithril's exploration and development strategy. It is highly prospective for nickel sulphide mineralisation and is well positioned in regards to infrastructure, being 15km from the coast and approximately 100km east of Port Hedland along the Great Northern Highway in close proximity to power, road and port facilities. Mithril may earn up to a 65% interest in the Pardoo Project for all minerals other than iron ore.

Musgraves

In South Australia, Mithril is one of only four companies with exploration access to the Musgrave Province and currently holds the largest exploration land holding in the region totalling more than 34,000km². The Company's main target in the Musgraves is nickel sulphide and related copper and platinum-palladium mineralisation associated with the Giles Complex. The granted tenements of the Barrick Joint Venture are the current focal point of Mithril's activities in the region.

Generative

In addition to its core projects the company continues to add to its portfolio through generative efforts focussed on acquiring early stage and advanced exploration opportunities throughout Australia. During the period Mithril increased its footprint in the Pilbara Region in Western Australia through the application for five Exploration Licences.

Corporate

On the corporate front, an equity raising to fund exploration projects and provide working capital was completed in September 2009. The raising resulted in the issue of 50 million new ordinary shares at \$0.12 per share with a 1 for 2 attaching listed option and raised \$6 million before expenses. A strong level of interest was received from international and Australian institutional investors for the offer which was oversubscribed. The Company feels that this underlines the strength of its project portfolio and, in particular, the potential of the Huckitta Project which continues to generate on-going positive exploration results. A General Meeting to approve the subsequent issue of the tranche 1 shares and new issue of tranche 2 shares was held on September 21st, 2009 and the placement received strong support and approval from shareholders.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr G Ascough, who is a full-time employee of the Company and a Member of the Australasian Institute of Mining and Metallurgy. Mr G Ascough has more than five years 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 for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr G Ascough consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Auditor's independence declaration

The auditor's independence declaration is set out on page 6 and forms part of the directors' report for the half year ended 31 December 2009.

Signed in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to read 'G. Ascough', written in a cursive style.

Mr Graham Ascough
Managing Director

9 March 2010

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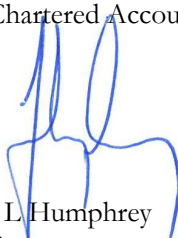
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**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF MITHRIL RESOURCES LIMITED AND CONTROLLED
ENTITIES**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Mithril Resources Limited and controlled entities for the half-year ended 31 December 2009, I declare that, to the best of my knowledge and belief, there have been:

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

GRANT THORNTON
South Australian Partnership
Chartered Accountants



J L Humphrey
Partner

Signed at Wayville on this 9th day of March 2010

Consolidated Statement of Comprehensive Income

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

| | Note | Consolidated Half-year ended | |
|---|------|---------------------------------|-------------------|
| | | 31 Dec 2009 \$ | 31 Dec 2008 \$ |
| Revenue from ordinary activities | | 107,804 | 103,748 |
| Other Income | | 32,335 | 5,313 |
| Gain on sale of Non-Current Assets | | - | 794,524 |
| Impairment of exploration assets | | (12,845) | (82,825) |
| Fair Value Gain/(loss) - held for trading investment | | 44,865 | (797,392) |
| Employee benefits expense | | (265,516) | (172,547) |
| Depreciation expense | | (21,019) | (31,466) |
| Finance costs | | (2,464) | (272) |
| Other expenses | | (184,100) | (269,565) |
| Loss before income tax expense | | (300,940) | (450,482) |
| Income tax expense | | (143,318) | (6,971) |
| Loss from continuing operations | | (444,258) | (457,453) |
| Total loss for the period | | (444,258) | (457,453) |
| Other comprehensive income | | - | - |
| Total comprehensive income for the period | | (444,258) | (457,453) |
| Earnings per share from continuing operations: | | <i>Cents</i> | <i>Cents</i> |
| Basic earnings per share | | (0.46) | (0.97) |
| Diluted earnings per share | | (0.46) | (0.97) |

The consolidated statement of comprehensive income is to be read in conjunction with the notes to the consolidated interim financial report.

Consolidated Statement of Financial Position

AS AT 31 DECEMBER 2009

| | Note | Consolidated | |
|--------------------------------------|------|---------------------------|-----------------------|
| | | 31 December 2009 \$ | 30 June 2009 \$ |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | | 6,371,368 | 2,758,069 |
| Trade and other receivables | | 167,741 | 211,733 |
| Held for trading financial assets | | 657,675 | 612,810 |
| Other current assets | | 63,756 | 74,912 |
| TOTAL CURRENT ASSETS | | 7,260,540 | 3,657,524 |
| NON-CURRENT ASSETS | | | |
| Property, plant and equipment | | 119,431 | 132,154 |
| Exploration and evaluation assets | | 6,144,346 | 4,254,336 |
| TOTAL NON-CURRENT ASSETS | | 6,263,777 | 4,386,490 |
| TOTAL ASSETS | | 13,524,317 | 8,044,014 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 114,562 | 235,630 |
| Short-term borrowings | | 14,873 | 14,229 |
| Deferred income | | 26,466 | 19,078 |
| Short-term provisions | | 29,056 | 32,319 |
| TOTAL CURRENT LIABILITIES | | 184,957 | 301,256 |
| NON-CURRENT LIABILITIES | | | |
| Long-term borrowings | | 32,688 | 40,288 |
| Long-term provisions | | 37,485 | 27,151 |
| TOTAL NON-CURRENT LIABILITIES | | 70,173 | 67,439 |
| TOTAL LIABILITIES | | 255,130 | 368,695 |
| NET ASSETS | | 13,269,187 | 7,675,319 |
| EQUITY | | | |
| Issued capital | 3 | 19,312,928 | 13,416,825 |
| Reserves | | 479,597 | 337,574 |
| Retained earnings | | (6,523,338) | (6,079,080) |
| TOTAL EQUITY | | 13,269,187 | 7,675,319 |

The consolidated statement of financial position is to be read in conjunction with the notes to the consolidated interim financial report.

Consolidated Statement of Changes in Equity

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

| | Consolidated | | | | |
|---|--------------|-------------------------------------|----------------------------|----------------------------------|-------------------|
| | Note | Issued Capital Ordinary \$ | Retained Earnings \$ | Share Option Reserve \$ | Total \$ |
| Balance at 1 Julv 2008 | | 11,909,693 | (4,573,033) | 339,060 | 7,675,720 |
| Total comprehensive income | | - | (457,453) | - | (457,453) |
| Transfer from employee share option reserve | | 20,900 | 52,150 | (73,050) | - |
| Transaction costs (net of tax) | | (16,267) | | | (16,267) |
| Cost of share based payment | | - | - | 31,796 | 31,796 |
| Balance at 31 December 2008 | | <u>11,914,326</u> | <u>(4,978,336)</u> | <u>297,806</u> | <u>7,233,796</u> |
| Balance at 1 Julv 2009 | | 13,416,825 | (6,079,080) | 337,574 | 7,675,319 |
| Total comprehensive income | | - | (444,258) | - | (444,258) |
| Issue of shares | | 6,000,000 | - | - | 6,000,000 |
| Cost of share based payment | | - | - | 142,023 | 142,023 |
| Exercise of unlisted options | | 209,610 | - | - | 209,610 |
| Transaction costs (net of tax) | | (313,507) | - | - | (313,507) |
| Balance at 31 December 2009 | | <u>19,312,928</u> | <u>(6,523,338)</u> | <u>479,597</u> | <u>13,269,187</u> |

The consolidated statement of changes in equity is to be read in conjunction with the notes to the consolidated interim financial report

Consolidated Statement of Cash Flows

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

| | Consolidated | |
|--|--------------------------------|--------------------------------|
| | Half year ended 31 Dec 2009 | Half year ended 31 Dec 2008 |
| Note | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from customers | 15,743 | 5,313 |
| Payments to suppliers and employees | (387,081) | (657,940) |
| Interest received | 70,624 | 58,673 |
| Finance costs | (795) | - |
| NET CASH PROVIDED BY/(USED IN) OPERATING ACTIVITIES | (301,509) | (593,954) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Payments for property, plant and equipment | (8,296) | 3,104 |
| Government exploration related grants | 113,862 | 49,500 |
| Joint venture receipts | 102,906 | 583,999 |
| Payments for exploration activities | (2,039,492) | (1,474,301) |
| NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES | (1,831,020) | (837,698) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from issue of shares | 6,209,610 | - |
| Transaction costs of issue of shares | (456,825) | (23,238) |
| Repayment of borrowings | (6,957) | (6,449) |
| NET CASH PROVIDED BY/(USED IN) FINANCING ACTIVITIES | 5,745,828 | (29,687) |
| Net increase/(decrease) in cash and cash equivalents | 3,613,299 | (1,461,339) |
| Cash at the beginning of the period | 2,758,069 | 2,782,212 |
| CASH AT THE END OF THE PERIOD | 6,371,368 | 1,320,873 |

The consolidated statement of cash flows is to be read in conjunction with the notes to the consolidated interim financial report

Notes to the Financial Statements

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Reporting entity

Mithril Resources Ltd (the "Company") is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 31 December 2009 comprises the Company and its subsidiaries (the "Group").

The consolidated annual financial report of the Group as at and for the year ended 30 June 2009 is available upon request from the Company's registered office.

b. Statement of compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134: Interim Financial Reporting and the Corporations Act. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the consolidated entity as at and for the year ended 30 June 2009.

c. Significant accounting policies

Apart from the changes in accounting policy noted below, the accounting policies and methods of computation are the same as those adopted in the consolidated financial report as at and for the year ended 30 June 2009.

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current reporting period. New and revised Standards and Interpretations effective for the current reporting period that are relevant to the Group include:

- AASB 8 Operating Segments
- AASB101 Presentation of Financial Statements

AASB 8 Operating Segments

AASB 8 replaced AASB 114 Segment Reporting upon its effective date. Information regarding the operating segments of the Group is presented in Note 2. The amounts reported for the prior period have been restated to conform to the requirements of AASB 8.

AASB101 Presentation of Financial Statements

The revised Standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with non-owner changes in equity presented in a reconciliation of each component of equity and included in the new statement of comprehensive income. The statement of comprehensive income presents all items of recognised income and expense, either in one single statement, or in two linked statements. The Group has elected to present one statement.

Notes to the Financial Statements

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

d. Significant accounting judgements and key estimates

The preparation of interim financial reports requires management to make judgements, 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.

Except as described below, in preparing this interim report, the significant judgements 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 consolidated financial report for the year ended 30 June 2009.

In the half-year ended 31 December 2009, management reassessed its estimates in respect of:

Carrying value of exploration expenditure

The Group performed a detailed review of its exploration tenements at period end to determine whether the related expenditure should continue to be capitalised under AASB 6 'Exploration for and Evaluation of Mineral Resources' or written off to the statement of comprehensive income. As a result of this review, management has determined that \$12,845 be written off as a result of relinquishment of title.

2. SEGMENT INFORMATION

The Group has adopted AASB 8 *Operating Segments* and AASB 2008-3 *Amendments to Australian Accounting Standards arising from AASB 8* with effect from 1 July 2009. AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segments and to assess its performance. In contrast, the predecessor Standard (AASB 114 *Segment Reporting*) required an entity to identify two sets of segments (business and geographical), using a risk rewards approach, with the entity's 'system of internal financial reporting to 'key management personnel' serving only as the starting point for the identification of such segments. As a result, following the adoption of AASB 8, the identification of the Group's reportable segments has changed.

Information reported to the Company's Managing Director for the purposes of resources allocation and assessment of performance is more specifically focused on the areas in which the Group is exploring. The Group's reportable segments under AASB 8 are therefore as follows:

- Exploration activities conducted in the Northern Territory;
- Exploration activities conducted in South Australia; and
- Exploration activities conducted in Western Australia.

Information regarding these segments is presented below. Amounts reported for the prior period have been restated to conform to the requirements of AASB 8. The accounting policies of the new reportable segments are the same as the Group's accounting policies.

The following is an analysis of the Group's revenue and results by reportable operating segment for the periods under review.

Notes to the Financial Statements

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

| | Segment Revenue | | Segment Result | |
|--|-----------------|----------------|-----------------|----------------|
| | Half Year ended | | Half Year ended | |
| | 31-Dec 2009 | 31-Dec 2008 | 31-Dec 2009 | 31-Dec 2008 |
| | \$ | \$ | \$ | \$ |
| Continuing Operations | | | | |
| Mineral Exploration - Northern Territory | - | - | (12,845) | - |
| Mineral Exploration - South Australia | - | - | - | - |
| Mineral Exploration - Western Australia | - | - | - | (82,825) |
| | - | - | (12,845) | (82,825) |
| Finance costs | - | - | (2,464) | (272) |
| Administration/Corporate | 185,004 | 109,061 | (264,612) | (335,919) |
| Depreciation | - | - | (21,019) | (31,466) |
| Consolidated revenue | 185,004 | 109,061 | | |
| Loss before income tax | | | (300,940) | (450,482) |
| Income tax expense | | | (143,318) | (6,971) |
| Loss from continuing operations | | | (444,258) | (457,453) |

The revenue reported above represents revenue generated from interest revenue. There were no intersegment sales during the period.

Segment loss represents the loss from each segment without allocation of central administration costs, finance costs and income tax expense. This is the measure reported to the chief operating decision maker for the purposes of resources allocation and assessment of segment performance.

Segment Assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location. The following is an analysis of the Group's assets by reportable operating segment:

| | Opening Balance 1/07/2009 | Capital Expenditure | Impairment | Closing Balance 31/12/2009 |
|---|---------------------------------|------------------------|-----------------|----------------------------------|
| | \$ | \$ | \$ | \$ |
| Continuing Operations | | | | |
| Mineral Exploration - Northern Territory | 1,922,303 | 1,747,180 | (12,845) | 3,656,638 |
| Mineral Exploration - South Australia | 1,171,368 | 29,560 | - | 1,200,928 |
| Mineral Exploration - Western Australia | 1,160,665 | 126,115 | - | 1,286,780 |
| Total segment assets | 4,254,336 | 1,902,855 | (12,845) | 6,144,346 |
| Reconciliation of segment assets to group assets | | | | |
| Administration/Corporate | 3,789,678 | | | 7,379,971 |
| Total group assets | 8,044,014 | | | 13,524,317 |

Notes to the Financial Statements

FOR THE HALF YEAR ENDED 31 DECEMBER 2009

3. ISSUED CAPITAL

| | <u>Consolidated</u> | |
|---|--------------------------------------|-----------------------------------|
| | <u>As at 31 Dec 09 \$</u> | <u>As at 30 Jun 09 \$</u> |
| Fully paid ordinary shares | 19,312,928 | 13,416,825 |
| | <u>19,312,928</u> | <u>13,416,825</u> |
| | <u>Half year ended 31 Dec 09</u> | |
| | <u>Number</u> | <u>\$</u> |
| Ordinary shares | | |
| Balance at beginning of period | 67,418,750 | 13,416,825 |
| Shares issued at \$0.12 | 50,000,000 | 6,000,000 |
| Exercise of options at \$0.12 | 1,746,750 | 209,610 |
| Transaction costs on shares issued (net of tax) | - | (313,507) |
| Balance at end of period | <u>119,165,500</u> | <u>19,312,928</u> |

4. CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last reporting date. It is however noted that the Group has various bank guarantees totaling \$225,000 at 31 December 2009 which act as collateral over tenements which Mithril explores.

5. SUBSEQUENT EVENTS

There has been no material event subsequent to the half year ended 31 December 2009.

Directors' Declaration

In accordance with a resolution of the directors of Mithril Resources Ltd, I state that:

In the opinion of the directors:

- (a) the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001 , including:
 - (i) give a true and fair view of the financial position as at 31 December 2009 and the performance for the half-year ended on that date of the consolidated entity; and
 - (ii) comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and

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

On behalf of the Board



Mr Graham Ascough
Managing Director

9 March 2010

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MITHRIL RESOURCES LIMITED AND CONTROLLED ENTITIES

We have reviewed the accompanying half-year financial report of Mithril Resources Limited (“Company”) and controlled entities, which comprises the consolidated financial statements being the statement of financial position as at 31 December 2009, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors’ declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year’s end or from time to time during the half-year.

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 consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410: Review of Interim and Other Financial Reports 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 consolidated entity’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.

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF MITHRIL RESOURCES LIMITED AND CONTROLLED
ENTITIES Cont**

Auditor's responsibility Cont

As the auditor of Mithril Resources Limited, 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

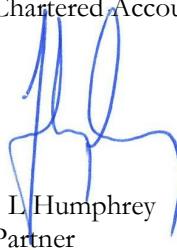
In conducting our review, we complied with the independence requirements of the Corporations Act 2001.

Conclusion

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

- a giving a true and fair view of the consolidated 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.

GRANT THORNTON
South Australian Partnership
Chartered Accountants



J L Humphrey
Partner

Signed at Wayville on this 9th day of March 2010