



**Regalpoint
Resources** Ltd

ACN 122 727 342

**INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2013**

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CORPORATE DIRECTORY

DIRECTORS

Shane L Stone (Chairman)
Bruce McCracken (Executive Director)
Simon Trevisan (Non-Executive Director)
Ian Murchison (Non-Executive Director)

COMPANY SECRETARY

Fleur Hudson

REGISTERED AND PRINCIPAL OFFICE

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PERTH WA 6000
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Facsimile: (08) 9321 5932
Website: www.regalpointresources.com.au
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AUDITORS

BDO Audit (WA) Pty Ltd
38 Station Street
SUBIACO WA 6008

SHARE REGISTRY

Security Transfer Registrars Pty Ltd
770 Canning Highway
APPLECROSS WA 6153
Telephone: (08) 9315 2333
Facsimile: (08) 9315 2233

HOME EXCHANGE

Australian Securities Exchange Ltd
Exchange Plaza
2 The Esplanade
PERTH WA 6000
ASX Code: RGU; RGUO

SOLICITORS

Jackson McDonald
Level 25
140 St Georges Terrace
PERTH WA 6000

BANKERS

St George Bank
Level 1, Westralia Plaza
167 St Georges Terrace
PERTH WA 6000

DIRECTORS' REPORT

The Directors present their report together with the financial report of Regalpoint Resources Limited (Company) for the half year ended 31 December 2013 and the auditor's review report thereon.

DIRECTORS

The names and details of the Directors in office during the half year and until the date of this report are set out below.

- Shane L Stone (Chairman)
- Bruce McCracken (Executive Director – Appointed on 30 September 2013)
- Simon Trevisan (Non-Executive Director)
- Ian Murchison (Non-Executive Director)

Directors have been in office the entire period unless otherwise stated.

REVIEW OF OPERATIONS

During the half year, the Company continued to manage and incrementally progress its portfolio of core uranium projects, completing an eight hole RCP drilling program at the Skevi Prospect, Paroo Range to test the depth and extent of mineralisation. The results are encouraging confirming the extension of the mineralised zone to the north and at depth, and showing similar structural controls to the neighbouring Valhalla and Skal deposits.

The Company also continued to actively seek and evaluate new project opportunities with the potential to create near term value for shareholders.

Mr Bruce McCracken joined the board as an executive director on 30 September 2013. Mr McCracken brings to the Company significant corporate experience, and is currently the Managing Director of BMG Resources Limited.

PAROO RANGE, QLD (RGU 100%) - Uranium Exploration Target

The Company's core Paroo Range Project (EPM16923 and EPM16980) is adjacent to the Paladin/Summit Valhalla project in Queensland. An application to extend the term of EPM16923 was granted with a new expiry date of 17 December 2015. RGU is targeting structurally controlled metasomatic uranium mineralisation that occurs within albitised meta-basalts with breccia zones developed through the quartz-haematite-carbonate alteration zone. This mineralisation style is analogous to the nearby Valhalla and Skal deposits and to the Anderson Lode deposit, which the Company believes has strong potential to host economic mineralisation.

An airborne radiometric survey undertaken by GPX Airborne Surveys over the tenement area during Dec 2010/ Jan 2011 identified a significant radiometric anomaly (Skevi) in the Eastern Creek Volcanics and several other smaller anomalies. Drilling was undertaken during June 2012 and identified a mineralised fault or shear system trending made up of several mineralised fault zones spaced 6 to 10m apart over a length 500m.

A follow up drilling program was completed in November 2013 with the aim to demonstrate continuity and depth extent of the mineralised zone.

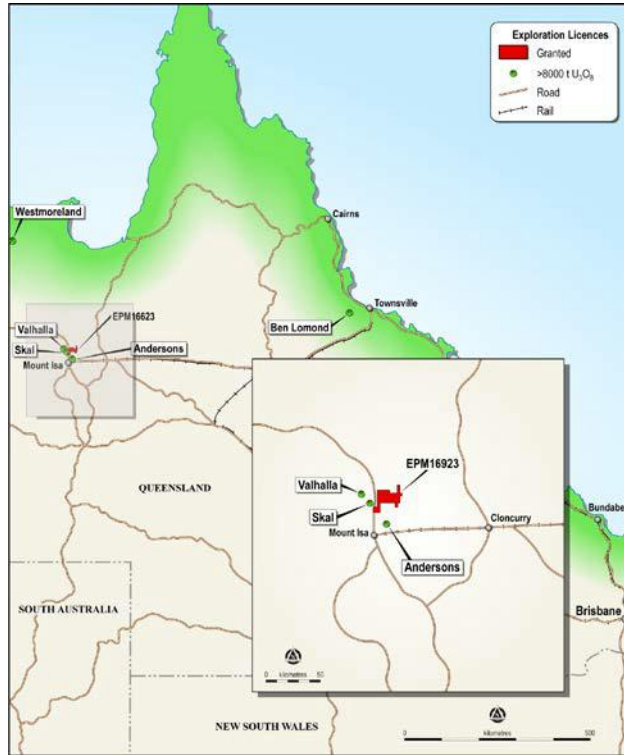


Figure 1 - Location of the Paroo Range Project

Geological Setting

The project tenements cover outcropping of the Eastern Creek Volcanic system, the main host lithology for known mineralisation in the Mt Isa district. This system hosts the significant Valhalla and Skal uranium resources, which are adjacent to the Company's tenement holdings.

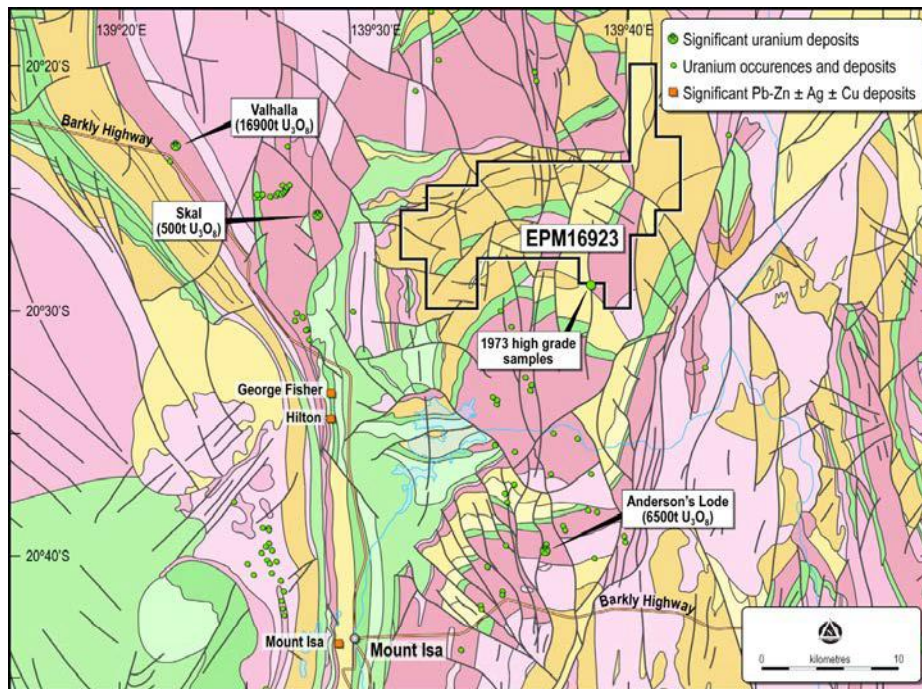


Figure 2 - Geology map of the Paroo Range district (Queensland Mines Department) showing uranium prospects

DIRECTORS' REPORT

An airborne radiometric survey was undertaken over the tenement area in late 2010/ early 2011. The survey identified a significant radiometric anomaly (Skevi) in the Eastern Creek Volcanics and several other smaller anomalies were also identified.

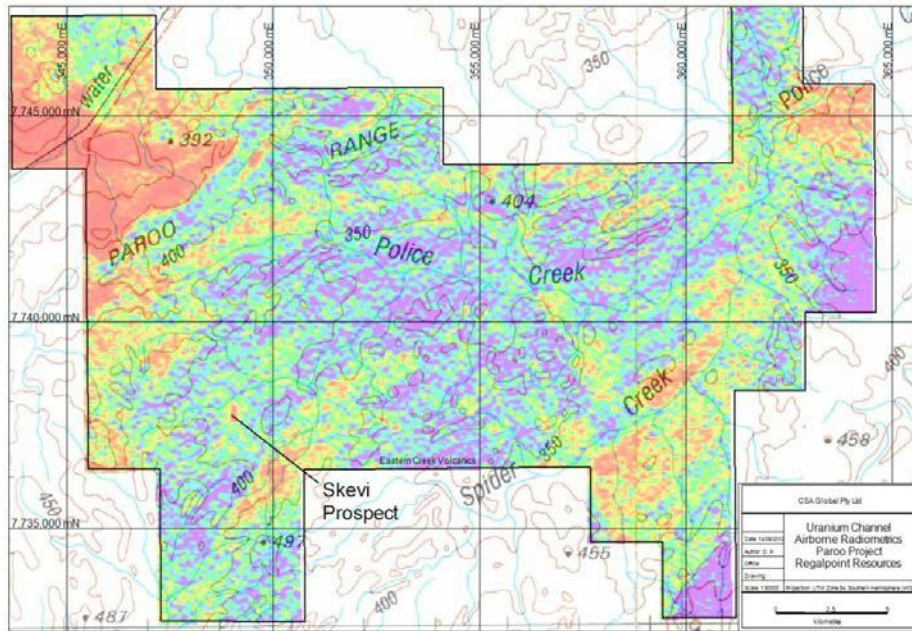


Figure 3 - Uranium Channel radiometric of the Paroo Range Project area.

The Skevi anomaly was ground checked and sampled prior to being drilled. No ground radiometric mapping was undertaken because of extensive quaternary ground cover; however spot radiometric anomalies were recorded which were used to design a drill program. Drilling was undertaken in June 2012 with 24 holes drilled along lines spaced 25 to 50m apart. The drilling was designed to target mineralisation associated with the radiometric anomalies which were considered to be related to an N-S structure consistent with the trended of the radiometric anomalies.

The drilling identified a mineralised shear system trending at 010° made up of several mineralised fault zones spaced 6 to 10m apart over a length 500m.

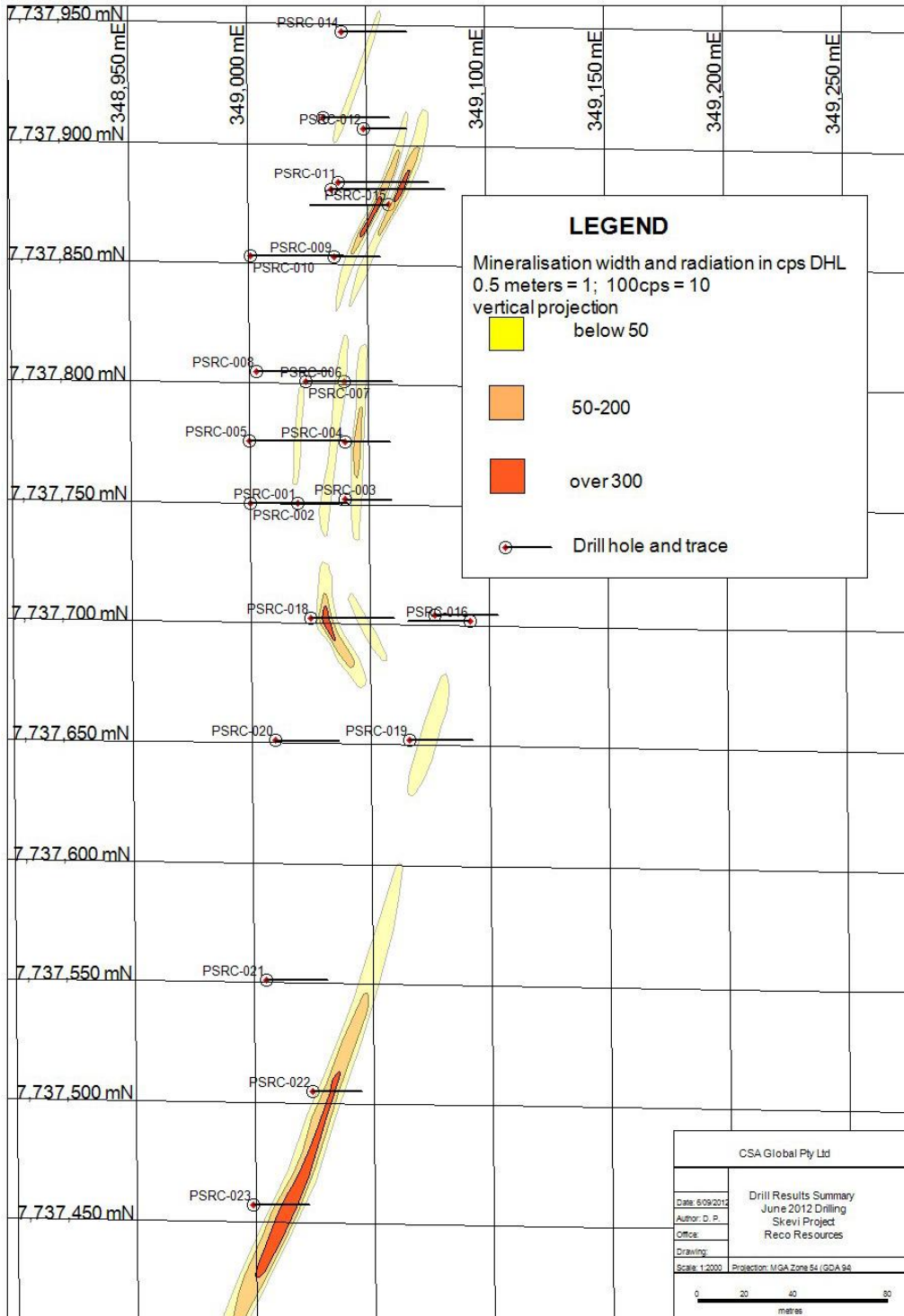


Figure 4 - Plan of the June 2012 drilling program.

The results were very encouraging, with the highest grade intercept of 7m @ 1155ppm U3O8

Hole	Northing	Interval	U ₃ O ₈ (ppm)
PSRC-001	7737750	39-39	1m @ 210
		41-42	1m @240
PSRC-004	7737776	9-11	2m @ 695
PSRC-009	7737853	12-17	5m @ 242
		33-34	1m @ 615
PSRC-011	7737884	41-44	3m @ 473
		59-70	11m @ 225
		10-17	7m @ 324
PSRC-018	7737702	3-10	7m @ 352
PSRC-022	7737505	9-10	1m @ 330
		14-21	7m @ 261
PSRC-023	7737457	25-32	7m @ 1155
		Inc. 27-30	3m @ 2457
		34-35	1m @ 765
PSRC-024	7737881	42-46	4m @ 292
		60-66	6m @ 240

Table 1 - Best Intercepts from the initial drill program

	Valhalla ¹	Skevi
Strike direction	350 degrees, Structurally controlled	360 degrees
Strike Length	600m strike length	500m open ended
Down Dip	450m	No known but drilling to 70m down hole intersected good grades
Thickness	60m at 100 ppm contour	Generally narrow zones of several metres based on best intercepts. Up to 20m encountered
Limit of Mineralisation	100ppm contour	All intercepts quoted exceed 100ppm
High Grade Zone	450 ppm contour	Best hole 7m at 1155ppm
Alteration Assemblage	Haematite, Magnetite	Strong haematite alteration noted in the early holes. Presence of magnetite mentioned but unclear if this is due to alteration
Resource Grade	770ppm at 230ppm cut-off	One hole exceeds 1000ppm. Several intercepts exceed 230 ppm.

Table 2 – Comparison between Valhalla and Skevi

¹ Polito P A, Kyser T K and Stanley C 2004 - The Proterozoic, albitite-hosted, Valhalla uranium deposit, Queensland, Australia: a description of the alteration assemblage associated with uranium mineralisation in diamond drill hole V39: *in Mineralium Deposita* v44 pp 11-40

DIRECTORS' REPORT

CSA Global undertook an extensive review of the previous work on the Skevi project and the surrounding area within the tenement. The review made recommendations for further drilling in the vicinity of the earlier intersections at Skevi.

Drilling Programme Overview, November 2013

The Company completed a Reverse Circulation drilling program at the Skevi Prospect. The drilling was successful in extending the strike extent of the mineralised zone to the north towards the Thesaurus prospect, with intersected mineralisation of variable grade and width, and at depth.

The drill program was designed to investigate the extent and grade of mineralisation at Skevi by following up the initial program where intersections greater than 2-4m of greater than 200ppm U were identified. The drill line spacing was 50m with drill holes intended to intersect mineralisation at 30 and 60m depth. Eight RCP drill holes totalling 648m were completed in November 2013 on EPM16923. All holes were drilled along the north-south trending mineralised zone and were orientated to the east at 090° magnetic and dipping at 60° (Table 3 and Figure 5).

Table 3: Collar details of RCP drill holes at Skevi prospect.

Hole ID	Proposed ID	Easting	Northing	RL	Dip	Azi.	Depth (m)
SKRC001	PSRC044	348939	7737342	394	60	90	78
SKRC002	PSRC042	348975	7737403	383	60	90	48
SKRC003	PSRC041	348978	7737449	385	60	90	96
SKRC004	PSRC040	348994	7737504	383	60	90	102
SKRC005	PSRC038	349015	7737552	384	60	90	84
SKRC006	PSRC036	349029	7737601	388	60	90	78
SKRC007	PSRC026	349046	7737943	379	60	90	78
SKRC008	PSRC060	349061	7737996	377	60	90	84

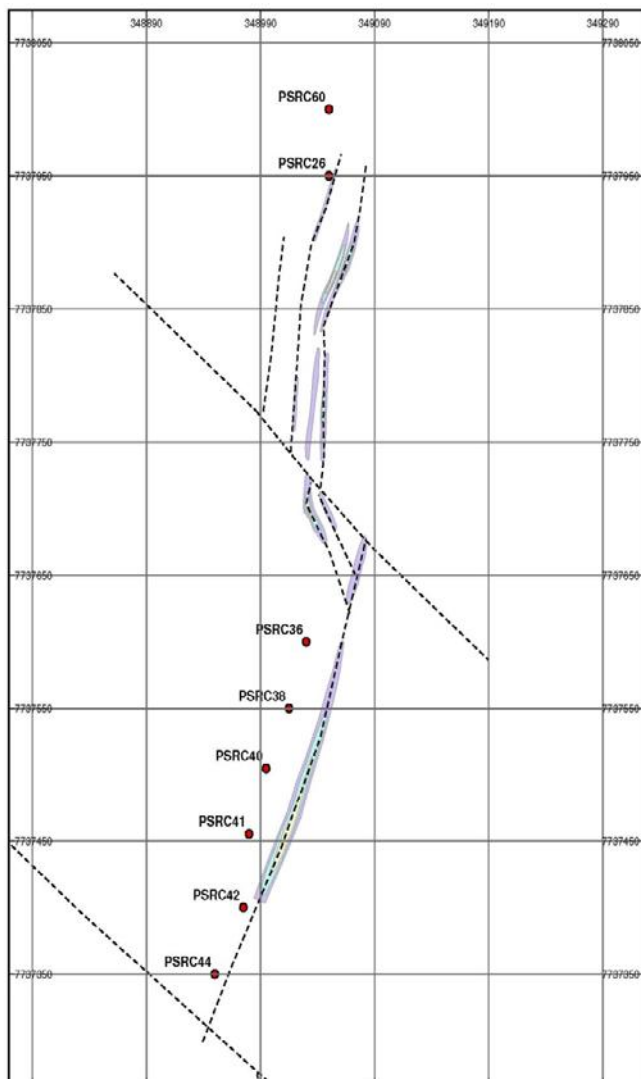


Figure 5 – Location of Drill Holes

Uranium mineralisation

The majority of holes were designed to test the depth extent of mineralisation (down to 80m). Four drill holes SKRC003–006 were located in the southern part of the mineralised zone, and SKRC007 was positioned at the northernmost edge of the known mineralised trend (Figure 5). All these drill holes intersected mineralisation. Significant intercepts are shown in Table 4.

Table 4: Significant mineralised drill intercepts at Skevi prospect.

Drill Hole	From (m)	To (m)	Interval (m)	U3O8 (ppm)
SKRC003	73	75	2	171
SKRC004	87	88	1	165
SKRC004	93	94	1	189
SKRC005	43	47	4	266
SKRC005	76	77	1	413
SKRC007	58	60	2	536
including	58	59	1	808
SKRC007	64	69	5	176

DIRECTORS' REPORT

The mineralisation occurs as steep (85° to the east) shear zone, composed of altered to albite-haematite metasomatic rock. There are generally, one or two narrow (up to a few metres wide) higher grade uranium mineralised intervals within the alteration zone (Figure 6).

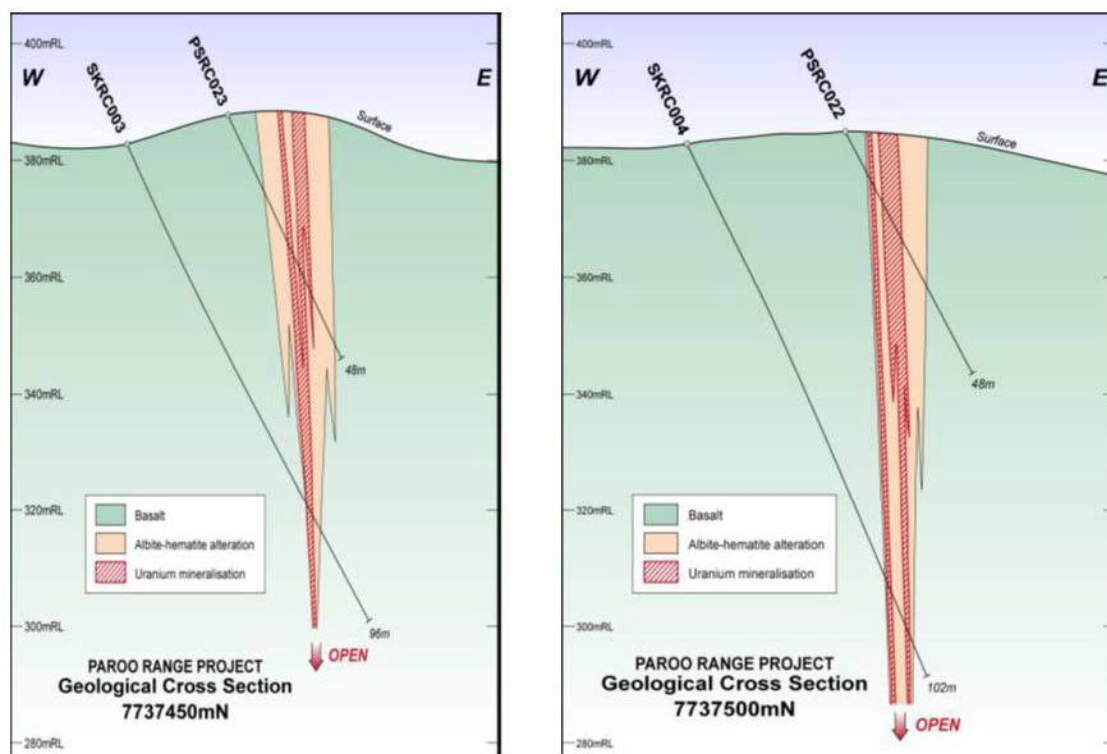


Figure 6: Geological cross sections showing geometry of the mineralisation and alteration zone

The drilling programme confirmed that the mineralisation at Skevi is analogous to that found at the Valhalla and Skal uranium deposits located in the region. These deposits are strongly structurally controlled within metabasalts and metasediments of the Eastern Creek Volcanics and confined to zones of strong albite/haematite alteration. The Skal deposit is a series of mineralized lenses, truncated and offset by faults and, in particular, is considered as a geological model for the Skevi exploration program. A petrology report on the lithologies encountered in the recent drilling is awaited.

Further work at the Skevi Prospect will involve drilling to determine the extent of the mineralized envelope. The Skevi prospect is interpreted to extend further north under cover to the Thesaurus prospect and drilling will be planned to test the entire zone.

Three new applications for EPMs were lodged adjacent to the existing EPM16923 and EPM16980 in December 2013 and February 2014. Total area for the project when the applications are granted will be approximately 363 square kilometres.

RUM JUNGLE, NT (RGU 100%) – Gold Exploration Target

The Company's project area consists of approximately 84 square kilometres of granted tenement in the Batchelor area and one tenement application for c.30 square kilometres in the Adelaide River area.

RGU has undertaken exploration work across the project area, including drilling, sampling and geophysical surveys, in addition to previous drilling undertaken by Nicron Resources (Nicron) and Normandy. Nicron drilled 24 RC holes over a gold soil anomaly now known as the Highlander Prospect, and Normandy subsequently took over the area and interpreted the anomaly as a strata bound zone of vein type gold

DIRECTORS' REPORT

mineralisation over a strike length of 4.5km. The mineralisation is interpreted as a sulphide Au-Quartz vein system in the boundary vicinity of the Wildman Siltstone and underlying Whites Formation. The structure in the area is dominated by a series of north-south striking anticlines.

RGU conducted drilling and costeaning in 2011 close to the previous Nicron drilling and trenching and was successful in confirming Highlander as a first class target in a green field area. RGU recorded intercepts of 6m @3.91 g/t Au with 1 m @ 13.1 g/t and two vein/gossanous rock chip samples taken by RGU within the Highlander Prospect recorded 0.87g/t and 0.83 g/t Au respectively.

Rehabilitation of the earlier drill sites was finalised during the half year. Future drilling will aim at defining the mineralised envelope and identifying higher grade zones within it that may be amenable to resource estimation.

An application to extend the tenement holding by a further two years was lodged in early January. If the application is granted, the tenement will expire on 5 May 2016.

KING LEOPOLD, WA (RGU: 100%) - Uranium Exploration Target

The Company holds two granted tenements (E80/4264 and E80/4311) in the King Leopold project area covering an area of 400 square kilometres. Based on the low order of results from E80/4211 and the lack of encouragement from on-ground inspection this tenement was surrendered on 31 October 2013.

The Juno and Jupiter Prospects (E80/4311) lie on a major north-south trending regional fault filled with quartz breccia and is essentially a radiometric hotspot within the fault system, which is otherwise devoid of radioactivity. The Juno hotspot coincides with a saddle in the otherwise prominent ridge formed by the quartz breccia. It may be a zone of clay alteration within the otherwise silica-rich fault.

The geochemistry of the single rock grab sample taken at Juno suggests a hydrothermal origin with high Mg suggesting that the associated clays are chloritic, a common feature of unconformity style U mineralisation. The breccia is clearly hydrothermal. The fault zone could have acted as a remobilisation pathway and trap site for uranium weathered from the surrounding Whitewater Volcanics,

Anomaly L48 (E80/4264) appears to due to a superficial enrichment of uranium due to lateritisation processes, involving the leaching of uranium form high U-background siltstones during weathering and deposition at the contact with underlying sandstones.

A review of the earlier work will form a background to planned future drilling of the Jupiter, Juno and L48 Uranium Prospects. The current total area of the project is approximately 254 square kilometres.

Current Tenement Schedule – 3 February 2014

Tenement	Project	Location	Status	Area	km²	Expiry	Application
E80/4264	King Leopold	WA	Granted	52 Blocks	161.2	29-Feb-16	
E80/4311	King Leopold	WA	Granted	30 Blocks	93	26-Jul-15	
EL26094	Rum Jungle	NT	Granted	27 Blocks	83.7	05-May-14	
EPM16923	Paroo Range	QLD	Granted	49 Blocks	151.9	17-Dec-15	
EPM16980	Paroo Range	QLD	Granted	12 Blocks	37.2	13-Dec-14	
EPM25464	Paroo Range	QLD	Application	16 Blocks	49.6		12-Dec-13
EPM25465	Paroo Range	QLD	Application	28 Blocks	86.8		12-Dec-13
EPM25503	Paroo Range	QLD	Application	12 Blocks	37.2		03-Feb-14

Competent Persons Statement

The information in this report that relates to Exploration Results, Exploration Targets, Mineral Resources or Ore Reserves is based on information compiled by Malcolm Castle, who is a Member of the Australasian Institute of Mining and Metallurgy (“AusIMM”). Mr Castle is a consultant geologist with Agricola Mining Consultants Pty Ltd. He has sufficient experience relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr Castle consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

DIRECTORS' REPORT

PRINCIPAL ACTIVITIES

The principal activities of the Company during the half year comprised of mineral exploration in Australia.

There were no other significant changes in the nature of the Company activities during the half year.

OPERATING RESULTS

The Company's net loss after providing for income tax for the half year ended 31 December 2013 amounted to \$609,190 (2012: \$746,956). The significant loss was attributable to the written off exploration expenditure of \$275,256 for the tenements that have been surrendered and loan impairment of \$112,682 during the period. At 31 December 2013, the Company has \$651,183 cash and cash equivalents.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

All significant changes in the state of affairs of the Company during the half year are discussed in detail in the Operations Report set out on page 4.

EVENTS OCCURRING AFTER THE REPORTING PERIOD

Transcontinental Group (TRG) has provided a letter of support to the Company in which TRG confirmed it will provide financial support to Regalpoint if required to enable the Company to carry on its business as a going concern during the 12 month period from the date of signing the 2013 half year financial report.

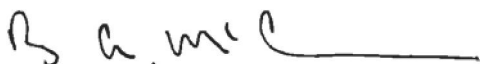
On and from 1 March 2014 TRG agreed to reduce the monthly fee paid by RGU to TRG for Administration Services from \$20,000 to \$15,000 and unilaterally accrue \$5,000 of the monthly fee for Administration Services, without interest.

There were no other post reporting date events at the reporting date.

AUDITORS INDEPENDENCE DECLARATION

The lead auditor's independence declaration as required under S.307C of the Corporations Act 2001 is set out on page 15 for the half year ended 31 December 2013.

Signed in accordance with a resolution of the Board of Directors.



Bruce McCracken

Executive Director

Dated at Perth, Western Australia, this 7th of March 2014

Dear Sirs,

DECLARATION OF INDEPENDENCE BY CHRIS BURTON TO THE DIRECTORS OF REGALPOINT
RESOURCES LTD

As lead auditor for the review of Regalpoint Resources Ltd for the half-year ended 31 December 2013, I
declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in
relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.



Chris Burton
Director

Perth, 7 March 2014

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR HALF-YEAR ENDED 31 DECEMBER 2013

		HALF YEAR	
Notes	31 December 2013	31 December 2012	
	\$	\$	
Revenue from continuing operations	12,051	57,538	
Accounting expenses	(19,652)	(20,761)	
Legal expenses	(2,935)	(350)	
Corporate and administrative expenses	(77,768)	(94,340)	
Management and Service fees	(120,000)	(120,000)	
Depreciation and amortisation expenses	(508)	(2,740)	
Impairment of loan	3 (112,682)	-	
Impairment of exploration expenditure write off	4 (275,256)	(538,382)	
Other expenses	(12,440)	(27,921)	
LOSS BEFORE INCOME TAX	(609,190)	(746,956)	
Income tax benefit	-	-	
LOSS AFTER INCOME TAX	(609,190)	(746,956)	
Other Comprehensive Income	-	-	
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	(609,190)	(746,956)	
Total comprehensive loss for the period is attributable to:			
Owner of Regalpoint Resources Limited	(609,190)	(746,956)	
Basic loss (cents per share)	9 (0.90)	(1.10)	

The Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the accompanying notes.

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2013

	Notes	31 December 2013 \$	30 June 2013 \$
CURRENT ASSETS			
Cash and cash equivalents		651,183	1,071,153
Trade and other receivables		33,764	129,604
TOTAL CURRENT ASSETS		684,947	1,200,757
NON-CURRENT ASSETS			
Property, plant and equipment		28	536
Exploration and evaluation expenditure	4	1,618,653	1,631,147
Prepayment of exploration and evaluation expenditure	5	5,273	5,273
TOTAL NON-CURRENT ASSETS		1,623,954	1,636,956
TOTAL ASSETS		2,308,901	2,837,713
CURRENT LIABILITIES			
Trade and other payables		204,102	123,724
TOTAL CURRENT LIABILITIES		204,102	123,724
TOTAL LIABILITIES		204,102	123,724
NET ASSETS		2,104,799	2,713,989
EQUITY			
Contributed Equity	6	9,758,246	9,758,246
Reserves	7	59,361	59,361
Accumulated Losses	8	(7,712,808)	(7,103,618)
TOTAL EQUITY		2,104,799	2,713,989

The Statement of Financial Position is to be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY

FOR HALF-YEAR ENDED 31 DECEMBER 2013

	Contributed Equity \$	Option Reserve \$	Accumulated Losses \$	Total \$
BALANCE AT 01 July 2013	9,758,246	59,361	(7,103,618)	2,713,989
Total comprehensive loss for the half year	-	-	(609,190)	(609,190)
Transactions with equity holders in their capacity as equity holders:				
Employee share options	-	-	-	-
Share issue costs during the half year	-	-	-	-
BALANCE AT 31 December 2013	9,758,246	59,361	(7,712,808)	2,104,799
BALANCE AT 01 July 2012	9,758,246	59,361	(5,685,699)	4,131,908
Total comprehensive loss for the half year	-	-	(746,956)	(746,956)
Transactions with equity holders in their capacity as equity holders:				
Employee share options	-	-	-	-
Share issue costs during the half year	-	-	-	-
BALANCE AT 31 December 2012	9,758,246	59,361	(6,432,655)	3,384,952

The Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

STATEMENT OF CASH FLOW

FOR HALF-YEAR ENDED 31 DECEMBER 2013

	HALF YEAR	
	Notes	31 December 2012
	31 December 2013	31 December 2012
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(192,359)	(283,345)
Interest received	12,051	52,189
NET CASH FLOWS USED IN OPERATING ACTIVITIES	(180,308)	(231,156)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration and evaluation expenditure	(239,662)	(496,344)
NET CASH FLOWS USED IN INVESTING ACTIVITIES	(239,662)	(496,344)
NET INCREASE/(DECREASE) IN CASH HELD	(419,970)	(727,500)
Cash and cash equivalents at beginning of period	1,071,153	2,212,414
CASH AT END OF PERIOD	651,183	1,484,914

The Statement of Cash Flows is to be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENT

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation of Half-Year Financial Statements

This half-year financial report is a general purpose financial report which has been 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'.

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

It is recommended that the half-year financial report be read in conjunction with the annual financial statements for the year ended 30 June 2013 and considered together with any public announcements made by the Company during the half-year ended 31 December 2013 in accordance with the continuous disclosure requirements arising under Corporations Act 2001 and the ASX Listing Rules.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except as set out below:

Changes in accounting policy

Regalpoint Resources Limited had to change some of its accounting policies as the result of new or revised accounting standards which became effective for the annual reporting period commencing on 1 July 2013.

The affected policies and standards are:

- Principles of consolidation – new standards AASB 10 *Consolidated Financial Statements* and AASB 11 *Joint Arrangements*, and
- Accounting for employee benefits – revised AASB 119 *Employee Benefits*.

None of the new standards stated above that apply for the first time for the December 2013 half-year report have a material impact on the entity.

Other new standards that are applicable for the first time for the December 2013 half-year report are AASB 13 *Fair Value Measurements*, AASB 2012-2 *Amendments to Australian Accounting Standards – Disclosures – Offsetting Financial Assets and Financial Liabilities* and AASB 2012-5 *Amendments to Australian Accounting Standards arising from Annual Improvements 2009-2011 Cycle*. These standards have introduced new disclosures for the interim report but did not affect the entity's accounting policies or any of the amounts recognised in the financial statements.

All amounts are presented in Australian dollars, unless otherwise noted.

These half-year financial statements were approved by the Board of Directors on 6 March 2014.

(b) Significant accounting judgements, estimates and assumptions

The preparation of the 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 and liabilities, income and expense. Actual results may differ from these estimates.

NOTES TO THE FINANCIAL STATEMENT

In preparing this half-year financial report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual financial statements as at and for the year ended 30 June 2013.

2. SEGMENT INFORMATION

Operating segments are now reported in a manner that is consistent with the internal reporting to the Chief Operating Decision Maker ("CODM"), which has been identified by the Company as the Executive Directors and other members of the Board of Directors.

The Company has identified its operating segments based on the internal reports that are reviewed and used by the board of directors in assessing performance and determining the allocation of resources. Reportable segments disclosed are based on aggregating operating segments, where the segments have similar characteristics. For the current reporting period, Management has determined that the entity has only one reportable segment, being mineral exploration in Australia. As the entity is focused on mineral exploration, the Board monitors the entity based on actual versus budgeted exploration expenditure incurred by area of interest. This internal reporting framework is the most relevant to assist the Board with making decisions regarding the entity and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

Segment information provided to the executive management committee for the half year ended 31 December 2013 is as follows:

	Segments Australia	Total
31 December 2013		
Revenue from external sources	-	-
Reportable segment (loss)	(275,256)	(275,256)
Reportable segment assets	1,623,926	1,623,926
30 June 2013		
Revenue from external sources	-	-
Reportable segment (loss)	(931,167)	(931,167)
Reportable segment assets	1,636,420	1,636,420
31 December 2012		
Revenue from external sources	-	-
Reportable segment (loss)	(538,382)	(538,382)
Reportable segment assets	1,929,896	1,929,896

NOTES TO THE FINANCIAL STATEMENT

Reconciliation of reportable segment loss to the Statement of Profit or Loss and Other Comprehensive Income

	31 December 2013	31 December 2012
Reportable segment profit/(loss)	(275,256)	(538,382)
Other profit/(loss)		
• Interest revenue	12,051	57,538
• Depreciation and amortisation	(508)	(2,740)
• Corporate and administration	(77,768)	(94,340)
• Management and service fee	(120,000)	(120,000)
• Accounting expenses	(19,652)	(20,761)
• Legal expenses	(2,935)	(350)
• Impairment of loan	(112,682)	-
• Other expenses	(12,440)	(27,921)
Profit / (Loss) after income tax benefit	(609,190)	(746,956)

There are no reportable segments' liabilities to be allocated based on the operations of the segment. The reconciliation of segments' assets to total assets is referred in the Statement of Financial Position as at 31 December 2013.

3. IMPAIRMENT OF LOAN

The Company provided East African Gold Limited a loan of USD 100,000 (equivalent to A\$112,682 as at 31 December 2013) on 21 February 2013 and due to the financial difficulties of the East African Gold Limited, the Company has decided to impair the loan during the half year ended 31 December 2013.

NOTES TO THE FINANCIAL STATEMENT

4. EXPLORATION AND EVALUATION EXPENDITURE

Exploration and evaluation expenditure carried forward in respect of mining areas of interest:

	31 December 2013	30 June 2013
	\$	\$
Exploration, evaluation and development costs carried forward in respect of areas of interest (net of amounts written off)	1,618,653	1,631,147
Reconciliation		
Carrying amount at the beginning of the half year	1,631,147	2,073,306
Expenditure during the half year – exploration	262,762	440,416
Reallocation of Exploration Expenditure during the half year	-	46,172
Expenditure written off during the half year	(275,256)	(928,747)
Carrying amount at the end of the half year	1,618,653	1,631,147

5. PREPAYMENT OF EXPLORATION AND EVALUATION EXPENDITURE

Prepayment of exploration and evaluation expenditure carried forward in respect of mining areas of interest:

	31 December 2013	30 June 2013
	\$	\$
Prepayment of Exploration, evaluation and development costs carried forward in respect of areas of interest (net of amounts written off)	5,273	5,273
Reconciliation		
Carrying amount at the beginning of the half year	5,273	54,215
Expenditure during the half year – exploration	-	14,600
Reallocation of exploration expenditure during the half year	-	(46,172)
Prepayment exploration expenditure written off during the half year	-	(17,370)
Carrying amount at the end of the half year	5,273	5,273

NOTES TO THE FINANCIAL STATEMENT

6. CONTRIBUTED EQUITY

A reconciliation of the movement in capital for the entity can be found in the Statement of Changes in Equity.

	31 December 2013	30 June 2013
	\$	\$
Balance at the start of the period	9,758,246	9,758,246
Movement during the half year	-	-
Balance at the end of the half year	9,758,246	9,758,246

Options

During or since the end of the half year, the entity has the following options over unissued ordinary shares:

Class	Expiry Date	Exercise Price	Date Granted	Number of Options
Bonus Options	31 March 2014	\$0.20	30 May 2011	66,328,948

7. RESERVES

Option Reserve

The option reserve is used to record the value of the share based payments provided to employees, consultants and for options issued pursuant to any acquisitions or in exchange for services.

	31 December 2013	30 June 2013
	\$	\$
Reserve at the beginning of the half year	59,361	-
Share based payment	-	59,361
Reserve at end of the half year	59,361	59,361

NOTES TO THE FINANCIAL STATEMENT

8. ACCUMULATED LOSSES

	31 December 2013	30 June 2013
	\$	\$
Accumulated loss at the beginning of the half year	(7,103,618)	(5,685,699)
Net profit/(loss) attributable to shareholders	(609,190)	(1,417,919)
Accumulated loss at end of the half year	(7,712,808)	(7,103,618)

9. LOSS PER SHARE

The calculation of basic loss per share as at 31 December 2013 was based on the loss attributable to ordinary shareholders of \$609,190 (2012: \$746,956) and a weighted average number of ordinary shares outstanding at the end of the half year is 67,605,280 (2012: 67,605,280).

	31 December 2013	31 December 2012
	\$	\$
Basic loss per share	(0.90)	(1.10)
a) Reconciliation of earnings to operating loss		
Loss attributable to ordinary shareholders		
Loss after tax	(609,190)	(746,956)
Loss used in the calculation of EPS	(609,190)	(746,956)
b) Weighted average number of ordinary shares (WANOS) outstanding during the half year		
	Number	Number
	December 2013	December 2012
WANOS used in calculating basic loss per share	67,605,280	67,605,280
	67,605,280	67,605,280

Effect of dilutive securities: Share options are not considered dilutive as the conversion of options to ordinary shares will result in a decrease in the net loss per shares.

10. CONTINGENT LIABILITIES

The Board is not aware of any circumstances or information which leads them to believe there are any material contingent liabilities outstanding as at 31 December 2013.

NOTES TO THE FINANCIAL STATEMENT

11. COMMITMENTS

There is no change to commitment or contingencies since or after the annual financial statements for the year ended 30 June 2013.

12. RELATED PARTY INFORMATION

There are no material changes on the related party transaction since or during the half year.

13. EVENTS OCCURRING AFTER THE REPORTING PERIOD

Transcontinental Group (TRG) has provided a letter of support to the Company in which TRG confirmed it will provide financial support to Regalpoint if required to enable the Company to carry on its business as a going concern during the 12 month period from the date of signing the 2013 half year financial report.

On and from 1 March 2014 TRG agreed to reduce the monthly fee paid by RGU to TRG for Administration Services from \$20,000 to \$15,000 and unilaterally accrue \$5,000 of the monthly fee for Administration Services, without interest.

There were no other post reporting date events at the reporting date.

14. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

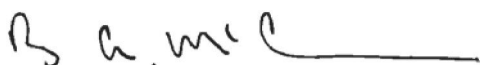
Due to their short-term nature, the carrying amounts of the current receivables, current payables and current borrowings are assumed to approximate their fair value.

DIRECTORS' DECLARATION

In the opinion of the directors of Regalpoint Resources Ltd:

1. The financial statements and notes set out on pages 16 to 26, are in accordance with the *Corporations Act 2001*, including:
 - (a) giving a true and fair view of the Company's financial position as at 31 December 2013 and of their performance, for the half year ended on that date; and
 - (b) complying with Australian Accounting Standards AASB 134 Interim Financial Reporting, the Corporation Regulations 2001 and the mandatory professional reporting requirements; and
2. 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.



Bruce McCracken

Executive Director

Dated at Perth, Western Australia, this 7th of March 2014

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Regalpoint Resources Ltd

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Regalpoint Resources Ltd, which comprises the statement of financial position as at 31 December 2013, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a statement of significant accounting policies and other explanatory information, and the directors' declaration.

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 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 2013 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 Regalpoint Resources Ltd, 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*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Regalpoint Resources Ltd, would be in the same terms if given to the directors as at the time of this auditor's review 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 Regalpoint Resources Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2013 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*.

BDO Audit (WA) Pty Ltd

BDO


Chris Burton
Director

Perth, 7 March 2014