

# Appendix 4E

## Preliminary Final Report Year Ended 30 June 2010

<b>Haoma Mining NL</b>
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The following information must be given to ASX under listing rule 4.3.

### 1.0

ACN	Financial Year Ended	Previous Corresponding Period:
086 676 177	30-Jun-10	30-Jun-09

### 2.0 Results for announcement to the market

					\$A'000
2.1 Revenues from ordinary activities	Up	1.00%	To		842
2.2 Loss form ordinary activities after tax attributable to members	Down	-	To		(5,658)
2.3 Net loss for the period attributable to members	Down	-	To		(5,658)

2.4 Dividends (distributions)	Amount per security	Franked amount per security
Final dividend / Interim dividend	Nil ¢	Nil ¢
Previous corresponding period: Final dividend / Interim dividend	Nil ¢	Nil ¢

2.5 Record date for determining entitlements to the dividend: **No dividend declared**

2.6 Brief explanation of any of the figures in 2.1 to 2.4 necessary to enable the figures to be understood.

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**3 Condensed Consolidated Income Statement**

	<b>30 June 2010</b> <b>\$A'000</b>	30 June 2009 \$A'000
Revenues from ordinary activities	<b>842</b>	837
Other income	<b>600</b>	6
Expenses from ordinary activities	<b>(4,222)</b>	(4,514)
Borrowing costs	<b>(2,878)</b>	(2,267)
<b>Loss from Ordinary activities before tax</b>	<b>(5,658)</b>	(5,938)
Income tax on ordinary activities	-	-
<b>Loss from Ordinary activities after tax</b>	<b>(5,658)</b>	(5,938)
Extraordinary items after tax	-	-
<b>Net loss</b>	<b>(5,658)</b>	(5,938)
Net loss attributable to outside equity interests	-	-
<b>Net loss for the year attributable to members</b>	<b>(5,658)</b>	(5,938)

**Earnings per security**

Basic EPS (cents)	<b>(3.09) cents</b>	(3.08) cents
Diluted EPS (cents)	<b>(3.09) cents</b>	(3.08) cents

**Notes to the Condensed Consolidated Income Statement**

**Profit (Loss) from Ordinary Activities Attributable to Members**

	30 June 2010 \$A'000	30 June 2009 \$A'000
<b>Loss from Ordinary activities before tax</b>	(5,658)	(5,938)
Less (plus) outside equity interests	-	-
<b>Net loss from ordinary activities after tax attributable to members</b>	(5,658)	(5,938)

**Revenue and Expenses from Ordinary Activities**

Revenue from sales or services	842	837
Other relevant revenue	600	6
<b>Revenues from Ordinary Operations</b>	<b>1,442</b>	843

Details of relevant expenses

Operating costs	(893)	(1,194)
Exploration and development costs expensed	(2,787)	(2,787)
Depreciation and amortisation excluding amortisation of intangibles	(542)	(533)
<b>Expenses from ordinary operations</b>	<b>(4,222)</b>	(4,514)

**Capitalised Outlays**

Interest costs capitalised in asset values	-	-
Outlays capitalised in intangibles (unless arising from an acquisition of a business)	-	-

**Notes to the Condensed Consolidated Income Statement**

**Intangibles and Extraordinary items**

	Before tax A\$'000	Related tax \$A'000	outside + equity interests \$A'000	(after tax) attributable to members
Amortisation of goodwill	-	-	-	-
Amortisation of other intangibles	-	-	-	-
<b>Total Amortisation</b>	-	-	-	-

**Comparison of half year profits**

	<b>30 June 2010</b> <b>\$A'000</b>	30 June 2009 \$A'000
Consolidated loss from ordinary activities after tax attributable to members reported for the 1st half year	<b>(2,406)</b>	(3,313)
Consolidated loss from ordinary activities after tax attributable to members reported for the 2nd half year	<b>(3,252)</b>	(2,625)

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**4 Condensed Consolidated Statement of Financial Position**

	<b>30 June 2010</b> \$A'000	30 June 2009 \$A'000
<b>Current Assets</b>		
Cash and cash equivalents	9	19
Trade and other receivables	147	180
Inventories	320	334
<b>Total Current Assets</b>	<b>476</b>	533
<b>Non-Current Assets</b>		
Exploration and evaluation	6,368	7,535
Convertible loan note	1,000	-
Property Plant and Equipment	631	850
<b>Total Non-Current Assets</b>	<b>7,999</b>	8,385
<b>Total Assets</b>	<b>8,475</b>	8,918
<b>Current Liabilities</b>		
Trade and other payables	1,557	1,644
Interest bearing loans and borrowings	41,964	35,582
Provisions	108	98
<b>Total Current Liabilities</b>	<b>43,629</b>	37,324
<b>Non-Current Liabilities</b>		
Provisions	1,365	1,455
<b>Total Non-Current Liabilities</b>	<b>1,365</b>	1,455
<b>Total Liabilities</b>	<b>44,994</b>	38,779
<b>Net Assets (deficiency)</b>	<b>(36,519)</b>	(29,861)
<b>Equity</b>		
Capital/contributed equity	59,593	60,306
Reserves	6,183	6,470
Retained profits (accumulated losses)	(102,295)	(96,637)
<b>Equity attributable to Members of the Parent Entity</b>	<b>(36,519)</b>	(29,861)
Outside equity interests in controlled entities	-	-
<b>Total Equity</b>	<b>(36,519)</b>	(29,861)
Preference capital included as part of equity attributable to members of the parent entity	-	-

**Notes to the Condensed Consolidated Balance Sheet**

<b>Capitalised Exploration and Evaluating Expenditure</b>	<b>30 June 2010 \$A'000</b>	<b>30 June 2009 \$A'000</b>
Opening balance	7,535	7,535
Expenditure incurred during the period	3,121	2,787
Expenditure written off during current period	(2,788)	(2,787)
Acquisitions, disposals, revaluation increments	(1,500)	-
<b>Closing balance in the Consolidated Balance Sheet</b>	<b>6,368</b>	<b>7,535</b>

**5 Condensed Statement of Changes in Equity**

<b>Attributable to equity holders of the consolidated group</b>					
<b>CONSOLIDATED</b>	Share Capital	Share Option	Capital	Accumulated	Total
	\$A'000	Reserve \$A'000	Reserve \$A'000	Losses \$A'000	Equity \$A'000
<b>Balance at June 30, 2008</b>	60,306	287	6,183	(90,699)	(23,923)
(Loss) for the year	-	-	-	(5,938)	(5,938)
<b>Balance at June 30, 2009</b>	<b>60,306</b>	<b>287</b>	<b>6,183</b>	<b>(96,637)</b>	<b>(29,861)</b>
Share options expired	287	(287)	-	-	-
Cancellation of ordinary shares	(1,000)	-	-	-	(1,000)
(Loss) for the year	-	-	-	(5,658)	(5,658)
<b>Balance at June 30, 2010</b>	<b>59,593</b>	<b>-</b>	<b>6,183</b>	<b>(102,295)</b>	<b>(36,519)</b>

## 6 Condensed Consolidated Cash Flow Statement

	30 June 2010 \$A'000	30 June 2009 \$A'000
<b>Cash Flows Related to Operating Activities</b>		
Receipts from customers	886	784
Payments to suppliers and employees	(831)	(848)
Interest and other costs of finance paid	(344)	(213)
Income tax paid	-	(120)
<b>Net operating cash flows</b>	<b>(289)</b>	<b>(397)</b>
<b>Cash Flows Related to Investing Activities</b>		
Payment for purchases of property, plant & equipment	(322)	(40)
Proceeds from sale of property, plant and equipment	-	6
Proceeds from sale of Mining Tenements	1,100	-
Exploration and evaluation expenditure	(2,983)	(2,787)
<b>Net investing cash flows</b>	<b>(2,205)</b>	<b>(2,821)</b>
<b>Cash Flows Related to Financing Activities</b>		
Proceeds from borrowings	3,504	3,515
Repayment of borrowings	(10)	(289)
Share Buy-Back	(1,000)	-
<b>Net financing cash flows</b>	<b>2,494</b>	<b>3,226</b>
<b>Net increase (decrease) in cash held</b>	<b>-</b>	<b>8</b>
Cash at the beginning of the year	9	1
<b>Cash at end of year</b>	<b>9</b>	<b>9</b>

### Non-Cash Financing and Investing Activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows.

Interest accrued but not paid on funds advanced to the company for the Year to June 30, 2010 was \$2.846 million (2009 - \$2.195 million). Refer to note 13.

### Reconciliation of cash

Reconciliation of cash at the end of the period as shown in the consolidated statement of cash flows to the related items in the accounts is as follows:	30 June 2010 \$A'000	30 June 2009 \$A'000
Cash and cash equivalents	9	19
Bank overdraft	-	(10)
<b>Total cash at end of year</b>	<b>9</b>	<b>9</b>

## 7 Net Tangible Assets Per Security

Net tangible asset per security	(3.09) Cents	(3.08) Cents
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**9. Details of entities over which control has been gained or lost during the period:**

Name of the entity.	Not Applicable	
The date of the gain or loss of control.		
	<b>30 June 2010</b> <b>\$A'000</b>	30 June 2009 \$A'000
Where material to an understanding of the report – the contribution of such entities to the reporting entity’s profit from ordinary activities during the period.	-	-

**10. Details of associates and joint venture entities including the name of the associate or joint venture entity and details of the reporting entity’s percentage holding in each of these entities and – where material to an understanding of the report - aggregate share of profits (losses) of these entities, details of contributions to net profit for each of these entities, and with comparative figures for each of these disclosures for the previous corresponding period.**

Name of entity	% Holding	Aggregate Share of profit (losses)		Contribution to net profit	
		Current Period	Previous Period	Current Period	Previous Period
Daltons Joint Venture with Giralia Resources NL	25%	Not Material	Not Material	Not Material	Not Material

**11. Any other significant information needed by an investor to make an informed assessment of the entity’s financial performance and financial position:**

**Group Operations**

During the year ended June 30, 2010, Haoma’s primary area of activity continued to be exploration and research and development activities at its areas of interest in the Pilbara district of Western Australia and the Ravenswood / Charters Towers districts in North Queensland.

Research and investigation work at the company’s Processing Plant and Laboratory at Bamboo Creek remains focussed on understanding and developing a true assay method for the complex gold ores found in the Pilbara region. Test work has continued in the development of the Refined Elazac Assay Method and the Refined Elazac Gold Extraction Method. Details of all research and development activities are included in Haoma’s Annual Reports and in Quarterly Activities Reports to the Australian Stock Exchange.

Haoma continues to pursue other exploration opportunities for development of its interests in Western Australia and Queensland.

At the Daltons Joint Venture (Haoma 25% interest, Giralia Resources NL 75% interest) located approximately 150 kilometres south of Port Hedland in the Pilbara region of Western Australia the Mt Webber iron ore deposit has an Inferred Mineral Resource reported on September 14, 2009 of 40 million tonnes @ 57.3% Fe, including 33.8 million tonnes @ 57.9% Fe, 1.44% Al<sub>2</sub>O<sub>3</sub> (63.06% CaFe) in the Main Southern Zone. The Daltons Joint Venture Mt Webber tenements directly adjoin Atlas Iron Limited’s Mt Webber prospect, which has a reported resource of 43.7 million tonnes @ 57.4% Fe.

Pre-Feasibility Study elements were commissioned at Daltons–Mt Webber following the release on December 17, 2009 of the findings of an independent Scoping Study on development options, targeting the production of direct shipping iron ore (“DSO”), initially at 2 million tonnes per year by open pit mining and road haulage to Port Hedland. The implementation schedule for the project indicates that it may be possible to achieve first production by October 2011.

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Detailed environmental studies are well advanced with consultants contracted to undertake all environmental investigations and environmental impact assessment documentation required for a proposed 2mtpa mine through to mining approvals. Groundwater consultants have been contracted to undertake bore field search and licensing.

A Mining Lease application was lodged in late April covering the Mt Webber deposit and environs, and a new northern access ramp road has been constructed. Drilling of 5 further PQ diamond core holes for 217.7 metres (RDMW002 to RDMW006) has been completed at Daltons-Mt Webber.

Infill RC drilling was completed in mid June 2010 (19 holes, 1562 metres) to upgrade the resource category from Inferred to Indicated, and allow estimation of Ore Reserves and detailed mine engineering studies. Further drilling is also planned to test several new hematite zones to the west of Mt Webber for resource growth targets following additional mapping and access track planning, which commenced after the end of the Quarter.

Other significant transactions during the year included the sale of Haoma's Linden tenements in the Eastern Goldfields province of Western Australia and a share capital reduction following the buy-back of 10,000,000 million Haoma Mining ordinary shares from BHP Billiton Nickel West Pty Ltd

12. **For foreign entities, which set of accounting standards is used in compiling the report (e.g. International Accounting Standards).**

Not applicable

13. **Commentary on the results for the period.**

**Haoma's Group Consolidated Result**

Haoma's unaudited Consolidated Financial result for the year ended June 30, 2010 was a before tax loss of \$5.658 million (2009 – loss \$5.938 million) after charging depreciation and amortisation of \$0.542 million (2009 - \$0.533 million), interest costs of \$2.858 million (2009 – \$2.267 million) and group exploration, development and test work expenditure of \$2.787 million (2009– expenditure of \$2.787 million).

The audit of the financial statements is presently being completed and will be filed with the full financial report to ASX and ASIC when completed.

The majority of funding for the company's ongoing operations is being provided by Leaveland Pty Ltd. Leaveland is Haoma's principal shareholder. In making the loan funds available to Haoma, Leaveland is acting in its capacity as Trustee of a family trust controlled by Haoma's Chairman, Mr Gary Morgan. To June 30, 2010, the total debt owed to Leaveland by Haoma is \$31.52 million (2009 - \$28.01 million). Haoma's Board has approved payment of interest on the funds advanced by Leaveland Pty Ltd to be calculated based upon the 30 day bank bill rate plus a 4% margin. The interest accrues but will not be paid until such time as the Board determines that Haoma is in a financial position to commence interest payments. During the year to June 30, 2010, interest accrued on funds advanced by Leaveland was \$2.846 million (2009 - \$2.195 million).

- 13.1 The earnings per security and the nature of any dilution aspects:

Not applicable

13.2 Returns to shareholders including distributions and buy backs:

At a Special General Meeting held on May 11, 2010, shareholders voted to approve the selective buy-back and cancellation of 10,000,000 ordinary shares held by BHP Billiton Nickel West Pty Ltd. The buy-back price was 10c per share. The buy-back was completed on May 14, 2010 and the shares have been cancelled. The number of ordinary shares on issue prior to the buy-back was 192,993,655. The number of ordinary shares on issue after the buy-back was 182,993,655.

13.3 Significant features of operating performance:

Significant features of operating performance are disclosed in items 2 to 3 and at item 11 above. Also refer to [www.haoma.com.au](http://www.haoma.com.au) for copies of Activities Reports and other information releases.

13.4 The results of segments that are significant to an understanding of the business as a whole:

Not applicable

13.5 A discussion of trends in performance:

Not applicable

13.6 Any other factors which have affected the results in the period or which are likely to affect results in the future, including those where the effect could not be quantified:

Further information in relation to Haoma's operations and copies of information releases are available from Haoma's website at [www.haoma.com.au](http://www.haoma.com.au)

14. Details of individual and total dividends or distributions and dividend or distribution payments.

Dividend or distribution payments:	Amount	Date on which each dividend or distribution is payable	Amount per security of foreign sourced dividend or distribution (if known)
Not applicable	-	-	-
<b>Total</b>	Nil		

15. Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan

Not applicable

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## 16. Audited Accounts

This report is based on accounts that are in the process of being audited.

Upon completion of the audit, details of any qualifications (if any) will be released immediately.

The company has a formally constituted Audit Committee.

17. If the accounts have not yet been audited and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:

The financial statements are not expected to be subject to audit qualification.

However, consistent with prior year audit reports it is anticipated that the Independent Auditor's report will include an Emphasis of Matter in relation to Material Uncertainty Regarding Continuation as a Going Concern.

Signed by:



Gary C. Morgan  
Director

August 31, 2010