crescent
gold limited

ABN 49 087 360 996

FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2011

Directors' Report

The directors of Crescent Gold Limited submit herewith the financial report for the half-year ended 31 December 2011. In order to comply with the provisions of the Corporations Act 2001 the directors report as follows:

The names of the directors of the Company during or since the end of the half-year are:

Mr G Stanley	Chairman
Mr M Tory	Interim Managing Director
Mr D Keough	Non-Executive Director
Mr R Hill	Non-Executive Director
Mr S Grenfell	Non-Executive Director
Mr D Taig	Non-Executive Director

Review of operations
A review of operations including the results of operations is included in a separate report to follow the Directors' Report entitled Management Discussion and Analysis which also conforms to the Company's requirements for its TSX Listing (note the Company was delisted from the TSX on 22 December 2011).

On 12 January 2012 the Company made application to the Australian Stock Exchange ("ASX") seeking to delist the Company's securities from quotation on the ASX. The ASX is presently considering the Company's application.

Auditor's independence declaration
The auditor's independence declaration is included on page 3 of the half-year financial report.

Rounding off of amounts
The Company is a company of the kind referred to in ASIC Class Order 98/0100, dated 10 July 1998, and in accordance with that Class Order amounts in the directors' report and the half-year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

Signed in accordance with a resolution of directors made pursuant to s306(3) of the Corporations Act 2001.

On behalf of the Directors:

Mark Tory
Managing Director
Perth, Western Australia
15 March 2012

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Auditor's Independence Declaration
To The Directors of Crescent Gold Ltd

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Crescent Gold Ltd for the half-year ended 31 December 2011, 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 AUDIT PTY LTD
Chartered Accountants

P W Warr
Partner - Audit & Assurance

Perth, 15 March 2012

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Independent Auditor's Review Report
To the Members of Crescent Gold Ltd

We have reviewed the accompanying half-year financial report of Crescent Gold Ltd ("Company"), which comprises the consolidated financial statements being the statement of financial position as at 31 December 2011, 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 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 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 2011 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 Crescent Gold 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 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 Crescent Gold Ltd 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 2011 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.

Material uncertainty regarding continuation as a going concern

Without qualification to the conclusion expressed above, we draw attention to Note 2 in the financial report which indicates that the consolidated entity incurred a net loss of $12.5m during the half year ended 31 December 2011 and as of that date, the consolidated entity's operating cash flows totalled $0.772m. The consolidated entity's current liabilities exceeded current assets by $6.1m. These conditions, along with other matters as set forth in Note 2, indicate the existence of a material uncertainty which may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the financial report.

Grant Thornton

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

P. Warr.

P W Warr
Partner - Audit & Assurance

Perth, 15 March 2012

MANAGEMENT DISCUSSION & ANALYSIS

DATE OF REPORT – 15 MARCH 2012

This discussion and analysis of the results of operations should be read in conjunction with the audited financial statements and accompanying notes for the Company's year ended 30 June 2011 and Crescent's unaudited interim financial statements (ASX Quarterly Report) for the three month periods ended 30 September 2011 and 31 December 2011 lodged with the ASX/TSX. This discussion and analysis as of 15 March 2012 provides information on the operations of Crescent for the six months ended 31 December 2011.

The Company's reporting currency is in Australian dollars, unless otherwise stated.

Additional information related to the Company is available for review at sedar.com or on the Company's website at www.crescentgold.com

OVERVIEW

Laverton Gold Operations

The Company owns and operates the Laverton Gold Project and associated tenement areas surrounding the township of Laverton, in the North Eastern Goldfields. More than 28 million ounces of gold have been discovered thus far in the region which is located approximately 250 km's north east of Kalgoorlie. Crescent's (CRE) operations are adjacent to Barrick Gold's Wallaby and AngloGold Ashanti's Sunrise Dam projects.

The Company's operating model involves open pit mining operations and road train haulage of run of mine ore directly to the Barrick Granny Smith Mill (BGS) for processing. Ore is stockpiled at BGS and processed on a campaign basis under an arrangement outlined in the Ore Purchase Agreement which was executed between CRE and BGS in July 2009.

During the first half of the 2011/12 financial year, mining operations were undertaken at Mary Mac Hill, Fish, Apollo and Eclipse with four excavator fleets fully productive by the end of December 2011. In total 3.2m BCM's of ore and waste were mined to generate 660kt of high grade ore grading 2.5g/t with 445kt grading 2.5g/t being generated in the December 2011 quarter.

A total of 37,581 ozs of gold were produced from 915kt of ore processed for the six month period with Campaigns 8 and 9 totalling only 71 processing days as a result of Barrick Granny Smith (BGS) shortening campaign 9 to 32 days to meet internal requirements and having to change out the Girth Gear on the SAG Mill during Campaign 8. By the end of December 354kt of ore grading 1.8g/t had been hauled and stockpiled at BGS in preparation for Campaign 10 commencing on the 8th January 2012.

Since 14 February, 2006, the Company's shares have been listed on the Toronto Stock Exchange (TSX) under the trading symbol "CRA". On 22 December, 2011 the company was officially de-listed from the TSX. Prior to 14 February, 2006 the Company traded, and continues to trade, on the Australian Securities Exchange (ASX) under the trading symbol "CRE" and on the Frankfurt Stock Exchange under the trading symbol "CRE5".

CORPORATE ACTIVITY

On the 20thJune 2011, Crescent Gold and Focus Minerals Limited ("Focus") [ASX: FML] jointly announced that they had agreed to merge the companies by way of a conditional off-market takeover bid by Focus for all of the issued shares in Crescent. Focus advanced Crescent A$3 million for working capital requirements which have the ability to be converted into convertible notes. Focus also provided a A$10 million funding facility to Crescent in June 2011 by way of a secured working capital facility and convertible note agreement for the purpose of funding Crescent's exploration and mining operations in Western Australia.

Since 14 February, 2006, the Company's shares have been listed on the Toronto Stock Exchange (TSX) under the trading symbol "CRA". On 22 December, 2011 the Company was officially de-listed from the TSX. Prior to 14 February, 2006 the Company traded, and continues to trade, on the Australian Securities Exchange (ASX) under the trading symbol "CRE" and on the Frankfurt Stock Exchange under the trading symbol "CRE5".

As announced on 12 January 2012, the Company has made application to the ASX seeking to delist the Company's securities from quotation on the ASX. The ASX is presently considering the Company's application.

LAVERTON GOLD PROJECT (WA) - EXPLORATION & DEVELOPMENT

In addition to its previous two part strategy of accelerating the economic production of known deposits and ore sources as well as identification of "brown fields" mineralisation, Crescent has recommenced greenfields exploration on its extensive ground package.

During the period, development studies focused on the Apollo, Eclipse, Calypso, Aurora and Lord Byron deposits. In the 6 months to the 31 December 2011, some 18,737m of RC drilling and 780m of diamond core drilling was completed. Resource definition holes were drilled on the projects mentioned above as well as the Craiggiemore mine. Sterilisation drilling for waste dumps and infrastructure was drilled on the Apollo, Lord Byron and Eclipse projects.

Tables of significant intercepts from the drilling were provided in the September and December 2011 quarterly reports lodged with the ASX.

Preliminary investigations were completed for the Emerald, Eclipse and Liberty deposits which, along with Calypso, Aurora and Apollo, make up an 11 km trend of gold mineralisation.

By the end of the half year period, surface geochemical sampling had been targeted on 30 greenfields exploration tenements as part of Crescents grass roots exploration effort. In addition a further 16 tenements had received detailed ground based gravity surveys, to improve knowledge of geological structure.

Drilling by the exploration group include 500m of RC into the northwest extensions of the Liberty project area and 1,072m of aircore drilling on the Chatterbox shear zone, 6 km south of the Emerald project.

Mineral Resource & Ore Reserve Statement

The Mineral Resource and Ore Reserve statement for Crescent Gold was last updated in the 2011 annual report for the year ending 30 June 2011. This report is available via the ASX or Crescent Gold web pages. No further updates have been made.

URANIUM EXPLORATION

Crescent is exploring for uranium resources in South Australia and the Northern Territory. All tenements, joint ventures and exploration activities are conducted under Uranium West Limited (UWest), a 100%-owned subsidiary of Crescent Gold Limited.

Sturt Joint Venture - Uranium

At the Sturt Project near Moomba in north-eastern South Australia, UWest is earning in up to a 50% interest from JV partner TCDC. The JV is planning a mud rotary drilling programme to test identified targets. The programme is expected to commence within the March quarter 2012, with up to 8,000m planned.

Northern Territory Uranium

All Crescent tenements in the Northern Territory are being explored by joint venture partners.

The information in this report that relates to gold Exploration Results is based on information compiled by Mr Jeff Ion, who is a Member of the Australasian Institute of Mining and Metallurgy and a Member of the Australian Institute of Geoscientists and is employed by Crescent Gold Limited.

He has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" and a Qualified Person under "Canadian National Instrument 43-101 Standards of Disclosure for Mineral Projects". He consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

REPORTING REQUIREMENTS

As of 30 June 2011 Crescent Gold evaluated its standing as a Designated Foreign Issuer as is defined by National Instrument 71-102 and determined that the Company continues to be classified as a Designated Foreign Issuer at the time of filing of this report. This evaluation was performed by the Managing Director and the Company Secretary with the assistance of other Company personnel to the extent necessary and appropriate.

On 18 October 2006 the Company announced the completion of a financing arrangement where 17 million shares of the Company were issued to a Canadian entity. The effect of this transaction was to take the Company past the 10% threshold for a Designated Foreign Issuer pursuant to National Instrument 71-102.

On 18 June 2007 the Company announced the completion of a placement where 321,710,526 shares of the Company were issued to Deutsche Bank AG at a price of $0.38 thus increasing the total number of outstanding ordinary shares to 580,891,238.

Upon completion of the Deutsche Bank placement the Company re-evaluated its Canadian shareholder base to determine whether the Company continued to exceed the 10% threshold for a Designated Foreign Issuer. This re-evaluation resulted in Crescent being re-classified as a Designated Foreign Issuer pursuant to National Instrument 71-102.

Crescent continues to review its reporting requirements as a Designated Foreign Issuer and as required in NI 71-102, the Company continues to disclose and report its financial statements in accordance with the Corporations Act 2001 and Australian Corporations Regulations 2001.

A detailed description of the Company's accounting policies is disclosed in the Significant Accounting Policies note of the Company's Annual Financial Report for the year ended 30 June 2011.

CHANGES IN ACCOUNTING POLICIES

Full disclosure of the Company's Significant Accounting Polices is made in note 3 of the 30 June 2011 Annual Financial Report.

DERIVATIVE INSTRUMENTS

The Company has no derivative instruments in place.

TRANSACTIONS WITH RELATED PARTIES

There were no transactions with related parties, other than as disclosed.

PAYMENTS TO DIRECTORS

Executive and Non-Executive Directors of the Company combined received payments totaling $408,344 for the six months ended 31 December 2011.

The Company is served by a Board of Non-Independent and Independent Directors, to which the Managing Director and Company Secretary report.

- Geoff Stanley – Chairman
- Mark Tory – Managing Director
- Roland Hill – Non Executive Director
- Don Taig – Non Executive (Nominee) Director

David Keough and Simon Grenfell resigned from the Board and Don Taig was appointed on 12 October 2011 as a result of Focus earning majority interest in Crescent.

COMMITMENTS AND CONTRACTUAL OBLIGATIONS

Nil

OFF-BALANCE SHEET ARRANGEMENTS

Nil

SUMMARY OF RESULTS

The table below sets out the interim and final financial results for the past three years:

	6 mths 31 Dec 2011 $A '000	12 mths 30 Jun 2011 $A '000	6 mths 31 Dec 2010 $A '000	12 mths 30 Jun 2010 $A '000	6 mths 31 Dec 2009 $A '000	12 mths 30 Jun 2009 $A '000
Income*	63,322	119,845	65,299	92,194	32,795	2,602
Net (loss)/profit after tax	(12,493)	(51,107)	(11,533)	(8,753)	898	(63,341)
Assets	50,743	50,661	78,135	53,128	52,153	35,919
Liabilities	(31,280)	(20,131)	(36,510)	(30,909)	26,335	11,720
Equity	19,463	30,530	41,625	22,219	25,818	24,199
Net (loss)/profit per share (cents)	(1.00)	(5.30)	(1.82)	(1.45)	0.15	(10.72)

* Income disclosed in the table above relates to gross receipts from the sale of goods and interest revenue receivable.

LIQUIDITY & CAPITAL RESOURCES

The Company's cash on hand and funds on deposit for the half year ended 31 December 2011 was $11,148,000 (30 June 2011: $11,470,000).

There are reasonable grounds to believe, based on the reasons set out in note 2 'Going Concern', that the Company will be able to pay its debts as and when they become due and payable.

SUBSEQUENT EVENTS

In January 2012, Crescent redrew A$2 million under the A$10 million funding facility provided by Focus Minerals Limited.

OUTSTANDING SHARE DATA

As at 7 March 2012, the Company had 1,077,909,687 paid ordinary shares issued and outstanding. The following table sets out the fully paid ordinary shares issuable under the Employee Share Option Scheme and other Options:

As at 7 March 2012	**Number**
Shares on Issue	1,237,317,208
Options issued but not exercised	77,038,931
	1,314,356,139

FORWARD LOOKING STATEMENT

This discussion and analysis contains certain forward-looking statements. These include statements about our expectations, beliefs, intentions or strategies for the future, and are indicated by words such as "budget", "anticipate", "intent", "believe", "estimate", "forecast", "expect", and similar words. While all forward-looking statements reflect our current views with respect to future events, they are subject to certain risks and uncertainties. Actual results may differ materially from those projected in these statements for a number of factors, including those which are described in the Corporation's periodic filings with securities regulatory authorities. We base our forward-looking statements on information currently available to us and we do not assume any obligation to update or revise them, except in accordance with applicable securities laws, readers should not place undue reliance on forward-looking statements.

Directors' Declaration for the half-year ended 31 December 2011

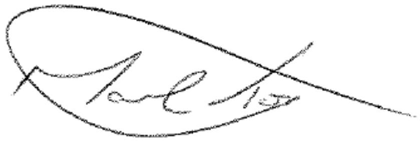
The directors declare that:

a) in the directors' opinion, there are reasonable grounds to believe, based on the reasons set out in note 2 'Going Concern', that the Company will be able to pay its debts as and when they become due and payable; and

b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the Corporations Act 2001, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the consolidated entity.

Signed in accordance with a resolution of the directors made pursuant to s303(5) of the Corporations Act 2001.

On behalf of the Directors



Mark Tory
Managing Director
15 March 2012
Perth, Western Australia

Condensed Consolidated Statement of Comprehensive Income
For the half-year ended 31 December 2011

	Half-year ended 31 December 2011 $'000	Half-year ended 31 December 2010 $'000
Continuing operations		
Revenue	62,872	61,027
Other income	450	4,272
Mining and processing costs	(59,476)	(63,742)
Depreciation and amortisation expense	(3,679)	(2,544)
Exploration and evaluation	(4,715)	(3,779)
Finance costs	(2,355)	(2,476)
Royalties	(1,540)	(1,546)
Director's fees	(158)	(305)
Consultancy expense	(313)	(212)
Legal and accounting expense	(108)	(583)
Employee benefits expense	(1,700)	(1,204)
Takeover expenses	(1,244)	-
Other expenses	(527)	(440)
(Loss)/profit before tax	**(12,493)**	**(11,533)**
Income tax (expense)/benefit	-	-
(Loss) for the period	**(12,493)**	**(11,533)**
Other Comprehensive Income	**-**	**-**
Total comprehensive (loss) for the period	**(12,493)**	**(11,533)**
Attributable to:		
Owners of the Company	**(12,493)**	**(11,533)**
(Loss) per share		
Basic and diluted (cents per share)	(1.01)	(1.82)

The above condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Financial Position
As at 31 December 2011

	Note	31 December 2011 $'000	30 June 2011 $'000
Current assets			
Cash and cash equivalents	4	370	11,470
Trade and other receivables		1,322	4,429
Other assets	4	10,778	
Inventories		8,416	9,209
Other		145	85
Total current assets		**21,031**	**25,193**
Non-current assets			
Property, plant and equipment		13,379	13,980
Other mine assets		16,333	11,488
Total non-current assets		**29,712**	**25,468**
Total assets		**50,743**	**50,661**
Current liabilities			
Trade and other payables		16,910	11,884
Borrowings		9,410	3,508
Provisions		881	747
Total current liabilities		**27,201**	**16,139**
Non-current liabilities			
Borrowings		23	-
Provisions		6,306	6,190
Total non-current liabilities		**6,329**	**6,190**
Total liabilities		**33,530**	**22,329**
Net assets		**17,213**	**28,337**
Equity			
Issued capital		244,000	243,335
Reserves		9,950	9,241
Accumulated losses		(236,737)	(224,244)
Total equity		**17,213**	**28,332**

The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes

Condensed Consolidated Statement of Changes in Equity
For the half-year ended 31 December 2011

	Note	Fully paid ordinary shares $'000	Equity-settled employee benefits reserve $'000	Retained earnings $'000	Total $'000
Balance at 1 July 2010		191,009	4,347	(173,137)	22,219
Loss for the period		-	-	(11,533)	(11,533)
Other comprehensive income for the year, net of tax		-	-	-	-
Total comprehensive income for the year		-	-	(11,533)	(11,533)
		-	197	-	197
Recognition of share based payments					
Issue of shares under share option plan		1,125	-	-	1,125
Issue of shares as interest on convertible notes		29,617	-	-	29,617
Balance at 31 December 2010		221,751	4,544	(184,670)	41,625
Balance at 1 July 2011		**245,533**	**9,241**	**(224,244)**	**30,530**
Prior period error					
Convertible note adjustment	7	(2,198)	-	-	(2,198)
Loss for the period		-	-	(12,493)	(12,493)
Other comprehensive income for the year, net of tax		-	-	-	-
Total comprehensive loss for the year		-	-	(12,493)	(12,493)
Recognition of share based payments		-	709	-	709
Issue of shares for services received		95	-	-	95
Issue of shares on conversion of convertible notes		570	-	-	570
Balance at 31 December 2011		**244,000**	**9,950**	**(236,737)**	**17,213**

The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes

Condensed Consolidated Cash Flow Statement
For the half-year ended 31 December 2011

	Note	Half-year ended 31 December 2011 $'000	Half-year ended 31 December 2010 $'000
Cash flows from operating activities			
Sale of ore (net receipts)		66,299	29,370
Payments to suppliers and employees		(66,920)	(53,673)
Interest paid		(151)	(1,649)
Net cash (used in)/provided by operating activities		**(772)**	**(25,952)**
Cash flows from investing activities			
Interest received		413	303
Secured short term deposits		(1,179)	(940)
Payment for property, plant and equipment		(1,141)	(695)
Proceeds from the sale of other assets		-	3,000
Loans repaid by other entities		-	863
Mine development expenditure		(4,845)	(2,084)
Net cash provided by/(used in) investing activities		**(6,752)**	**447**
Cash flows from financing activities			
Proceeds from borrowing		8,000	15,000
Repayments of borrowings		(2,000)	-
Proceeds from issue of shares		-	30,741
Net cash provided by/(used in) financing activities		**6,000**	**45,741**
Net increase/(decrease) in cash and cash equivalents		(1,524)	20,236
Cash and cash equivalents at the beginning of the period		1,894	272
Cash and cash equivalents at the end of the period	4	**370**	**20,508**

The above condensed consolidated cash flow statement should be read in conjunction with the accompanying notes.

Notes to the Condensed Consolidated Financial Statements
For the half-year ended 31 December 2011

1. Significant Accounting Policies

Statement of Compliance

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 "Interim Financial Reporting". Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting". The half-year financial report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the 2011 Annual Financial Report.

Basis of Preparation

The condensed financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The Company is a company of the kind referred to in ASIC Class Order 98/0100, dated 10 July 1998, and in accordance with that Class Order amounts in the directors' report and the half-year financial report are rounded off to the nearest thousand dollars, unless otherwise indicated.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2010 annual financial report for the year ended 30 June 2011, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

New Standards and Interpretations

New or revised Standards and Interpretations that are first effective in the current reporting period
The Consolidated Entity has adopted 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 period.

Impact of new and revised Standards and amendments thereof and Interpretations effective for the current period that are relevant to the Group include:

AASB 2010-4 'Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project':
Amends a number of pronouncements as a result of the IASB's 2009-2010 cycle of annual improvements including:

- Clarification of content of statement of changes in equity, financial disclosures and significant events.
- Accounting policy changes relating to AASB 1 in year of adoption and amendments to deemed cost.

AASB 124 'Related Party Disclosure' (2009), AASB 2009-12 'Amendments to Australian Accounting Standards':
Amends the requirements of the previous version of AASB 124 to:

- Provide a partial exemption from related party disclosure requirements for government-related entities
- Clarify the definition of a related party
- Include an explicit requirement to disclose commitments involving related parties.

AASB 2010-5 'Amendments to Australian Accounting Standards':
This standard amends a range of existing standards to reflect changes made to the text of international Financial Reporting Standards. They have no major impact on the requirements of the amended pronouncements.

AASB 2010-6 'Amendments to Australian Accounting Standards – Disclosure on Transfers of Financial Assets':
Makes amendments to AASB 7 'Financial Instruments: Disclosures' including additional disclosures to allow users of the financial statements to improve their understanding of financial asset transfers and potential risks to the transferring entity.

AASB 2010-7 Amendments to Australian
Accounting Standards arising from AASB 9 (December 2010) [AASB 1,3, 4, 5, 7, 101, 102, 108, 112, 118,120, 121, 127, 128, 131, 132, 136,137, 139, 1023, & 1038 and interpretations 2, 5, 10, 12, 19 & 127]
The requirements for classifying and measuring financial liabilities were added to AASB 9. The existing requirements for

- the classification of financial liabilities and the ability to use the fair value option have been retained. However, where the fair
- value option is used for financial liabilities the change in fair value is accounted for as follows:

  (a) The change attributable to changes in credit risk are presented in other comprehensive income (OCI)

  (b) The remaining change is presented in profit or loss If this approach creates or enlarges an accounting mismatch in the profit or loss, the effect of the changes in credit risk are also presented in profit or loss.

Adoption of the above Standards, Amendments and Interpretations did not have any effect on the financial position or performance of the Group.

The consolidated entity has not elected to early adopt any other new standards, amendments or interpretations that are issued but are not yet effective.

The accounting policies, methods of computation and areas of critical accounting judgements are the same as those adopted in the most recent annual financial statements for the year ended 30 June 2011.

2. Going Concern

The financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

The consolidated entity reported net operating cash outflows of $772,000 (31 December 2010 – cash outflow of $25,952,000) and incurred a loss of $12,493,000 (31 December 2010 – loss of $11,533,000) for the half year ended 31 December 2011.

As at 31 December 2011 the consolidated entity had net current asset deficiency of $16,948,000 (excluding restricted cash of $10,778,000 associated with environmental bonds) which includes $370,000 in cash and cash equivalents, inventories of $8,416,000, trade payables of $16,910,000 and borrowings of $9,410,000 owing to the Parent Entity. The payment of trade payables, borrowings and forecast operational and capital expenditure arising from the mining operations at the Laverton Gold Project are expected to be met from operational cash flows, existing cash resources and obtaining additional short term financing if needed from the Parent Entity under the existing Finance Facility.

2. Going Concern (cont)

The ability of the consolidated entity to continue as a going concern is dependent on:

(i) The continued financial support of Parent Entity, Focus Minerals Limited under the existing finance facility. The existing finance facility of a total limit of $13 million has at the balance date been drawn down to $9 million.
(ii) The continued support of major trade creditors to defer payment of amounts outstanding to coincide with revenue receipts from the next Campaign.
(iii) Other factors, some of which are not in the control of the directors including future gold prices and gold recovery remaining at levels forecast by the Consolidated Entity.

Should the consolidated entity be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different from those stated in the financial report.

The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that may be necessary should the consolidated entity be unable to continue as a going concern.

3. Segment Information

The consolidated entity has adopted AASB 8 *Operating Segments* and AASB 2007-3 *Amendments to Australian Standards arising from AASB 8* with effect from 1 January 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 segment and to assess its performance.

The consolidated entity operates in one operating segment, namely mining production and exploration for mineral resources.

The consolidated entity operates in one geographical segment, namely Laverton in the Eastern Goldfields of Western Australia.

4. Cash and cash equivalents

Cash and cash equivalents incorporate cash on hand and long term cash deposits. Long term cash deposits are disclosed within current assets as “other financial assets” on the face of the Statement of Financial Position.

	31 December 2011 $’000	30 June 2011 $’000	31 December 2010 $’000
Current assets			
Cash and cash equivalents	370	1,894	20,508
Restricted cash held on deposit – **note 1**	10,778	9,576	9,531
	10,778	9,576	9,531

Note 1

Restricted cash held on deposit relates to restricted cash balances held as security for environmental bonds issued by indemnified banks.

5. Equity Securities Issued

During the half-year reporting period ended 31 December 2011 the following equity issues were made:

- On 26 July 2011 the Company issued 1,500,000 ordinary shares for nil consideration as advisory fees in respect of the placement.
- During July and August 2011 a total of 16,000,000 fully paid ordinary shares and 8,000,000 options exercisable at 5 cents per share and expiring on 31 December 2012, were issued on the conversion of convertible notes.
- During September 2011 a total of 28,931,704 fully paid shares were issued to executives and employees on the vesting of issued performance rights. The shares were issued for nil consideration.

Total ordinary shares on issue at 31 December 2011 was 1,237,484,253 ordinary shares.

Total options to acquire ordinary shares on the issued terms of the options on issue at 31 December 2011 was 77,038,931 options.

6. Subsequent Events

- On 12 Jan 2012, the Company announced its intention to de-list from the Australian Stock Exchange ("ASX"). It further stated that this process is consistent with strategy which was outlined by the major shareholder of Crescent, Focus Minerals Limited, in its Bidder Statement dated 29 June 2011, and in announcements on 28 September 2011 and 6 October 2011. The ASX is presently considering the Company's application.

7 Prior Period Error

The financial statements at 30 June 2011 incorrectly disclosed the amount of $2,198,000 within Issued Capital. At 30 June 2011 the amount consisted of a loan advanced to the Company with the condition that the Lender, Focus Minerals Limited, could elect to convert the loan amount into a convertible note of same value. The conversion terms of the loan were subject to shareholders' approval which was subsequently granted by shareholders in General Meeting held on 18 August 2011.

Consequently, at 30 June 2011 the Lender had not elected to convert the loan into a convertible note and the amount should be disclosed as borrowings.

The prior period balances have been amended to reduce Issued Capital by $2,198,000 to $243,335,000 and Current Liabilities - Borrowings have been increased by $2,198,000 to $3,508,000.