



PIONEER RESOURCES LIMITED
ABN 44 103 423 981

and its controlled entities

Interim Financial Report
for the
Half-Year ended 31 December 2014

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the Annual Report for the year ended 30 June 2014 and any public announcements made by Pioneer Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

PIONEER RESOURCES LIMITED

ABN 44 103 423 981

and its controlled entities

CORPORATE DIRECTORY

DIRECTORS

Craig I McGown
Independent Non-Executive Chairman

David J Crook
Managing Director

Allan Trench
Independent Non-Executive Director

Thomas W Spilsbury
Independent Non-Executive Director

JOINT COMPANY SECRETARIES Julie A Wolseley
Susan Hunter

PRINCIPAL REGISTERED OFFICE

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West Perth
Western Australia, 6005
Telephone: (08) 9322 6974
Facsimile: (08) 9486 9393
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Internet: www.PIOresources.com.au

AUDITOR

Deloitte Touche Tohmatsu
Level 14, 240 St Georges Terrace
Perth
Western Australia, 6000

SHARE REGISTRY

Security Transfer Registrars Pty Limited
770 Canning Highway
Applecross
Western Australia, 6153
Telephone: (08) 9315 0933
Facsimile: (08) 9315 2233
Email: registrar@securitytransfer.com.au

STOCK EXCHANGE LISTING

The Company's shares are quoted
on the Australian Securities Exchange.
The Home Exchange is Perth.

ASX CODE

PIO - ordinary shares

PIONEER RESOURCES LIMITED

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PIONEER RESOURCES LIMITED
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DIRECTORS' REPORT

Your Directors present their report on the consolidated financial statements for the half-year ended 31 December 2014. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

DIRECTORS

The following persons held office as Directors of Pioneer Resources Limited during the half-year and until the date of this report:

***Craig Ian McGown* – B Comm, FCA, ASIA**
Independent Non-Executive Chairman

Mr McGown was appointed a Director on 13 June 2008. Mr McGown is an investment banker with over 35 years experience consulting to companies in Australia and internationally, particularly in the natural resources sector. He holds a Bachelor of Commerce degree, is a Fellow of the Institute of Chartered Accountants and an Affiliate of the Financial Services Institute of Australasia. Mr McGown is an executive director of the corporate advisory business New Holland Capital Pty Ltd and prior to that appointment was the chairman of DJ Carmichael Pty Limited. Mr McGown has had extensive experience in the corporate finance sector, including mergers and acquisitions, capital raisings in both domestic and international financial markets, asset acquisitions and asset disposals, initial public offerings and corporate restructurings.

Mr McGown brings to the Board a comprehensive knowledge of equity and debt markets and financing of resource projects.

***David J Crook* – B.Sc, MAusIMM, MAIG, GAICD**
Managing Director

Mr Crook was appointed the inaugural Managing Director of the Company on 11 August 2003. Mr Crook is a geologist with over 30 years of experience in exploration, mining and management, predominantly within Western Australia, where he has investigated gold, nickel sulphide, nickel laterite and other commodities in teams with an excellent discovery record. He has held senior management roles including the Company's IPO, exploration management, project acquisitions, JV negotiations and capital raisings.

In Australia Mr Crook's operational experience has included tenement identification to ore reserve calculations for gold and base metal projects; and a decade working in operational gold mines. Prior to being employed by the Company his career highlights included participation in the discovery of the Radio Hill Nickel Mine, ore generation and early production at the Gidgee Gold Mine, and exploration manager at Heron Resources Limited.

***Allan Trench* – B.Sc (Hons), Ph.D, M.Sc (Min. Econ), MBA (Oxon), ARSM, AWASM, FAusIMM, FAICD**
Independent Non-Executive Director

Dr Trench was appointed a Director on 8 September 2003. Dr Trench is a mineral economist, geophysicist and business management consultant with minerals experience including nickel, copper, gold, oil & gas and also across a number of the minor metals markets. Dr Trench led nickel sulphide exploration teams for WMC Resources in the Widgiemooltha-Pioneer and Leinster-Mt Keith regions of WA in the mid 1990's. He has subsequently worked with McKinsey and Company, KCGM Pty Ltd, Woodside Energy and with the independent mining & metals analysis global consultancy CRU Group. He is presently a Professor of Mineral Economics at the Curtin University of Technology Graduate School of Business and is also a Research Professor (Risk & Value) at the Centre for Exploration Targeting, University of Western Australia.

PIONEER RESOURCES LIMITED
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DIRECTORS' REPORT

DIRECTORS (Continued)

Thomas Wayne Spilsbury – *B.Sc (Hons), M.Sc (Applied Geology), APEGBC (P. Geo.), FAusIMM (CP), MAIG, GAICD*

Independent Non-Executive Director

Mr Spilsbury was appointed a Director on 4 January 2010. Mr Spilsbury is a geologist who received his B.Sc. (Honors Geology) in 1973 from the University of British Columbia and his M.Sc. (Applied Geology) in 1982 from Queens University in Ontario. He brings over 35 years of experience in mineral exploration and management, including 28 years with Teck Cominco Limited and was their former General Manager, Exploration – Asia Pacific. In this role, he held responsibility for managing an extensive exploration portfolio including large-scale gold and base metal projects in Australia and China. Mr Spilsbury has worked throughout Western Canada, the United States, Asia and Australia.

The Directors named above each held office as at 31 December 2014.

JOINT COMPANY SECRETARIES

Julie Wolseley – *B.Com, CA, MAICD*

Ms Wolseley is the principal of a corporate advisory company with over 20 years' experience acting as company secretary to a number of ASX listed public companies operating primarily in the resources sector. Previously Ms Wolseley was an audit manager both in Australia and overseas for an international accounting firm. Ms Wolseley also holds a directorship in OM Holdings Ltd.

Susan Patricia Hunter – *B.Com, ACA, F Fin; GAICD, AGIA*

Ms Hunter is the principal of a corporate advisory company with over 20 years' experience in the corporate finance industry. She has held senior management positions in Ernst & Young, PricewaterhouseCoopers, BankWest and a boutique corporate advisory firm.

Ms Hunter holds a Bachelor of Commerce degree from the University of Western Australia majoring in Accounting and Finance, is a Member of the Australian Institute of Chartered Accountants, a Fellow of the Financial Services Institute of Australasia and a Member of the Australian Institute of Company Directors. She is also a Member of the Governance Institute of Australia and is currently Company Secretary for several ASX listed companies.

REVIEW OF OPERATIONS

The consolidated entity recorded an operating loss after income tax for the half-year ended 31 December 2014 of \$957,154 compared to the 31 December 2013 operating loss after income tax of \$3,704,798. The result for the half-year ended 31 December 2014 included exploration write-offs totalling \$492,553 (31 December 2013: \$3,375,547) primarily related to the consolidated entity's Golden Ridge Nickel Project.

During the half-year the consolidated entity incurred a total of \$1,092,048 on exploration expenditure. A significant proportion of the exploration and evaluation expenditure was incurred on the consolidated entity's Golden Ridge (Blair Mine) Nickel Project, Acra Gold Project, Juglah Dome Project and Fairwater Nickel Project.

Exploration activity at the consolidated entity's Fairwater Nickel Project included actively pursuing the grant of a key tenement, E63/1665, and then completing soil geochemistry, flora studies and a heritage protection survey in preparation for RAB drilling in 2015.

Activities at the Golden Ridge Nickel Project focussed on identifying drilling targets near the closed Blair Nickel Mine. Detailed soil geochemistry, mapping and an interpretation of aeromagnetic data resulted in updates to the geological model for the near-Blair Nickel Mine area, and this forms the basis of the new drill targets which will be tested during 2015.

PIONEER RESOURCES LIMITED
and its controlled entities

DIRECTORS' REPORT

REVIEW OF OPERATIONS (Continued)

At the Acra Project soil geochemistry was undertaken and following the acquisition of improved aeromagnetic data a study has commenced to identify structural zones which might act as a host to gold mineralisation.

Exploration at the Juglah Dome Project included soil geochemistry and drilling with exploration identifying a 4km long zone considered prospective for base metals.

During the half-year the Company completed a share placement of 58,237,500 ordinary shares at an issue price of 1.6 cents per share which raised \$931,800 (before issue costs). The shares were issued to professional and sophisticated investors in accordance with the Corporations Act 2001 and included clients of Bell Potter Securities Limited. A further 4,875,000 ordinary shares at an issue price of 1.6 cents per share were issued to Directors on 3 December 2014 following shareholder approval received on 19 November 2014.

The Company's cash position at the end of the half-year was \$2,229,491. The consolidated entity's cash position was further supplemented since the end of the half-year by a share placement completed on 20 February 2015 which raised \$500,004 (before costs) following from the issue of 27,778,000 ordinary shares at an issue price of 1.8 cents per share. In addition on 13 March 2015 the Company announced it had raised a further \$622,260 (before issue costs) from the issue of 34,569,974 ordinary shares at an issue price of 1.8 cents per share under the Company's share purchase plan.

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, Deloitte Touche Tohmatsu, to provide the Directors of the Company with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 4 and forms part of the Directors' Report for the half-year ended 31 December 2014.

This report is made and signed in accordance with a resolution of Directors.

Dated at Perth this 13 March 2015.



DJ Crook
Managing Director

The Board of Directors
Pioneer Resources Limited
21 Ord Street
West Perth WA 6005

13 March 2015

Dear Board Members

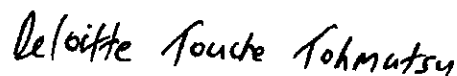
Pioneer Resources Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Pioneer Resources Limited.

As lead audit partner for the review of the financial statements of Pioneer Resources Limited for the half-year ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Chris Nicoloff
Partner
Chartered Accountants

Independent Auditor's Review Report to the Members of Pioneer Resources Limited

We have reviewed the accompanying half-year financial report of Pioneer Resources Limited, which comprises the condensed statement of financial position as at 31 December 2014, and the condensed statement of profit or loss and other comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on pages 7 to 16.

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 Pioneer Resources Limited's financial position as at 31 December 2014 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 Pioneer Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Auditor's Independence Declaration

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 Pioneer Resources Limited, would be in the same terms if given to the directors as at the time of this auditor's 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 Pioneer Resources Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Chris Nicoloff

Chris Nicoloff
Partner
Chartered Accountants
Perth, 13 March 2015

PIONEER RESOURCES LIMITED
and its controlled entities

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Pioneer Resources Limited, I state that:

In the opinion of the Directors:

1. The financial statements and notes of the consolidated entity, as set out on pages 8 to 16:
 - (a) comply with Accounting Standards and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 31 December 2014 and the performance for the half-year ended on that date of the consolidated entity.
2. In the Director's opinion there are reasonable grounds to believe that the consolidated entity will be able to pay its debts as and when they become due and payable.

On behalf of the Board

Dated at Perth this 13 March 2015.



DJ Crook
Managing Director

PIONEER RESOURCES LIMITED
and its controlled entities

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME**

For the half-year ended 31 December 2014

	Note	31 December 2014 \$	31 December 2013 \$
Continuing Operations			
Other income	2(a)	81,066	176,513
Total revenue		81,066	176,512
Employee expenses		(448,819)	(334,880)
Corporate expenses		(87,577)	(89,677)
Depreciation	2(b)	(13,139)	(14,729)
Rental expense on operating leases	2(b)	(57,307)	(60,350)
Non-Executive Directors' fees		(92,500)	(92,500)
Insurance expenses		(20,275)	(26,212)
Legal expenses		(3,378)	(18,424)
Employee costs recharged to capitalised exploration		240,700	212,465
Costs recharged to capitalised exploration		88,713	36,000
Expense of share-based payments	2(b)	-	(7,675)
Exploration expenditure written off	2(b)	(492,553)	(3,375,547)
Discount on early repayment of receivable		(45,455)	-
Other expenses		(106,630)	(109,782)
Loss before income tax		(957,154)	(3,704,798)
Income tax		-	-
Net loss from continuing operations for the half year		(957,154)	(3,704,798)
Other comprehensive income		-	-
Total comprehensive income/(loss) for the half year attributable to members of the Company		(957,154)	(3,704,798)
Earnings/(loss) per share from continuing operations			
Basic earnings/(loss) per share (cents per share)	5	(0.16)	(0.71)
Diluted earnings/(loss) per share (cents per share)	5	(0.16)	(0.71)

The accompanying notes form an integral part of these financial statements.

PIONEER RESOURCES LIMITED
and its controlled entities

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2014

	Note	31 Dec 2014 \$	30 June 2014 \$	31 Dec 2013 \$
CURRENT ASSETS				
Cash and cash equivalents		2,229,491	1,373,078	1,369,882
Other receivables		26,261	1,645,657	1,267,584
Other financial assets		450	300	750
Other current assets		17,684	15,217	16,986
TOTAL CURRENT ASSETS		2,273,886	3,034,252	2,655,202
NON-CURRENT ASSETS				
Other receivables		-	-	1,050,801
Plant, equipment and motor vehicles		66,226	49,392	62,858
Capitalised mineral exploration	3	6,690,131	6,090,636	5,310,513
TOTAL NON-CURRENT ASSETS		6,756,357	6,140,028	6,424,172
TOTAL ASSETS		9,030,243	9,174,280	9,079,374
CURRENT LIABILITIES				
Trade and other payables		174,185	342,573	187,554
Provisions		134,751	119,046	113,327
TOTAL CURRENT LIABILITIES		308,936	461,619	300,881
TOTAL LIABILITIES		308,936	461,619	300,881
NET ASSETS		8,721,307	8,712,661	8,778,493
EQUITY				
Contributed equity	4	26,702,047	25,736,247	25,736,247
Share option reserve		330,000	450,033	448,586
Accumulated losses		(18,310,740)	(17,473,619)	(17,406,340)
TOTAL EQUITY		8,721,307	8,712,661	8,778,493

The accompanying notes form an integral part of these financial statements.

PIONEER RESOURCES LIMITED
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2014

	Contributed Equity	Share Option Reserve	Accumulated Losses	Total
BALANCE AT 1 JULY 2014	25,736,247	450,033	(17,473,619)	8,712,661
Loss for the period	-	-	(957,154)	(957,154)
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE LOSS	-	-	(957,154)	(957,154)
TRANSACTIONS WITH OWNERS IN THEIR CAPACITY AS OWNERS				
Shares issued during the period (net of transaction costs)	965,800	-	-	965,800
Transfer from share option reserve re: expired options	-	(120,033)	120,033	-
BALANCE AT 31 DECEMBER 2014	26,702,047	330,000	(18,310,740)	8,721,307
BALANCE AT 1 JULY 2013				
	25,303,122	800,401	(14,061,032)	12,042,491
Loss for the period	-	-	(3,704,798)	(3,704,798)
Other comprehensive income	-	-	-	-
TOTAL COMPREHENSIVE LOSS	-	-	(3,704,798)	(3,704,798)
TRANSACTIONS WITH OWNERS IN THEIR CAPACITY AS OWNERS				
Shares issued during the period (net of transaction costs)	433,125	-	-	433,125
Directors and employees options	-	7,675	-	7,675
Transfer from share option reserve re: expired options	-	(359,490)	359,490	-
BALANCE AT 31 DECEMBER 2013	25,736,247	448,586	(17,406,340)	8,778,493

The accompanying notes form an integral part of these financial statements.

PIONEER RESOURCES LIMITED
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CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the half-year ended 31 December 2014

	31 Dec 2014 \$ Inflows/ (Outflows)	31 Dec 2013 \$ Inflows/ (Outflows)
Cash flows from operating activities		
Interest received	37,741	48,522
Sundry income received	565,843	110,506
Payments to suppliers and employees (inclusive of goods and services taxes)	<u>(574,959)</u>	<u>(412,682)</u>
Net cash flows provided by/(used in) operating activities	<u>28,625</u>	<u>(253,654)</u>
Cash flows from investing activities		
Payments for exploration and evaluation	(1,158,039)	(1,275,947)
Proceeds from the sale of the Western Mt Jewell Gold Project	1,050,000	-
Tenement bonds paid	-	(225,000)
Tenement bonds refunded	-	207,000
Proceeds from sale of plant and equipment	-	409
Payments for plant and equipment	<u>(29,973)</u>	<u>(6,668)</u>
Net cash flows used in investing activities	<u>(138,012)</u>	<u>(1,300,206)</u>
Cash flows from financing activities		
Proceeds from the issue of shares	1,009,800	437,500
Payment for transaction costs relating to the issue of shares	<u>(44,000)</u>	<u>(4,375)</u>
Net cash flows provided by financing activities	<u>965,800</u>	<u>433,125</u>
Net increase/(decrease) in cash and cash equivalents held	856,413	(1,120,735)
Cash and cash equivalents at the beginning of the half- year	<u>1,373,078</u>	<u>2,490,617</u>
Cash and cash equivalents at the end of the half-year	<u>2,229,491</u>	<u>1,369,882</u>

The accompanying notes form an integral part of these financial statements.

PIONEER RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2014

1. BASIS OF PREPARATION OF HALF-YEAR FINANCIAL STATEMENTS

These general purpose half-year financial statements for the half-year ended 31 December 2014 have been prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including Accounting Standard AASB 134: *Interim Financial Reports* and other authoritative pronouncements of the Australian Accounting Standards Board ("AASB"). Compliance with AASB 134 ensures compliance with IAS 34 "Interim Financial Reporting". The Board considers the consolidated entity has sufficient cash resources to meet all operating costs for at least the next 12 months from the date of this report.

It is recommended that these half-year financial statements and reports be read in conjunction with the Annual Report for the year ended 30 June 2014 and any public announcements made by Pioneer Resources Limited and its controlled entities during the half-year in accordance with continuous disclosure obligations arising under the Corporations Act, 2001.

The half-year report has been prepared on the accruals basis and in accordance with the historical cost convention. Cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

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

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 2014 annual financial report for the financial year ended 30 June 2014.

In the half-year ended 31 December 2014, the Company has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2014.

It has been determined by the Company that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to the Company's accounting policies.

Basis of consolidation

The half-year consolidated financial statements comprise the financial statements of Pioneer Resources Limited and its controlled entities as at 31 December 2014 ('the consolidated entity').

Estimates

The preparation of the interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, revenues and expenses. Actual results may differ from these estimates.

In preparing this consolidated interim financial report, the significant judgements made by management in applying the consolidated entity's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report as at and for the year ended 30 June 2014.

PIONEER RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2014

	Consolidated	
	31 December 2014 \$	31 December 2013 \$
2. REVENUE AND EXPENSES		
Revenue and expenses from continuing operations		
(a) Revenue		
Interest income	35,571	44,796
Other income	45,495	131,308
Proceeds from the sale of plant and equipment	-	409
	81,066	176,513
(b) Expenses		
Contributions to employees superannuation plans	33,413	30,005
Share based payments expense	-	7,675
Depreciation	13,139	14,729
Rental expense on operating leases	57,307	60,350
Provision for employee entitlements	15,706	7,070
Exploration expenditure written off	492,553	3,375,547
	492,553	3,375,547
	Consolidated	Consolidated
	31 December 2014 \$	31 December 2013 \$
3. CAPITALISED MINERAL EXPLORATION		
Non-Current		
<i>In the exploration and evaluation phase</i>		
Cost brought forward – 1 July 2014/(1 July 2013)	6,090,636	7,516,267
Add: Expenditure incurred during the half-year (at cost)	1,092,048	1,169,793
Exploration expenditure written off	(492,553)	(3,375,547)
	6,690,131	5,310,513

The recoupment of costs carried forward is dependent on the successful development and/or commercial exploitation or alternatively sale of the respective areas of interest.

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. The recoverable amount of the exploration and evaluation asset (or the cash-generating unit(s) to which it has been allocated, being no larger than the relevant area of interest) is estimated to determine the extent of the impairment loss (if any). Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in previous years.

PIONEER RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2014

3. CAPITALISED MINERAL EXPLORATION (Continued)

Exploration write-downs for half-year ended 31 December 2014 totalled \$492,553 which related primarily to the Golden Ridge Nickel Project where specific tenements underlying areas of interest were surrendered.

	31 Dec 2014	30 June 2014	31 Dec 2013
	\$	\$	\$
4. CONTRIBUTED EQUITY			
(a) Issued Capital			
616,337,300 ordinary shares; (30 June 2014:			
553,224,800 ordinary shares);			
(31 December 2013:			
553,224,800 ordinary shares)	26,702,047	25,736,247	25,736,247

On 11 September 2014 58,237,500 ordinary shares were issued at an issue price of 1.6 cents each under a share placement to professional and sophisticated investors. A further 4,875,000 ordinary shares at an issue price of 1.6 cents per share were issued to Directors on 3 December 2014 following shareholder approval received on 19 November 2014. Refer Note 7 for shares issued subsequent to the end of the half-year.

(b) Options

During the half year ended 31 December 2014 no options were issued.

During the half year ended 31 December 2014 the following options expired:

Number of Options	Exercise Price	Expiry
4,333,331	3.5 cents each	30 November 2014
4,333,331	4.5 cents each	30 November 2014
4,333,338	5 cents each	30 November 2014
10,350,000		

The following unlisted options are outstanding in respect of ordinary shares as at 31 December 2014:

Number of Options	Exercise Price	Expiry
15,000,000	10 cents each	15 October 2015
30,000,000	30 cents each	15 October 2017
45,000,000		

There have been no options issued since the end of the financial period.

PIONEER RESOURCES LIMITED
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2014

	31 Dec 2014	31 Dec 2013
	\$	\$
5. EARNINGS/(LOSS) PER SHARE		
The following reflects the loss and share data used in the calculations of basic and diluted earnings/(loss) per share:		
Earnings/(loss) used in calculating basic and diluted earnings/(loss) per share	(957,154)	(3,704,798)
	<hr/>	<hr/>
	Number of Shares <u>2014</u>	Number of Shares <u>2013</u>
Weighted average number of ordinary shares used in calculating basic earnings/(loss) per share:	589,442,055	524,692,269
<i>Effect of dilutive securities</i>		
Share options*	-	-
	<hr/>	<hr/>
Adjusted weighted average number of ordinary shares used in calculating diluted earnings/(loss) per share	589,442,055	524,692,269
	<hr/>	<hr/>

***Non-dilutive securities**

As at balance date, 45,000,000 unlisted options (which represent 45,000,000 potential ordinary shares) (31 December 2013: 58,000,000 unlisted options which represent potential ordinary shares) were not dilutive as they would decrease the loss per share.

6. DIVIDENDS

No dividend has been declared or paid during the half-year ended 31 December 2014.

7. EVENTS SUBSEQUENT TO BALANCE DATE

Since 31 December 2014, no event has arisen that would be likely to materially affect the operations of the consolidated entity, the results of the consolidated entity or the state of affairs of the consolidated entity not otherwise disclosed in the consolidated entity's financial statements other than:

- (i) On 20 February 2015 the Company completed a share placement of 27,778,000 ordinary shares at an issue price of 1.8 cents which raised \$500,004 (before issue costs). In addition on 13 March 2015 the Company announced it had raised a further \$622,260 (before issue costs) from the issue of 34,569,974 ordinary shares at an issue price of 1.8 cents per share under the Company's share purchase plan.

8. CONTINGENT ASSETS AND LIABILITIES

Since the last reporting date, there has been no change of any contingent liabilities or contingent assets.

PIONEER RESOURCES LIMITED
and its controlled entities

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2014

9. SEGMENT INFORMATION

The consolidated entity operates predominantly in one segment involved in the mineral exploration and development industry. Geographically the consolidated entity is domiciled and operates in one segment being Australia. For management purposes, the consolidated entity is organised into one main operating segment which involves the exploration of minerals in Australia. All of the consolidated entity's activities are interrelated and discrete financial information is reported to the Board as a single segment. Accordingly, all significant operating decisions are based upon analysis of the consolidated entity as one segment. The financial results from this segment are equivalent to the financial statements of the consolidated entity as a whole.

10. FINANCIAL INSTRUMENTS

The consolidated entity's financial instruments consist of those which are measured at amortised cost including trade and other receivables and trade and other payables. The carrying amount of these financial assets and liabilities approximate their fair value. The consolidated entity does not hold any financial instruments which are required to be measured at fair value.