CONSOLIDATED FINANCIAL STATEMENTS OF

MONUMENT MINING LIMITED

(Expressed in thousands of United States dollars)

Condensed Consolidated Interim Financial Statements
For the three months ended September 30, 2016
(Unaudited)

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its auditors have not reviewed the condensed consolidated interim financial statements for the three months ended September 30, 2016.

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MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

	Notes	September 30, 2016 Unaudited $	June 30, 2016 Audited $
ASSETS			
Current assets			
Cash and cash equivalents	4	15,978	20,913
Trade and other receivables	5	1,946	1,476
Income tax receivable	6	2,283	1,761
Prepaid expenses and deposits		690	700
Inventories	7	12,771	9,726
Total current assets		**33,668**	**34,576**
Non-current assets			
Inventories	7	11,343	12,347
Property, plant and equipment	8	37,962	40,274
Exploration and evaluation	9	171,899	170,468
Intangible asset	10	1,272	1,272
Deferred costs		137	117
Total non-current assets		**222,613**	**224,478**
Total assets		**256,281**	**259,054**
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	13	4,931	6,100
Finance lease obligations	14	77	138
Total current liabilities		**5,008**	**6,238**
Non-current liabilities			
Asset retirement obligations	15	10,134	10,232
Deferred tax liabilities		3,970	3,973
Total non-current liabilities		**14,104**	**14,205**
Total liabilities		**19,112**	**20,443**
Equity			
Share capital	16	117,172	117,172
Capital reserves – warrants	17	2,612	2,612
Capital reserves – options	17	10,303	10,303
Retained earnings		107,082	108,524
Total equity		**237,169**	**238,611**
Total liabilities and equity		**256,281**	**259,054**

Commitments and contingencies (Notes 4 and 23)
Subsequent events (Note 26)

Approved on behalf of the Board:

"Robert Baldock"	"Graham Dickson"
Robert Baldock, Director	Graham Dickson, Director

MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE INCOME

For the three months ended September 30, 2016
UNAUDITED
(in thousands of United States dollars, except share and per share amounts or otherwise stated)

	Notes		September 30, 2016		September 30, 2015
			$		$
Mining operations					
Revenue			3,142		8,329
Production costs	18		(3,238)		(5,995)
Income/(loss) from mining operations			**(96)**		**2,334**
Corporate expenses	19		(728)		(765)
Income/(loss) before other items			**(824)**		**1,569**
Other income/(loss)					
Interest income			14		21
Gain on disposal of assets			-		32
Impairment loss			-		(63)
Foreign currency exchange loss			(420)		(1,490)
Loss from other items			**(406)**		**(1,500)**
Income/(loss) before income taxes			(1,230)		69
Tax (expense)/recovery	20		(212)		47
Total net and comprehensive income/(loss)			**(1,442)**		**116**
Earnings/(loss) per share					
- Basic	21	$	(0.00)	$	0.00
- Diluted	21	$	(0.00)	$	0.00
Weighted average number of common shares					
- Basic	21		308,718,030		310,218,030
- Diluted	21		308,718,030		310,218,030

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

For the three months ended September 30, 2016
UNAUDITED
(in thousands of United States dollars, except share and per share amounts or otherwise stated)

	Common shares	Capital reserve - warrants	Capital reserve - options	Retained earnings	Total equity
	$	$	$	$	$
Balances at June 30, 2015	**118,015**	**2,612**	**10,302**	**110,204**	**241,133**
Share-based compensation	-	-	1	-	**1**
Net income for the period	-	-	-	116	**116**
Balances at September 30, 2015	**118,015**	**2,612**	**10,303**	**110,320**	**241,250**
Balances at June 30, 2016	**117,172**	**2,612**	**10,303**	**108,524**	**238,611**
Net loss for the period	-	-	-	(1,442)	**(1,442)**
Balances at September 30, 2016	**117,172**	**2,612**	**10,303**	**107,082**	**237,169**

MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

For the three months ended September 30, 2016

UNAUDITED

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

	Notes	September 30, 2016	September 30, 2015
		$	$
Operating activities			
Net income/(loss) for the period		(1,442)	116
Adjustments to reconcile net income to net cash provided from operating activities:			
Depreciation, depletion and amortization		890	1,287
Accretion expense on asset retirement obligations		45	43
Share-based compensation		-	1
Unrealized foreign currency exchange (gain)/loss		374	(294)
Impairment recovery		-	63
Gain on disposal of assets		-	(32)
Loss on gold forward sale settlement		-	233
Deferred income tax recovery		(465)	(47)
Cash provided from/(used in) operating activities before change in working capital items		**(598)**	**1,370**
Change in non-cash working capital items:			
Trade and other receivables		(470)	(151)
Prepaid expenses and deposits		9	9
Inventories		(593)	(200)
Deferred business development costs		(20)	(96)
Accounts payable and accrued liabilities		(443)	(1,666)
Cash used in operating activities		**(2,115)**	**(734)**
Financing activities			
Payment of finance lease obligations	14	(60)	(60)
Cash used in financing activities		**(60)**	**(60)**
Investing activities			
Expenditures on exploration and evaluation, net of recoveries		(1,484)	(2,027)
Expenditures on property, plant and equipment		(1,276)	(544)
Proceeds on disposal of equipment		-	363
Cash used in investing activities		**(2,760)**	**(2,208)**
Decrease in cash and cash equivalents		(4,935)	(3,002)
Cash and cash equivalents at the beginning of the period		20,913	29,353
Cash and cash equivalents at the end of the period	**4**	**15,978**	**26,351**
Cash and cash equivalents consist of:			
Cash		6,334	16,028
Restricted cash		9,644	10,323
		15,978	**26,351**

Supplemental Cash Flow Information (Note 24)

1. Corporate Information and Nature of Operations

Monument Mining Limited ("Monument" or "the Company") is a Vancouver based gold producer, engaged in the operation of gold mines and acquisition, exploration and development of precious metals and other base metals mineral properties with a focus on gold. The Company is incorporated and domiciled under the Canada Business Corporations Act and listed on the Toronto Stock Venture Exchange ("TSX-V: MMY") and Frankfurt Stock Exchange ("FSE: D7Q1") with the head office located at 1100 Melville Street, Suite 1580, Vancouver, British Columbia, Canada V6E 4A6.

The Company's 100% owned Selinsing Gold Mine is located in Pahang State, Malaysia, and has been in commercial production since September 2010. The Company's exploration and development mineral assets are 100% owned through its subsidiaries, including the Selinsing gold portfolio in Pahang State, Malaysia comprised of the Selinsing, Buffalo Reef, Felda Land and Famehub projects (together "Selinsing"), and Murchison gold portfolio in Western Australia ("WA") comprised of the Burnakura, Tuckanarra and Gabanintha projects; and the Mengapur Polymetallic Project ("Mengapur") in Pahang State, Malaysia.

The condensed consolidated interim financial statements of the Company for the period ended September 30, 2016 comprising the Company and its subsidiaries are presented in thousands of United States ("US") dollars and all values are rounded to the nearest thousand dollar except per share amounts or where otherwise indicated.

These unaudited condensed consolidated interim financial statements were approved by the Board of Directors of the Company on November 29, 2016.

2. Basis of Preparation

These unaudited condensed consolidated interim financial statements have been prepared in accordance with IAS 34 – Interim Financial Reporting ("IAS 34") as issued by the International Accounting Standards Board ("IASB"). Accordingly, certain disclosures included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRSs") as issued by the IASB have been condensed or omitted. These unaudited condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended June 30, 2016 which have disclosed a detailed discussion of the Company's significant accounting policies along with significant accounting estimates and judgments used or exercised by management in the preparation of theses financial statements. A summary of significant accounting policies are presented in Note 3 and have been consistently applied in each of the periods presented.

These condensed consolidated interim financial statements were prepared on a going concern basis under the historical cost method except for certain derivatives, which are measured at fair value.

3. Significant Accounting Policies

The interim financial statements have been prepared in accordance with the accounting policies adopted in the Company's most recent annual financial statements for the year ended June 30, 2016 except where otherwise indicated

a) Critical accounting estimates and judgments

When preparing interim financial statements, management makes a number of judgments, estimates and assumptions in the recognition and measurement of assets, liabilities, income and expenses. Actual financial results may not equal the estimated results due to differences between estimated or anticipated events and actual events. The judgments, estimates and assumptions made in the preparation of these condensed interim consolidated financial statements were similar to those made in the preparation of the Company's annual financial statements for the year ended June 30, 2016.

b) New and amended standards and interpretations

Effective for future annual periods

IAS 12 – Income taxes: Recognition of Deferred Tax Assets for Unrealised Losses ("IAS 12")

IAS 12 has amendments to clarify the accounting for deferred tax assets for unrealised losses on debt instruments measured at fair value. The amendments clarify that an entity needs to consider whether tax law restricts the sources of taxable profits against which it may make deductions on the reversal of that deductible temporary difference. Furthermore, the amendments provide guidance on how an entity should determine future taxable profits and explains in which circumstances taxable profit may include the recovery of some assets for more than their carrying amount. Application of the standard is mandatory for annual periods beginning on or after January 1, 2017. The Company is evaluating any potential impact of this standard.

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

IFRS 9 – Financial Instruments (“IFRS 9”)

IFRS 9 will replace IAS 39 “Financial Instruments: Recognition and Measurement” (IAS 39). IFRS 9 utilizes a single approach to determine whether a financial asset is measured at amortized cost or fair value and a new mixed measurement model for debt instruments having only two categories: amortized cost and fair value. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. It also introduces a new expected loss impairment model and limited changes to the classification and measurement requirements for financial assets. Application of the standard is mandatory for annual periods beginning on or after January 1, 2018, with early application permitted. The Company is evaluating any potential impact of this standard.

IFRS 15 – Revenue from Contracts with Customers (“IFRS 15”)

IFRS 15 will replace IAS 18, “Revenue”, IAS 11, “Construction Contracts”, and related interpretations on revenue. IFRS 15 establishes a single five-step model framework for determining the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with a customer. Application of the standard is mandatory for annual periods beginning on or after January 1, 2018, with early application permitted. The Company is evaluating any potential impact of this standard.

IFRS 16 – Leases (“IFRS 16”)

IFRS 16 will replace IAS 17, “Leases”. IFRS 16 provides a single lessee accounting model, requiring lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. Application of the standard is mandatory for annual periods beginning on or after January 1, 2019, with early application permitted. The Company is evaluating any potential impact of this standard.

4. Cash and Cash Equivalents

	September 30, 2016	June 30, 2016
	$	$
Cash and cash equivalents	6,334	11,279
Restricted cash	9,644	9,634
	15,978	20,913

Cash at banks earns interest at floating rates based on daily bank deposit rates.

As at September 30, 2016, the Company has restricted cash of $9.64 million (June 30, 2016: $9.63 million), which represents $0.20 million (June 30, 2016: $0.19 million) issued letters of credit as guarantees for custom duties and certain equipment, and $9.44 million (June 30, 2016: $9.44 million) set aside in a custodian bank account pursuant to a Shah Alam High Court Order, issued in relation to the litigation “SMSB vs Monument”. The restricted cash is the subject of an interlocutory relief pending determination of the full trial; it is not an indicative settlement of legal liability, neither in nature nor in quantity.

On October 10, 2012, Selinsing Mining Sdn. Bhd. (“SMSB”) filed a Writ and Statement of Claim against Monument and its wholly-owned subsidiaries, Selinsing Gold Mine Manager Sdn. Bhd. (“SGMM”) and Able Return Sdn. Bhd. (“Able”) (together “Monument”), claiming, among other things, a “5% Participating Joint Venture interest” from two of the tenements of Monument’s Selinsing Gold Mine. SMSB was the previous sub-lease holder and operator that sold the Selinsing Gold Mine to Monument and its subsidiaries free and clear of any encumbrances. The transaction was closed on June 25, 2007 and SMSB was paid in full. SMSB did not make its claim in relation to the purported “Participating Joint Venture Interest” until October 2012. Monument denies that SMSB has any joint venture interest in the Selinsing Gold Mine and intends to continue to vigorously defend this claim which has no merit.

Monument and its Malaysian subsidiary has filed suit in Kuantan High Court against Kesit Pty Ltd. and Peter Steven Kestel, claiming for ownership of the 100% issued shares of SMSB by virtue of the “Able/Selinsing Purchase Agreement” dated May 31, 2007. The entire 100% of SMSB issued shares are now held by Kesit Pty Ltd., a company owned and controlled by Peter Steven Kestel. Peter Steven Kestel is also one of the Directors of SMSB.

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

5. Trade and Other Receivables

	September 30, 2016	June 30, 2016
	$	$
Trade receivable	400	-
Interest receivable	26	25
Goods and services tax receivable	461	326
Other receivables	1,059	1,188
	1,946	1,539
Impairment provision	-	(63)
	1,946	1,476

Trade and other receivables are non-interest bearing. Other receivables of $1.06 million include $0.98 million (June 30, 2016: $1.03 million) due from Third Party contractors in relation to top soil iron production pursuant to the Harmonization Agreement (Note 9 (c)).

6. Income Tax Receivable

The Company paid $2.28 million income tax of which $0.61 million was paid in the last year and $1.67 million was paid during the reporting quarter for tax installation, subject to a ruling application for change of mining allowance computation. Subsequently, a favourable ruling was obtained from the Malaysia tax authority and as a result, the amounts became income tax receivable.

As of September 30, 2016, the income tax receivable balance of $2.28 million (June 30, 2016: $1.76 million) comprised of $2.15 million (June 30, 2016: $1.76 million) from fiscal 2015 and fiscal 2016, and $0.13 million (June 30, 2016: $nil) from fiscal 2017, which is the net of current period tax instalments paid of $0.24 million and current tax expense of $0.11 million (Note 20).

7. Inventories

	September 30, 2016	June 30, 2016
	$	$
Current assets		
Mine operating supplies	1,374	1,347
Stockpiled ore	6,220	4,127
Material discharged from gravity plant for CIL process	537	558
Work in progress	3,212	3,678
Finished goods	1,428	16
	12,771	9,726
Non-current assets		
Stockpiled ore (a)	11,343	12,347
	24,114	22,073

The cost of inventory that were incurred and recorded against cost of gold sold during the quarter ended September 30, 2016 was $3.03 million (Q1 fiscal 2016: $5.63 million).

(a) The portion of the ore stockpile that is to be processed more than 12 months from the reporting date is classified as non-current inventory. As at September 30, 2016, non-current assets include ore stockpiled of 1,378,440 tonnes (June 30, 2016: 1,751,879) comprised of 85,099 tonnes (June 30, 2016: 162,540 tonnes) of sulphide ore with an estimated 4,643 ounces (June 30, 2016: 7,619 ounces) of contained gold and 1,293,341 tonnes (June 30, 2016: 1,589,339) of super low grade oxide ore with an estimated 21,846 ounces (June 30, 2016: 26,305 ounces) of contained gold.

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

8. Property, Plant and Equipment

	Mineral Properties (a)	Buildings, plant and equipment	Construction in Progress (b)	Total
	$	$	$	$
Cost				
As at June 30, 2015	**46,938**	**45,694**	**592**	**93,224**
Addition	340	472	2,379	3,191
Change in ARO provision	302	108	-	410
Disposal	-	(387)	-	(387)
Impairment on long-lived assets	-	(470)	-	(470)
Reclassification	-	(623)	-	(623)
As at June 30, 2016	**47,580**	**44,794**	**2,971**	**95,345**
Addition	443	82	222	747
Change in ARO provision	28	28	-	56
As at September 30, 2016	**48,051**	**- 44,904**	**3,193**	**96,148**
Accumulated depreciation				
As at June 30, 2015	**(28,345)**	**(16,053)**	**-**	**(44,398)**
Charge for the period	(8,633)	(2,663)	-	(11,296)
Reclassification	-	623	-	623
As at June 30, 2016	**(36,978)**	**(18,093)**	**-**	**(55,071)**
Charge for the period	(2,480)	(635)	-	(3,115)
As at September 30, 2016	**(39,458)**	**(18,728)**	**-**	**(58,186)**
Net book value				
As at June 30, 2015	18,593	29,641	592	48,826
As at June 30, 2016	10,602	26,701	2,971	40,274
As at September 30, 2016	8,593	26,176	3,193	37,962

a) Included under mineral properties is the Selinsing Gold Mine in Pahang State, Malaysia, comprised of open pits from the Selinsing Gold and Buffalo Reef, subject to depletion on a unit of production basis.

b) Included under Construction in Progress are the Selinsing Phase IV plant upgrades at Selinsing Gold Mine in Malaysia, including testing and building an Intec circuit in order to treat sulphide ore, and the Burnakura heap leach facility development and crushing circuit upgrade for the Burnakura Gold Processing Plant in Western Australia. Construction expenditure is not subject to depreciation until it is available for use.

As of September 30, 2016 total expenditures were $3.19 million, comprised of $1.96 million (June 30, 2016: $1.78 million) for the Selinsing Phase IV plant upgrades with $0.15 million incurred in the current fiscal year and $1.23 million (June 30, 2016: $1.19 million) for the Burnakura heap leach facility and crushing plant upgrade with $0.05 million incurred in the current fiscal year.

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

9. Exploration and Evaluation

	Selinsing Gold Portfolio	Murchison Gold Portfolio	Mengapur Polymetallic Portfolio	Total
	$	$	$	$
	Note 9 (a)	Note 9 (b)	Note 9 (c)	
Balance, June 30, 2015	**22,704**	**21,799**	**118,266**	**162,769**
Acquisition costs	-	24	(41)	(17)
Assay and analysis	673	274	-	947
Drilling	810	1,112	-	1,922
Geological	547	669	14	1,230
Metallurgical	21	90	-	111
Plant maintenance	-	232	-	232
Site activities	979	1,163	674	2,816
Site infrastructure	-	38	-	38
Asset retirement obligations	-	(8)	49	41
Property fees	-	208	171	379
Balance, June 30, 2016	**25,734**	**25,601**	**119,133**	**170,468**
Assay and analysis	189	34	-	223
Drilling	32	45	-	77
Geological	190	78	12	280
Plant maintenance	-	45	-	45
Site activities	175	247	222	644
Asset retirement obligations	15	8	(15)	8
Property fees	-	154	-	154
Balance, September 30, 2016	**26,335**	**26,212**	**119,352**	**171,899**

a) Selinsing Gold Portfolio

The Company has a 100% interest in the Selinsing Gold Exploration and Evaluation Portfolio including Selinsing Deep, a part of Buffalo Reef, Felda land and Famehub, which lie continuously and contiguously along the gold trend upon which the Selinsing Gold Mine is located. As of September 30, 2016 the Selinsing Gold Portfolio totalled $26.34 million that was comprised of $1.86 million for Selinsing Deep, $16.65 million for Buffalo Reef, $2.78 million for Felda Land and $5.05 million for Famehub.

Selinsing Deep

The Company acquired a 100% interest in the Selinsing Gold Project in 2007 through its 100% owned subsidiary Able Return Sdn. Bhd. and since then some deposits across those projects have been developed into a production and have been classified to property, plant and equipment (Note 8(a)). Continuing expenditure underneath these deposits ("Selinsing Deep") is recorded against exploration and evaluation with expenditures of $0.05 million incurred in the current fiscal year.

Buffalo Reef

On June 25, 2007, the Company acquired 100% of the common shares of Damar Consolidated Exploration Sdn. Bhd., a company incorporated under the laws of Malaysia, thereby effectively acquiring 100% of the Buffalo Reef tenement property interests. Some deposits at Buffalo Reef have been placed into production and are recorded within property, plant and equipment (Note 8(a)). Exploration and evaluation expenditures of $0.50 million were incurred in the current fiscal year for Buffalo Reef.

Felda Land

The Company acquired exclusive irrevocable exploration licenses over 896 acres of Felda Land through a subsidiary Able Return Sdn Bhd from settlers with consent from Federal Land Development Authority ("FELDA"). The Felda Land is located east and south adjacent to Selinsing and Buffalo Reef, gazetted as a group settlement area covering 3,920 acres of land. The tenements of the Felda Land are owned by local individuals called "Settlers". Exploration and evaluation expenditures of $0.06 million were incurred in the current fiscal year at Felda Land.

During the year ended June 30, 2016, $0.22 million was paid to the state government authority as prepaid deposit to initiate the acquisition of mining tenements over a portion of the Felda Land intended for production purposes (Note 26).

Famehub

On August 13, 2010, the Company acquired a 100% interest in Famehub Venture Sdn. Bhd. ("Famehub"), a company incorporated in Malaysia to purchase a land package consisting of approximately 32,000 acres of prospective exploration land as well as the associated data base. This land is located to the east of the Selinsing Gold project and the Buffalo Reef prospect. No exploration and evaluation expenditures were incurred in the current fiscal year for Famehub.

b) Murchison Gold Portfolio

The Company has a 100% interest in the Murchison Gold Portfolio consists of the Burnakura, Gabanintha, and Tuckanarra gold properties, located in the Murchison Mineral Field, a highly prospective historical gold province within the Murchison District of Western Australia. Burnakura and Gabanintha are located 40 km southeast of Meekatharra, WA and 765 km northeast of Perth, WA. Tuckanarra is located approximately 40 km south west of Burnakura. As of September 30, 2016 the Murchison Gold Portfolio totalled $26.12 million that was comprised of $19.80 million ($8.41 million for acquisition and $11.39 million for exploration and development) for Burnakura, $3.12 million ($2.92 million for acquisition and $0.20 million for exploration) for Gabanintha and $3.29 million ($3.06 million for acquisition and $0.23 million for exploration) for Tuckanarra.

Burnakura

In February 2014, Monument acquired the Burnakura Gold Project and Gabanintha Gold Project that includes a number of mining and exploration tenements and lease applications and a fully operational gold processing plant, a newly developed camp site and all necessary infrastructure. Exploration and evaluation expenditures of $0.59 million were incurred in the current fiscal year for Burnakura.

Gabanintha

Gabanintha Gold Project was acquired in conjunction with Burnakura, containing a number of prospective tenements located 20 km to the east of Burnakura. No exploration and evaluation expenditures were incurred in the current fiscal year for Gabanintha.

Tuckanarra

In November 2014, Monument acquired, free and clear of any encumbrances, a 100% interest in Tuckanarra consisting of two exploration licenses, six prospecting licenses and a mining lease covering a total of 416 square km and containing approximately 100,000 historical indicated and inferred Joint Ore Reserves Committee (JORC) compliant ounces of gold. Exploration and evaluation expenditures of $0.02 million were incurred in the current fiscal year for Tuckanarra.

c) Mengapur Polymetallic Portfolio

As of September 30, 2016 the Mengapur Polymetallic Portfolio totalled $119.35 million that was comprised of $108.36 million ($93.23 million for acquisition and $15.13 million for exploration and development) for Mengapur and $10.99 million for Star Destiny ($3.64 million for acquisition and $7.35 million for exploration).

Mengapur

The Mengapur Project is located in Pahang State, Malaysia, approximately 130 kilometers from Monument's wholly-owned Selinsing Gold Mine near Sri Jaya, 12 kilometers from a highway and 75 kilometers from the Malaysian port of Kuantan.

In February and December 2012 the Company acquired a 100% interest in Cermat Aman Sdn. Bhd. ("CASB"), a Malaysian company, through MMSB. As a result, the Company now holds a 100% interest in the Mengapur Polymetallic project ("Mengapur Project"). In February 2014, the Company acquired additional rights to oxide magnetite material contained in the top soil at the Area C, Mengapur Project.

The previous owner of the Mengapur Polymetallic Project, Malaco Mining Sdn. Bhd. and its group of companies and shareholders (collectively, "Malaco") held the rights to oxide magnetite material contained in top soil overburden at the Mengapur Project, including Areas A and B of the Mengapur Project (Note 13).

The Mengapur Project has been put on hold under care and maintenance with intention to apply Intec Technology in testing sulphide copper metal recovery on site upon completion of the Intec trial test work on sulphide gold ore at the Company's Buffalo

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

Reef property. Exploration and evaluation expenditures of $0.22 million were incurred in the current fiscal year for Mengapur care and maintenance.

MMSB is the exclusive operator of the Mengapur Project. It entered into a Harmonization Agreement with Phoenix Lake Sdn. Bhd. ("PLSB") and ZCM Minerals Sdn. Bhd. ("ZCM") (together the "Third Parties"). Pursuant to the Harmonization Agreement, the Third Parties have exclusive rights to mine near-surface oxide iron ores contained in top soil overburden at Area A and Area B under certain conditions, and to purchase the mined oxide iron ore material from MMSB for RM28 per tonne; MMSB has full right to protect its other mineral assets in the same top soil and continue developing access to sulfide and transitional resources. The Company carried out grade control and supervision over the mining operation, including collecting proceeds from Iron Ore sales on behalf of Malaco, with all operating costs incurred by MMSB to maintain iron ore operation site to be recovered in full.

The Third Parties have discontinued Iron Ore production since January 2015. The balance of $0.98 million is overdue by the Third Parties to the Operator (Note 5).

Star Destiny

On November 21, 2011, the Company acquired a 100% interest in Star Destiny Sdn. Bhd. ("Star Destiny") through its wholly owned Malaysian subsidiary; Monument Mengapur Sdn. Bhd. Star Destiny holds an exploration permit covering a 750 hectare property in Pahang State, Malaysia, adjacent to the Mengapur Polymetallic project.

The prospecting exploration permit for the Star Destiny prospect expired on September 23, 2012. No activities were carried at the operation site since. The Company submitted an application of renewal in November 2011 to the Pahang State authority; it also submitted two applications for mining licenses in 2009 and 2010 over sections of the same area. Another application for a mining lease over the prospecting land was also submitted in August 2012. The Company has yet to receive an official notification from the Pahang State authority in response to its applications and several inquiries regarding the title status. According to the Malaysia Mining Enactment 2007, the Company has considered its status quo for the Star Destiny tenement title remaining intact.

No exploration and evaluation expenditures were incurred in the current fiscal year for Star Destiny.

10. Intangible Asset

On February 6, 2015, pursuant to the Heads of Agreement entered by Monument and Intec International Projects Pty Ltd ("Intec"), the Company was granted an interim license to exploit the Intec technology with several patents for the extraction of gold and copper from sulphide concentrate; and subject to success of the trial commercialization test work and certain conditions, Monument will obtain the license rights to exploit the Intec technology in respect to an agreed territory which covers most of South East Asia, including Malaysia, Australia and China.

The consideration of 14 million fully paid Monument common shares were issued to Intec at CAD$0.25 per share for aggregated deemed value of CAD$3.50 million, which has been valued according to IFRS 2 "Share-based Payments" at the closing date market price of CAD$0.10 per share for aggregate cost of $1.12 million (CAD$1.40 million).

The following table includes total transaction costs including $0.15 million incurred in due diligence that was recorded in intangible asset and against share capital as of September 30, 2016:

	Total
	$
Share issued for Intec License	1,118
Due diligence costs	154
	1,272

No amortization is recognized until the Intec circuit is complete and placed in use as intended by the Company.

11. Capital Management

The Company manages its capital to ensure that it will be able to continue to meet its financial and operational strategies and obligations, while maximizing the return to shareholders through the optimization of equity financing. Management continuously monitors its capital position and periodically reports to the Board of Directors.

The Company is sensitive to changes in commodity prices and foreign exchange. The Company's policy is to not hedge gold sales. The Company's capital management policy has not changed in the 2017 fiscal year.

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

The Company's objectives when managing capital are to:

- Ensure the Company has sufficient cash available to support the mining, exploration, and other areas of the business in any gold price environment;
- Ensure the Company has the capital and capacity to support a long-term growth strategy; and
- Minimize counterparty credit risk.

Other than restricted cash (Note 4) the Company is not subject to any externally imposed capital restrictions. Monument has the ability to adjust its capital structure by issuing new equity, issuing new debt, and by selling or acquiring assets. The Company can also control how much capital is returned to shareholders through dividends and share buybacks.

The capital of the Company consists of items included in equity and debt, net of cash and cash equivalents.

	September 30, 2016	June 30, 2016
	$	$
Total equity attributable to shareholders	237,169	238,611
Total borrowings	-	-
	237,169	238,611
Less: cash and cash equivalents	(15,978)	(20,913)
Total capital	221,191	217,698

12. Financial Instruments and Financial Risk

The Company's financial instruments are classified as loans and receivables (cash and cash equivalents, restricted cash and trade and other receivables, financial assets at fair value through profit or loss (FVTPL) (marketable securities) and other financial liabilities (accounts payable and accrued liabilities).

a) Fair value measurement

The carrying amounts of cash and cash equivalents, restricted cash, trade and other receivables and other financial liabilities – accounts payable and accrued liabilities are considered reasonable approximations of their fair values due to the short-term nature of these instruments.

The Company does not have any financial assets or financial liabilities measured for fair value on a recurring basis.

b) Risk exposures and responses

The Company's financial instruments are exposed to market risk, credit risk, and liquidity risk.

Market risk
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of three types of risk: foreign currency risk, price risk and interest rate risk.

<u>Foreign currency risk</u>

The Company is exposed to foreign currency risk to the extent financial instruments held by the Company are not denominated in US dollars.

At the reporting date, the Company is exposed to foreign currency risk through the following assets and liabilities denominated in Malaysian ringgit (RM), Australian dollar (AUD) and Canadian dollar (CAD):

	September 30, 2016			June 30, 2016		
	$	$	$	$	$	$
(in 000's, US dollar equivalent)	AUD	RM	CAD	AUD	RM	CAD
Financial instrument – assets						
Cash and cash equivalents	276	196	1,735	335	286	1,894
Restricted cash	-	202	-	-	192	-
Trade and other receivable	16	1,450	19	31	1,100	19
Financial instruments – liabilities						
Accounts payable and accrued liabilities	(360)	(4,303)	(268)	(1,288)	(4,632)	(209)

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

The Company has not hedged any of its foreign currency risks. The derivative components associated with foreign currency fluctuation are fair valued at each reporting date and gains or losses are recorded in profit or loss.

Based on the above net exposures as at September 30, 2016 and assuming that all other variables remain constant, a 5% depreciation or appreciation of the RM against the US dollar would result in an increase/decrease of approximately $0.12 million (June 30, 2016 – $0.15 million) in the Company's net income, a 5% depreciation or appreciation of the CAD against US dollar would result in an increase/decrease of approximately $0.07 million (June 30, 2016 – increase/decrease $0.09 million) in net income and a 5% depreciation or appreciation of the AUD against the US dollar would result in an increase/decrease of approximately $nil (June 30, 2016 – increase/decrease $0.05 million) in net income.

Price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices other than those arising from interest rate risk or foreign currency risk. The Company has not hedged any of its commodity price risks.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market interest rates. Generally, the Company's interest income will be reduced during sustained periods of lower interest rates as higher yielding cash equivalents and short-term investments mature and the proceeds are reinvested at lower interest rates. The converse situation will have a positive impact on interest income.

To limit interest rate risk, the Company uses a restrictive investment policy. The fair value of the investments of financial instruments included in cash and cash equivalents is relatively unaffected by changes in short-term interest rates. The investments are generally held to maturity and changes in short-term interest rates do not have a material effect on the Company's operations.

Credit risk

The Company's credit risk on trade receivable is negligible and the balances were collected subsequent to end of reporting period.

The Company is exposed to concentration of credit risk with respect to cash and cash equivalents (Note 4). The maximum exposure to credit risk is the carrying amounts at September 30, 2016. The amount of $9.90 million (June 30, 2016: $10.68 million) is held with a Malaysian financial institution, $0.28 million with an Australian financial institution (June 30, 2016: $0.33 million) and $5.80 million (June 30, 2016: $9.90 million) is held with Canadian financial institutions.

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company manages liquidity risk through budgeting and forecasting cash flows to ensure it has sufficient cash to meet its short-term requirements for operations, business development and other contractual obligations. The Company's cash and cash equivalents are highly liquid and immediately available on demand for the Company's use. The table below summarizes the maturity profile of the Company's non-derivative and derivative financial liabilities as at September 30, 2016.

	September 30, 2016		**June 30, 2016**	
	$	**$**	**$**	**$**
	Current	**Non-Current**	**Current**	**Non-Current**
	<1 year	**1-3 years**	**<1 year**	**1-3 years**
Non derivative liabilities				
Accounts payable and accrued liabilities	4,931	-	6,100	-
Finance lease obligations	77	-	138	-
	5,008	-	6,238	-

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

13. Accounts Payable and Accrued Liabilities

	September 30, 2016	June 30, 2016
	$	$
Trade payables	3,541	4,598
Salaries and benefits payable	383	451
Other payable	1,007	1,051
	4,931	6,100

Terms and conditions of the above financial liabilities:

- Trade payables are non-interest-bearing and are normally settled on 30-day terms.
- Salaries and benefits payables are non-interest-bearing and are normally settled on 30-day terms.
- Included in other payables are due to Malaco in the amount of $1.01 million (June 30, 2016: $1.03 million), pending receipt of the Third Parties payment in relation to the third parties' iron ore operations at the Mengapur (Note 9(c)).

14. Finance Lease Obligations

	September 30, 2016	June 30, 2016
	$	$
Current liabilities		
Finance lease	77	138
	77	138

Included in finance lease is an on-site SGS laboratory at the Mengapur site with a term of three years from February 1, 2014 to January 31, 2017 at a monthly flat rate. Pursuant to the terms of the lease agreement, SGS Malaysia provides full laboratory services with additional fees charged for assays exceeding the agreed limit. The title of all laboratory facilities and equipment provided by SGS Malaysia will be transferred to the Company at the end of the lease term. The lab has been used for all exploration assay work and metallurgical test work across Monument's Malaysian operations.

15. Asset Retirement Obligations

The Company's asset retirement obligations ("ARO") as of September 30, 2016 were $10.13 million, consisting of reclamation and closure costs for mine development and exploration activities. Although the ultimate amount of reclamation costs to be incurred cannot be predicted with certainty, the total cash flows required to settle the Company's obligations before discount is estimated to be $11.52 million (June 30, 2016: $11.78 million), comprised of $10.32 million for Malaysia projects (June 30, 2016: $10.62 million) and $1.20 million for the Australia Projects (June 30, 2016: $1.16 million).

As at September 30, 2016 the present value of the Company's ARO was $10.13 million (June 30, 2016: $10.23 million), comprised of $4.84 million for Selinsing gold portfolio (June 30, 2016: $4.86 million) using a pre-tax risk-free rate of 3.55% (June 30, 2016: 3.75%) and an inflation rate of 1.50% (June 30, 2016: 2.00%); $1.12 million (June 30, 2016: $1.07 million) for the Murchison gold portfolio using a pre-tax risk-free rate of 1.50% (June 30, 2016: 1.75%) and an inflation rate of 1.00% (June 30, 2016: 1.30%); and $4.12 million for Mengapur which was not subject to discount because the timing and discount factors are not yet able to be determined.

Significant reclamation and closure activities include land rehabilitation, slope stabilization, decommissioning of tailing storage facilities, mined waste dump, road bridges, buildings and mine facilities.

The following is an analysis of the asset retirement obligations:

	September 30, 2016	June 30, 2016
	$	$
Opening balance	10,232	10,087
Accretion expense	50	337
Reassessment of liabilities	59	306
Foreign currency exchange gain	(207)	(498)
Closing balance	10,134	10,232

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

16. Share Capital

a) Authorized

Unlimited common shares without par value.

b) Common shares

Issued and outstanding:

	Number of shares	Value assigned
		$
Balance, June 30, 2015	**324,218,030**	**118,015**
Forfeited/cancelled (i)	(1,500,000)	(843)
Balance, June 30, 2016 and September 30, 2016	**322,718,030**	**117,172**

i. On September 12, 2011 the Company acquired 49% interest in the Mersing Gold Project (Tenement MC1221) from Zackry Mohamed Iwaz and Kesit Pty Ltd, a company controlled by Peter Steven Kestel (together the "Vendor Group"), subject to MC1221 being transferred by the Vendor Group to a joint venture Company Himpunan Suci Sdn. Bhd. ("HSSB"), the sole and primary company that owns MC 1221. The Company paid CAD 0.50 million in cash and issued 1.5 million fully paid Monument common shares to the Vendor Group (together the "Vendor Group") in relation to the Mersing Gold Project. Due to the Vendor Group's failure of the registration of MC 1221 under HSSB, the Company recorded an impairment charge of $1.39 million on the Mersing project in fiscal 2013 and commenced legal action to recover its costs.

   In March 2016, the Company obtained a Judgment from the Shah Alam High Court in Malaysia, which ordered the Vendor Group to refund a sum of Malaysia Ringgit 1,790,299 and return 1.5 million fully paid Monument common shares to the Company by April 10, 2016. The cash was received in full, equivalent to $0.49 million (CAD$0.58 million including acquisition cost of CAD$0.50 million plus interest of CAD$0.08 million) in March 2016; the 1.5 million fully paid common shares at a cost of $0.84 million were received from the Vendor Group and returned to treasury in June 2016.

17. Capital Reserves

	September 30, 2016	June 30, 2016
	$	$
Warrants (a)	2,612	2,612
Options (b)	10,303	10,303
	12,915	**12,915**

a) Share purchase warrants

As at September 30, 2016 there were no warrants outstanding.

b) Stock options

At the Annual General Meeting of Shareholders ("AGM") held on November 20, 2015, the Company's shareholders approved an amendment to the 2014 15% Fixed Stock Option Plan to increase the number of shares authorized for issuance from 41,258,705 to 48,632,705, being 15% of the issued and outstanding shares of the Company on the date of the AGM (the "2015 15% Fixed Stock Option Plan"). At September 30, 2016, a total of 31,168,540 common shares are available for future grant under the 2015 15% Fixed Stock Option Plan.

	Number of common shares under option plan	Weighted average exercise price
		CAD$
Balance, June 30, 2015	**18,415,501**	**0.35**
Forfeited/expired	(4,921,835)	0.38
Balance, June 30, 2016	**13,493,666**	**0.34**
Forfeited/expired	(100,000)	0.61
Balance, September 30, 2016	**13,393,666**	**0.33**

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

The general terms of stock options granted under the 2015 15% Fixed Stock Option Plan include an exercise period of up to ten years and a vesting period of up to two years. The exercise prices of all stock options granted during the prior period were equal to the closing market prices at the grant date.

The following table summarizes the stock options outstanding at September 30, 2016:

	Options outstanding			Options exercisable	
Exercise price CAD$	**Number of common shares**	**Expiry date**	**Weighted average life (years)**	**Number of common shares**	**Weighted average exercise price CAD$**
0.42	500,000	11-Jan-17	0.28	500,000	0.42
0.45	150,000	07-Mar-17	0.43	150,000	0.45
0.33	200,000	04-Sep-18	1.93	200,000	0.33
0.33	12,543,666	04-Sep-23	6.93	12,543,666	0.33
	13,393,666		**6.74**	**13,393,666**	**0.33**

18. Production Costs

	Three months ended September 30, 2016	2015
	$	$
Mining	458	902
Processing	1,682	3,461
Royalties	156	311
Operations, net of silver recovery	10	15
	2,306	4,689
Accretion of asset retirement obligation	45	43
Depreciation and amortization	887	1,263
	3,238	5,995

19. Corporate Expenses

	Three months ended September 30, 2016	2015
	$	$
Office and general expenses	49	38
Rent and utilities	15	14
Salaries and wages	393	296
Share-based compensation	-	1
Legal, accounting and audit	198	243
Shareholders communication	30	41
Travel	11	101
Regulatory compliance and filing	8	7
Project investigation	21	-
Amortization	3	24
	728	765

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

20. Income Tax Expense

The Company estimates income tax expense using the tax rate that would be applicable to the expected earnings, the major components of income tax expense is as follows:

	Three months ended September 30,	
	2016	2015
	$	$
Current income tax expense (Note 6)	(109)	-
Deferred income tax (expense)/recovery	(103)	47
	(212)	47

21. Earnings/(Loss) Per Share

The calculation of basic and diluted earnings per share for the relevant periods is based on the following:

	Three months ended September 30,	
	2016	2015
Net income/(loss) for the period	**$ (1,442)**	**$ 116**
Basic weighted average number of common shares outstanding	308,718,030	310,218,030
Diluted weighted average number of common share outstanding	308,718,030	310,218,030
Basic earnings/(loss) per share	$ (0.00)	$ 0.00
Diluted earnings/(loss) per share	$ (0.00)	$ 0.00

All warrants and options are potentially dilutive in the three months ended September 30, 2016 and 2015, but excluded from the calculation of diluted earnings per share are those for which the average market prices below the exercise price.

As at September 30, 2016, 14,000,000 shares outstanding have been excluded from the weighted average number of shares outstanding because these shares are to be earned subject to success of the trial commercialization test work and certain milestones and unearned shares upon termination will be returned to treasury (Note 10).

The shares have been placed in escrow with Intec earning shares by achieving certain milestones based on Intec trial test work. An initial 25% of the escrow shares will be earned by Intec upon Monument accepting that results of the pilot plant testing is satisfactory and elects to proceed to the pre-commercial plant testing. A further 25% of the escrow shares will be earned by Intec upon Monument accepting that the results of the pre-commercial plant testing is satisfactory and electing to proceed to the trial commercial plant testing. The remaining 50% of the escrow shares will be earned by Intec upon Monument accepting that the result of the trial commercial plant testing is satisfactory. If the Company determines that the results of test work do not satisfy its requirements, the Company will have the right to terminate the Heads of Agreement and unearned escrow shares will be returned to the Company.

As of September 30, 2016 no shares for Intec have been released from escrow.

22. Related Party Transactions

Key management personnel

The Company’s related parties include key management, who have authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly: seven directors (executive and non-executive), the Chief Executive Officer (“CEO”), the Chief Financial Officer and the Vice President of Business Development who directly reports to the CEO.

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

The remuneration of the key management of the Company as defined above including salaries, director fees and stock-based compensation is as follows:

	Three months ended September 30,	
	2016	2015
	$	$
Salaries	252	251
Directors' fees	56	68
	308	319

Amounts due to related parties were $0.06 million as at September 30, 2016 (September 30, 2015: $nil million) relating to director fees. The directors' fees are paid on a quarterly basis. The unpaid amounts due to directors are recorded against accrued liabilities, unsecured and bear no interest.

23. Commitments and Contingencies

	2017	2018	2019	2020	2021	Total
	$	$	$	$	$	$
Operating leases	72	51	44	44	44	255
Mineral property obligations	156	663	676	649	729	2,873
Purchase commitments	1,013	-	-	-	-	1,013
	1,241	**714**	**720**	**693**	**773**	**4,141**

Operating leases relate to premises leases. Purchase commitments are mainly for Selinsing mine operations in Malaysia and mineral property obligations are mainly for the Murchison Gold Portfolio in Western Australia.

Commitments relating to mineral property obligations are included in exploration and evaluation expenditure. This expenditure is required to keep tenements in good standing with relevant government authorities.

24. Supplemental Cash Flow Information

	Three months ended September 30,	
	2016	2015
	$	$
Interest received	13	22
Income taxes paid	(675)	-
Non-cash working capital, financing and investing activities:		
Amortization charged to mineral properties	134	162
Amortization inherent in inventory	12,258	6,829
Expenditures on mineral properties in accounts payable	739	787
Plant and equipment costs included in accounts payable	-	1

25. Segment Disclosures

The Company operates primarily in the gold mining industry and its major product is gold. Its activities include gold production, acquisition, exploration and development of gold and other base metal properties. The Company's mining operations are in Malaysia. Other than the exploration area segment, no operating segments have been aggregated to form reportable operating segments.

The Company's reportable operating segments reflect the Company's individual mining interests and are reported in a manner consistent with the internal reporting used by the Company's management to assess the Company's performance.

Non-mining, corporate and other operations are reported in "Corporate".

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

a) Operating segments

September 30, 2016	Mine Operations	Exploration and Evaluation (Gold)	Exploration and Evaluation (Polymetallic)	Corporate	Total
	$	$	$	$	$
Balance sheet					
Current assets	30,178	462	1,167	1,861	**33,668**
Property, plant and equipment	23,713	5,375	8,860	14	**37,962**
Exploration and evaluation	-	52,548	119,351	-	**171,899**
Total assets	65,234	58,385	129,378	3,284	**256,281**
Total liabilities	12,050	1,432	5,222	408	**19,112**

June 30, 2016	Mine Operations	Exploration and Evaluation (Gold)	Exploration and Evaluation (Polymetallic)	Corporate	Total
	$	$	$	$	$
Balance sheet					
Current assets	30,712	1,426	435	2,003	**34,576**
Property, plant and equipment	25,962	8,972	5,325	15	**40,274**
Exploration and evaluation	-	119,133	51,335	-	**170,468**
Total assets	69,021	129,531	57,095	3,407	**259,054**
Total liabilities	12,364	5,363	2,303	413	**20,443**

For the three months ended September 30, 2016	Mine Operations	Exploration and Evaluation (Gold)	Exploration and Evaluation (Polymetallic)	Corporate	Total
	$	$	$	$	$
Income statement					
Revenue	3,142	-	-	-	**3,142**
Income from mining operations	(96)	-	-	-	**(96)**
Other income, (expenses) and (loss)	(512)	(22)	306	(178)	**(406)**
Net income/(loss)	(1,068)	(31)	304	(647)	**(1,442)**

For the three months ended September 30, 2015	Mine Operations	Exploration and Evaluation (Gold)	Exploration and Evaluation (Polymetallic)	Corporate	Total
	$	$	$	$	$
Income statement					
Revenue	8,329	-	-	-	**8,329**
Income from mining operations	2,334	-	-	-	**2,334**
Other income, (expenses) and (loss)	(2,582)	358	2,155	(1,431)	**(1,500)**
Net income/(loss)	2,596	343	2,154	(4,977)	**116**

(in thousands of United States dollars, except share and per share amounts or otherwise stated)

b) Geographical area information

The Company operates in three geographic areas – Australia, Malaysia and Canada. Revenues are generated 100% in Malaysia and sold to a single customer in the US.

September 30, 2016	Australia	Malaysia	Canada	Total
	$	$	$	$
Balance sheet				
Current assets	369	31,438	1,861	**33,668**
Property, plant and equipment	5,374	32,574	14	**37,962**
Exploration and evaluation	26,212	145,687	-	**171,899**
Total assets	31,954	221,043	3,284	**256,281**
Total liabilities	1,429	17,273	410	**19,112**

June 30, 2016	Australia	Malaysia	Canada	Total
	$	$	$	$
Balance sheet				
Current assets	546	32,027	2,003	**34,576**
Property, plant and equipment	5,323	34,936	15	**40,274**
Exploration and evaluation	25,602	144,866	-	**170,468**
Total assets	31,472	224,175	3,407	**259,054**
Total liabilities	2,299	17,729	415	**20,443**

For the three months ended	Australia	Malaysia	Canada	Total
September 30, 2016	$	$	$	$
Income statement				
Revenue	-	3,142	-	**3,142**
Loss from mining operations	-	(96)	-	**(96)**
Other income, (expenses) and (loss)	(22)	(384)	-	**(406)**
Net loss	(31)	(764)	(647)	**(1,442)**

For the three months ended	Australia	Malaysia	Canada	Total
September 30, 2015	$	$	$	$
Income statement				
Revenue	-	8,329	-	**8,329**
Income from mining operations	-	2,334	-	**2,334**
Other income, (expenses) and (loss)	358	(425)	(1,433)	**(1,500)**
Net income/(loss)	343	4,750	(4,977)	**116**

26. Subsequent Events

Mining Preparation over Block 7 at Selinsing

On October 31 2016, the Company announced that it has commenced mining preparation on Felda Block 7 at Selinsing upon acknowledgement of the approval from Pahang State authority to grant a Proprietary Mining Leases (the PML") that have now been issued to the underlying land owners (previous "Settlers"), including a total 39 acres of private land (previously classified as "Felda Land").

Pursuant to these agreements with settlers, certain portions of Felda Land shall be converted to mining leases upon exploration success at the Company's discretion, subject to regulatory approval. The exclusive mining permits will be automatically assigned for mining to the Company in event of approval of the mining leases obtained by those settlers.

The administrative process has now been commenced for land re-registration to convert Felda Land to privately free hold land and issuance of a PML. In the meantime, mining preparation is in place, ready to clear the overburden for mining at Block 7.