

CONSOLIDATED FINANCIAL STATEMENTS OF

MONUMENT MINING LIMITED

(Expressed in thousands of United States dollars)

Condensed Consolidated Interim Financial Statements
For the three and six months ended December 31, 2015
(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 and six months ended December 31, 2015.

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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	December 31, 2015 Unaudited \$	June 30, 2015 Audited \$
ASSETS			
Current assets			
Cash and cash equivalents	4	24,089	29,353
Investment in marketable securities	5	321	247
Trade and other receivables	6	2,675	2,429
Prepaid expenses and deposits		523	575
Inventories	7	6,535	10,520
Total current assets		34,143	43,124
Non-current assets			
Inventories	7	9,545	6,483
Property, plant and equipment	8	44,097	48,826
Exploration and evaluation	9	167,440	162,769
Intangible asset	10	1,264	1,264
Deferred costs	11	276	46
Total non-current assets		222,622	219,388
Total assets		256,765	262,512
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	14	4,519	6,807
Current tax payable	23	1,823	-
Finance lease obligations	15	217	238
Gold forward sale contract	16	-	2,593
Total current liabilities		6,559	9,638
Non-current liabilities			
Finance lease obligations	15	19	147
Asset retirement obligations	17	10,169	10,087
Deferred tax liabilities	23	3,352	1,507
Total non-current liabilities		13,540	11,741
Total liabilities		20,099	21,379
Equity			
Share capital	18	118,015	118,015
Capital reserves – warrants	19	2,612	2,612
Capital reserves – options	19	10,303	10,302
Retained earnings		105,736	110,204
Total equity		236,666	241,133
Total liabilities and equity		256,765	262,512
Subsequent events	30		

Approved on behalf of the Board:

“Robert Baldock”
Robert Baldock, Director

“Graham Dickson”
Graham Dickson, Director

MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE INCOME

For the three and six months ended December 31, 2015

UNAUDITED

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

	Notes	Three months ended		Six months ended	
		December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
		\$	\$	\$	\$
Mining operations					
Revenue		5,681	13,830	14,010	22,009
Production costs	20	(4,146)	(9,294)	(10,141)	(15,373)
Income from mining operations		1,535	4,536	3,869	6,636
Corporate expenses	21	(891)	(1,408)	(1,656)	(2,307)
Income before other items		644	3,128	2,213	4,329
Other income/(loss)					
Interest income		22	25	43	66
Gain on disposal of assets	8	-	-	32	-
Foreign currency exchange gain/(loss)		(1,336)	230	(2,826)	658
Impairment gain/(loss)	22	-	54	(63)	112
Gain/(loss) due to changes in fair value of marketable securities	5	87	(359)	87	(604)
Gain due to changes in fair value of derivative liabilities		-	13	-	95
Income/(loss) from other items		(1,227)	(37)	(2,727)	327
Income before income taxes		(583)	3,091	(514)	4,656
Tax expense	23	(4,001)	(33)	(3,954)	(73)
Total net and comprehensive income/(loss)		(4,584)	3,058	(4,468)	4,583
Earnings/(loss) per share					
- Basic	24	\$ (0.01)	\$ 0.01	\$ (0.01)	\$ 0.02
- Diluted	24	\$ (0.01)	\$ 0.01	\$ (0.01)	\$ 0.02
Weighted average number of common shares					
- Basic	24	310,218,030	305,544,117	310,218,030	302,881,073
- Diluted	24	310,218,030	305,544,117	310,218,030	302,881,073

MONUMENT MINING LIMITED**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY**

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, 2014	115,895	2,612	10,291	98,821	227,619
Common shares issued	1,019	-	-	-	1,019
Share issue costs	(7)	-	-	-	(7)
Share-based compensation	-	-	15	-	15
Net income for the period	-	-	-	4,583	4,583
Balances at December 31, 2014	116,907	2,612	10,306	103,404	233,229
Balances at June 30, 2015	118,015	2,612	10,302	110,204	241,133
Share-based compensation	-	-	1	-	1
Net loss for the period	-	-	-	(4,468)	(4,468)
Balances at December 31, 2015	118,015	2,612	10,303	105,736	236,666

MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

For the three and six months ended December 31, 2015

UNAUDITED

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

	Notes	Three months ended		Six months ended	
		December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
		\$	\$	\$	\$
Operating activities					
Net income/(loss) for the period		(4,584)	3,058	(4,468)	4,583
Adjustments to reconcile net income to net cash provided from operating activities:					
Depreciation, depletion and amortization		867	2,467	2,154	4,127
Accretion expense on asset retirement obligations		42	49	85	96
Share-based compensation		-	3	1	9
Unrealized foreign exchange (gain)/loss		1,322	(521)	1,093	(936)
(Gain)/loss on impairment	22	-	(55)	63	(112)
Gain on disposal of assets	8	-	-	(32)	-
Loss on gold forward sale settlement	16	-	-	233	-
Gain due to changes in fair value of derivative liabilities		-	(13)	-	(95)
(Gain)/loss due to changes in fair value of marketable securities	5	(87)	359	(87)	604
Deferred income tax expense	23	2,122	33	2,075	72
Cash provided from operating activities before change in working capital items		(318)	5,380	1,117	8,348
Change in non-cash working capital items:					
Trade and other receivables		(157)	(492)	(308)	2,045
Prepaid expenses and deposits		42	347	51	89
Inventories		(292)	2,756	(492)	2,338
Deferred business development costs		(133)	97	(230)	(165)
Accounts payable and accrued liabilities		(269)	1,630	(1,935)	(1,551)
Current tax payable		1,878	-	1,878	-
Cash provided from operating activities		751	9,718	81	11,104
Financing activities					
Share issue costs on acquisition		-	(7)	-	(7)
Payment of finance lease obligations	15	(57)	(73)	(117)	(149)
Cash used in financing activities		(57)	(80)	(117)	(156)
Investing activities					
Expenditures on exploration and evaluation, net of recoveries		(2,601)	(4,484)	(4,628)	(7,837)
Expenditures on property, plant and equipment		(355)	(856)	(963)	(1,219)
Proceeds on disposal of equipment	8	-	-	363	-
Investment in marketable securities	5	-	-	-	(939)
Reclamation of asset retirement obligations	17	-	-	-	(108)
Cash used in investing activities		(2,956)	(5,340)	(5,228)	(10,103)
Increase/(decrease) in cash and cash equivalents		(2,262)	4,298	(5,264)	845
Cash and cash equivalents at the beginning of the period	4	26,351	21,281	29,353	24,734
Cash and cash equivalents at the end of the period	4	24,089	25,579	24,089	25,579
Cash and cash equivalents consist of:					
Cash		14,467	25,034	14,467	25,034
Restricted cash		9,622	545	9,622	545
		24,089	25,579	24,089	25,579

Supplemental Cash Flow Information (Note 27)

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three and six months ended December 31, 2015

UNAUDITED

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

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 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 in commercial production since September 2010. The Company's exploration and development mineral assets are 100% owned through its subsidiaries, including the gold portfolio of the Selinsing, Buffalo Reef, Felda Land and Famehub projects in Pahang State, Malaysia, Murchison and Tuckanarra Projects in Western Australia ("WA"); and base metal portfolio of the Mengapur Polymetallic Project in Pahang State, Malaysia.

The condensed consolidated interim financial statements of the Company for the period ended December 31, 2015 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 February 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, 2015 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 these 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, 2015 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, 2015.

b) New and amended standards and interpretations

Effective for future annual periods

Annual Improvements 2012-2014 Cycle

In the 2012-2014 annual improvements cycle, the IASB issued five amendments to four IFRSs under the IASB's annual improvements process, namely amendments to IFRS 5 "Non-current Assets Held for Sales and Discontinued Operations"; IFRS 7 "Financial Instruments: Disclosures"; IAS 19 "Employee Benefits"; and IAS 34 "Interim Financial Reporting". Application of the standard is mandatory for annual periods beginning on or after January 1, 2016, with early application permitted. The Company is evaluating any potential impact of this standard.

MONUMENT MINING LIMITED

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IFRS 11 – Joint Arrangements (“IFRS 11”)

IFRS 11 has amendments that add new guidance on how to account for the acquisition of an interest in a joint operation that constitutes a business. Application of the standard is mandatory for annual periods beginning on or after January 1, 2016. The Company is evaluating any potential impact of this standard

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

	December 31, 2015	June 30, 2015
	\$	\$
Cash and cash equivalents	14,467	19,001
Restricted cash	9,622	10,352
	24,089	29,353

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

As at December 31, 2015, the Company has restricted cash of \$9.62 million (June 30, 2015: \$10.35 million), which represents \$0.18 million issued letters of credit as guarantees for custom duties and certain equipment, and \$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” that is pending the disposal and outcome of a full trial. A stay of proceeding filed by Monument has been granted by the Shah Alam High Court in Malaysia.

On October 10, 2012, Selinsing Mine 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.

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.

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5. Marketable Securities

On September 4, 2014, the Company invested \$0.94 million (AUD \$1.00 million) in Gascoyne Resource Limited (“Gascoyne”) for 4 million Gascoyne ordinary shares at a price of AUD\$0.25 per share upon entering in to a Head Agreement with intention to acquire certain Gascoyne gold properties. On December 22, 2014 both parties mutually agreed to terminate the Heads of Agreement due to certain conditions precedent to the completion of the Proposed Transaction not being met. There was no further obligation for Monument to participate any further placements of Gascoyne shares.

Marketable securities are fair valued at the end of each reporting period. The carrying values are marked to the market, the gain or loss resulted from marketable securities and corresponding foreign currency exchanges are recorded against earning as following:

	December 31, 2015		June 30, 2015	
	\$		\$	
Opening balance	247		-	
Investment in marketable securities	-		939	
Gain/(loss) on fair value of marketable securities	87		(574)	
Loss on foreign exchange	(13)		(118)	
Closing balance	321		247	

	Three months ended December 31,		Six months ended December 31,	
	2015	2014	2015	2014
	\$		\$	
Change in fair value				
Gain/(loss) on fair value of marketable securities	87	(359)	87	(604)
Gain/(loss) on foreign exchange	9	(41)	(13)	(106)
	96	(400)	74	(710)

6. Trade and Other Receivables

	December 31, 2015		June 30, 2015	
	\$		\$	
Trade receivable	1,598		1,263	
Interest receivable	20		18	
Goods and services tax receivable	319		294	
Other receivable	801		854	
	2,738		2,429	
Impairment provision (Note 22)	(63)		-	
	2,675		2,429	

Trade and other receivables are non-interest bearing. Trade receivable consists of \$1.60 million relating to general trades. Other receivable of \$0.70 million represents due from Third Party contractors in relation to top soil iron production pursuant to the Harmonization Agreement (Note 9 (e)).

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NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

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

7. Inventories

	December 31, 2015	June 30, 2015
	\$	\$
Current assets		
Mine operating supplies	1,333	2,140
Stockpiled ore	2,630	2,757
Material discharged from gravity plant for CIL process	755	902
Work in progress	1,799	1,472
Finished goods	18	6
Restricted finished goods (a)	-	3,243
	6,535	10,520
Non-current assets		
Stockpiled ore (b)	9,545	6,483
	16,080	17,003

The cost of inventory were incurred and recorded against cost of gold sold during the quarter ended December 31, 2015 was \$3.79 million (Q2 Fiscal 2015: \$8.53 million).

- (a) Restricted inventory in the amount of \$3.24 million as at June 30, 2015 represent 5,000 ounces of gold on hand as collateral for the Gold Forward Sale contract that was settled on August 12, 2015 (Note 16).
- (b) 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 December 31, 2015, non-current asset includes ore stockpiled for 1,981,678 tonnes (June 30, 2015: 1,941,074) comprised of 133,522 tonnes (June 30, 2015: 96,004 tonnes) of refractory sulphide ore with an estimated 6,233 ounces (June 30, 2015: 4,525 ounces) of contained gold and 1,848,156 tonnes (June 30, 2015: 1,845,070) of super low grade oxide ore with an estimated 30,955 ounces (June 30, 2015: 24,067 ounces) of contained gold.

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three and six months ended December 31, 2015

UNAUDITED

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

8. Property, Plant and Equipment

	Mineral Properties ⁽¹⁾	Buildings	Plant & Machinery	Vehicles, Furniture & Equipment	Construction in Progress ⁽²⁾	Total
	\$	\$	\$	\$	\$	\$
Cost						
As at June 30, 2014	30,427	2,944	35,557	3,461	2,670	75,059
Transfer	14,255	-	1,948	793	(2,741)	14,255
Addition	1,756	48	838	111	663	3,416
Disposal	-	-	-	(6)	-	(6)
As at June 30, 2015	46,938	2,992	38,343	4,359	592	93,224
Addition	128	50	197	46	587	1,008
Disposal	-	-	(331)	-	-	(331)
Change in ARO provision	985	-	-	-	-	985
As at December 31, 2015	48,051	3,042	38,209	4,405	1,179	94,886
Accumulated depreciation						
As at June 30, 2014	(22,040)	(621)	(10,425)	(1,329)	-	(34,415)
Charge for the period	(6,305)	(390)	(2,874)	(414)	-	(9,983)
As at June 30, 2015	(28,345)	(1,011)	(13,299)	(1,743)	-	(44,398)
Charge for the period	(5,048)	(198)	(944)	(201)	-	(6,391)
As at December 31, 2015	(33,393)	(1,209)	(14,243)	(1,944)	-	(50,789)
Net book value						
As at June 30, 2014	8,387	2,323	25,132	2,132	2,670	40,644
As at June 30, 2015	18,593	1,981	25,044	2,616	592	48,826
As at December 31, 2015	14,658	1,833	23,966	2,461	1,179	44,097

- (1) Includes mineral properties in development and production stage subject to depletion on a unit of production basis such as open pits at the Selinsing Gold Mine and Buffalo Reef Project.
- (2) Included under Construction in Progress are the Selinsing Phase IV plant upgrades to test and build an Intec circuit in order to treat sulphide ore, which are not subject to amortization until it is placed in use. Of total \$1.18 million, \$0.59 million was incurred during the six months ended December 31, 2015 (June 30, 2015: \$0.59 million).
- (3) In the current fiscal year, the Company sold equipment costing \$0.33 million for gross proceeds of \$0.36 million, resulting in a net gain on disposal of \$0.03 million.

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the three and six months ended December 31, 2015

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9. Exploration and Evaluation

	Selinsing Gold Property \$	Buffalo Reef Property \$	Famehub Prospect \$	Murchison Project \$	Mengapur Project \$	Star Destiny Prospect \$	Total \$
	Note 9 (a)	Note 9 (b)	Note 9 (c)	Note 9 (d)	Note 9 (e)	Note 9 (f)	
Balance, June 30, 2014	9,185	17,700	5,090	13,265	105,095	11,011	161,346
Transfer to mineral properties	(6,650)	(7,605)	-	-	-	-	(14,255)
Acquisition of mineral properties	26	-	-	3,064	-	-	3,090
Assay and analysis	217	613	-	709	71	-	1,610
Drilling	67	738	-	958	14	-	1,777
Geological	168	634	-	2,027	164	22	3,015
Metallurgical	206	503	-	324	321	-	1,354
Site activities	111	1,186	-	1,276	1,365	-	3,938
Site infrastructure	-	-	-	-	616	-	616
Asset retirement obligations	-	499	-	17	(413)	-	103
Property fees	-	16	-	248	-	-	264
Impairment loss	-	-	-	(89)	-	-	(89)
Balance, June 30, 2015	3,330	14,284	5,090	21,799	107,233	11,033	162,769
Acquisition costs	223	-	-	24	-	-	247
Assay and analysis	100	221	-	148	-	-	469
Drilling	179	293	-	614	-	-	1,086
Geological	82	152	-	419	11	-	664
Metallurgical	2	6	-	85	-	-	93
Site activities	206	366	-	638	577	-	1,787
Site infrastructure	-	-	-	28	-	-	28
Asset retirement obligations	-	-	-	5	9	-	14
Property fees	-	-	-	169	-	-	169
Heap leach facility development	-	-	-	114	-	-	114
Balance, December 31, 2015	4,122	15,322	5,090	24,043	107,830	11,033	167,440

a) Selinsing Gold property

This property is located in Pahang State, Malaysia. The Company acquired a 100% interest in the Selinsing Gold property in 2007 and since then has been developed into a producing mine including a number of open pits and a gold treatment plant with capacity of 1,000,000 tonnes per annum. Commercial production commenced on September 1, 2010 and the plant has continued to run at its full capacity. The open pit under production and the processing plant and equipment are recoded under Property, Plant and Equipment.

Included in Exploration and Evaluation are the Selinsing depth extension under the current open pits and 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".

During the six month period ended as at December 31, 2015, \$0.22 million were paid to state government authority as deposit to initiate the acquisition of the portion of the FELDA Land for production purpose. The acquisition was planned to be completed by the end of December 2015; however the administrative process takes much longer time, anticipated to be complete by June, 2016.

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

During the six months ended December 31, 2015, total exploration expenditure of 0.79 million (Fiscal 2015: \$0.79 million) was incurred at the Selinsing Gold property of which \$0.12 million (Fiscal 2015: \$0.71 million) was spent on the Selinsing depth and \$0.47 million (Fiscal 2015: \$1.34 million) on the FELDA Land.

b) Buffalo Reef property

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, which lie continuously and contiguously along the gold trend upon which the Selinsing Gold property is located. Some deposits at Buffalo Reef have been placed into production and are recorded within Property, Plant and Equipment.

During the six months ended December 31, 2015, total exploration expenditure of \$1.04 million (Fiscal 2015: \$4.19 million) was incurred at the Buffalo Reef and Panau properties comprised of \$0.22 million (Fiscal 2015: \$0.61 million) in assaying, \$0.29 million (Fiscal 2015: \$0.74 million) in drilling, \$0.15 million (Fiscal 2015: \$0.63 million) in geological work, \$0.01 million (Fiscal 2015: \$0.50 million recovery) in metallurgical work, \$0.37 million (Fiscal 2015: \$1.19 million) in site activities, \$nil million (Fiscal 2015: \$0.50 million) related to asset retirement obligations and \$nil million (Fiscal 2015: \$0.02 million recovery) in property fees.

c) Famehub prospect

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. The Famehub prospect is subject to future development, no further work has been performed during the year.

d) Murchison Gold project

The Murchison Gold Project consists of the Burnakura, Gabanintha, and Tuckanarra gold properties, which are 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.

Burnakura and Gabanintha gold properties

In February 2014, Monument acquired the Burnakura and Gabanintha properties, including a number of mining and exploration tenements and lease applications covering approximately 98 square kilometers of mining land prospective for resource extension, and a fully operational gold processing plant, a newly developed camp site and all necessary infrastructure.

During the six months ended December 31, 2015, total exploration expenditure of \$2.06 million (Fiscal 2015: \$5.56 million) was incurred at the Burnakura and Gabanintha properties comprised of \$0.13 million (Fiscal 2015: \$0.71 million) in assaying, \$0.55 million (Fiscal 2015: \$0.96 million) in drilling, \$0.38 million (Fiscal 2015: \$2.03 million) in geological work, \$0.08 million in metallurgical test work, \$0.11 million (Fiscal 2015: \$0.32 million) in heap leach facilities development, \$0.64 million (Fiscal 2015: \$1.27 million) in site activities, \$0.01 million (Fiscal 2015: \$0.02 million) related to asset retirement obligations and \$0.16 million (Fiscal 2015: \$0.25 million) in property fees. Site activities totaling \$0.63 million comprised of \$0.28 for salaries and payroll related costs, \$0.18 million on camp supplies and administration, \$0.05 million for transport and equipment rental, \$0.07 million for travel and camp accommodations, \$0.04 million for environmental costs and \$0.01 million in amortization.

Tuckanarra gold property

In November 2014, Monument entered into the Tenement Purchase Agreement ("Agreement") with Phosphate Australia Limited for the acquisition of the Tuckanarra Gold project. Pursuant to the Agreement, the Company has agreed to acquire, 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.

During the six months ended December 31, 2015, total exploration expenditure of \$0.16 million (Fiscal 2015: \$5.56 million) was incurred at the Tuckanarra gold property comprised of \$0.02 million (Fiscal 2015: \$nil million) in assaying, \$0.07 million (Fiscal 2015: \$nil million) in drilling, \$0.04 million (Fiscal 2015: \$nil million) in geological work, \$0.01 million (Fiscal 2015: \$nil million) in site activities and infrastructure and \$0.01 million (Fiscal 2015: \$nil million) in property fees.

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e) Mengapur Polymetallic project

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 Polymetallic project, including Areas A and B of the Mengapur Polymetallic project.

The Mengapur Polymetallic 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. The Mengapur Polymetallic Project includes the mineralized bodies and contains a historic Cu-S-Au-Ag oxide and sulphide resource from a previous drilling campaign conducted in the 1980's and previously reported in Snowden report (January, 2012) consisting of 224 million tonnes, averaging 0.597% Cu equivalent (6.54% S, 0.25% Cu, 0.16 g/t Au, and 8.86 g/t Ag) at a cut-off grade of 0.336% Cu equivalent. Extensive exploration programs were carried out since acquisition to confirm historical resources. Metallurgical test works were also carried out in studying downstream products. The Mengapur Polymetallic Project is currently put on hold under care and maintenance with intention to apply Intec Technology in testing sulphide copper recovery upon completion of the Intec trial test work on sulphide gold ore at the Company's Buffalo Reef property.

The carrying value of \$107.83 million as of December 31, 2015 (June 30, 2015: \$107.23 million) was comprised of aggregate acquisition costs of \$93.23 million (June 30, 2015: \$93.23 million) and exploration and evaluation costs of \$14.60 million (June 30, 2015: \$14.00 million), of which \$0.60 million (Fiscal 2015: \$2.14 million) was incurred during the six months ended December 31, 2015 for care and maintenance.

Harmonization Agreement

MMSB is the exclusive operator of the Mengapur Polymetallic 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 carries out grade control and supervision over the mining operation, including collecting proceeds from Iron Ore sales on behalf of Malaco, with all costs recovered in full. Since January 2015, the Third Parties have discontinued Iron Ore production. The balance of proceeds of \$0.70 million from iron ore sales to the Third Parties are overdue, owing to Malaco, the owner of the oxide iron materials on the top soil at the Area A and B (Note 9(e) and Note 14), and MMSB for cost incurred to maintain iron ore operation site that needs to be reimbursed by the Third Parties.

f) Star Destiny Sdn Bhd

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 Engagement 2007, the Company has considered its status quo for the Star Destiny tenement title remaining intact.

The carrying value of \$11.03 million as of June 30, 2015 was comprised of aggregate acquisition costs of \$3.68 million and exploration and evaluation costs of \$7.35 million, of which \$0.02 million was incurred during the year ended June 30, 2015 on completing desktop geological analysis. No costs have been incurred at Star Destiny in the six months ended December 31, 2015.

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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 (Note 18 (b)(ii)) for aggregated deemed value of CAD\$3.50 million, which has been valued according to IFRS 2 "Share-based Payments" at market price of CAD\$0.10 per share on closing date 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 assets, against share capital:

	Total
	\$
Balance, June 30, 2014	-
Share issued for Intec License	1,118
Due diligence costs	146
Balance, June 30, 2015 and December 31, 2015	1,264

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

11. Deferred Costs

	December 31, 2015	June 30, 2015
	\$	\$
Matala transaction	226	-
Other deferred costs	50	46
	276	46

On February 7, 2016, subsequent to the quarter, the Company announced that it entered into an "Earn-In and Shareholders Agreement" (the "JV Agreement") with Afrimines Resources S.A.R.L ("Afrimines") and its wholly owned subsidiary, Regal Sud Kivu S.A.R.L ("Regal") to earn up to 90% joint venture interest in the Matala Gold Project. Afrimines and Regal are both incorporated and operated in the Democratic Republic of Congo ("DRC"), where Regal holds a 100% interest in the Matala Gold Project. The transaction is subject to approval from the TSX Venture Exchange. Total costs incurred for the Matala transaction to date of \$0.23 million were recorded against Deferred Costs and comprised of a \$0.10 million non-refundable deposit for an exclusivity period of due diligence and its extension, \$0.04 million for legal and \$0.09 million for technical due diligence that will result a technical resource report under the NI43-101 standards to be filed under SEDAR.

The Matala Project comprises 14 exploration permits covering 1,970 square kilometers in the South Kivu Province, DRC. It is situated within the Kibaran gold belt which hosts Banro Corporation's Twangiza and Namoya deposits, both of which are already in production. Pursuant to the JV Agreement, Monument has the right to earn up to a 90% interest in Matala (a "JV Interest") by increasing its holding position of Regal, a joint venture company incorporated in the DRC, through exercise of several earn-in options at its sole discretion; and Monument can terminate the earn-in obligations at any time during each earn-in period with no further obligations.

In order to exercise the first option and earn a 50% JV Interest, Monument must spend \$1.00 million in exploration and development expenditures at Matala and pay \$0.20 million cash to Afrimines within 12 months from the date ("Effective Date") of obtaining final acceptance of the transaction from the TSX Venture Exchange (the "Exchange"), of which \$0.05 million was already advanced, \$0.05 million must be paid within 6 month of the Effective Date and \$0.10 million must be paid within 12 month of the Effective Date.

Subject to satisfaction with the exploration results, Monument may exercise a second option to earn an additional 20% JV Interest by spending a further \$4.00 million in exploration and development expenditures at Matala within 3 years of the Effective Date to increase its JV Interest to 70%. Monument has a third option to acquire an additional 10% JV Interest by paying \$15.00 million to Afrimines should the results from the exploration be satisfactory to Monument. Monument has the right to

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acquire further 10% JV Interest, bringing the total JV Interest in Matala to 90%, under certain conditions by paying cash to Afrimines for such 10% JV Interest in an amount to be determined by an independent valuation.

Afrimines will not, at any time, be required to make contributions to the exploration or development costs on the Property and its remaining JV Interest will not, at any time, be subject to dilution. The JV Interests of Monument and Afrimines will be subject to any interest granted to the DRC government should it be required by applicable law. All qualifying costs incurred by Monument on Matala, other than those required in order to exercise the first option and the second option, will be treated as an interest-bearing loan to the joint venture, which will be repaid to Monument from profits generated on Matala prior to any profits being distributed to Afrimines.

The right to earn up to a 90% interest in Matala was originally owned by Patane Ltd. ("Patane"), a company registered under the laws of Austria. In conjunction with the JV Agreement, Monument has entered into an agreement (the "Option Assignment Agreement") with both Afrimines and Patane under which all of Patane's rights in relation with Matala are assigned to Monument. Pursuant to the Option Assignment Agreement, Monument must, subject to approval of the Exchange, issue 25,000,000 fully paid shares in the Company at a deemed price of CAD\$0.25 per share to Patane, upon the receipt of Exchange acceptance. Of those shares, 20,000,000 will be held in escrow and will be released upon Monument exercising the first option on Matala.

Subject to the acceptance of the Exchange, Monument will pay a cash finder's fee of \$0.13 million to Axino Capital AG in respect of the JV Agreement and Option Assignment Agreement.

Upon entering into the JV Agreement, the Company will be appointed the Operator of the project and will establish itself with a corporate office in Kinshasa and an operational office in or near Bukavu in South Kivu Province approximately 200 kilometers from the Matala project to facilitate drilling programmes and studies required to achieve the above objectives.

12. 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 2016 fiscal year.

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.

	December 31, 2015	June 30, 2015
	\$	\$
Total equity attributable to shareholders	236,666	241,133
Total borrowings	-	-
	236,666	241,133
Less: cash and cash equivalents	(24,089)	(29,353)
Total capital	212,577	211,780

13. Financial Instruments and Financial Risk

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

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and other payables and current tax payable) and financial liabilities at fair value through profit or loss (FVTPL) (gold forward contract and derivative financial instruments).

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 fair values of the Company's financial assets measured on a recurring basis include the following:

		December 31, 2015	June 30, 2015
	Derivative instruments at FVTPL	\$	\$
Financial instrument – assets			
Marketable securities	Level 1	321	247

The Company does not have any 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.

Foreign currency risk

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):

	December 31, 2015			June 30, 2015		
	\$	\$	\$	\$	\$	\$
(in 000's, US dollar equivalent)	AUD	RM	CAD	AUD	RM	CAD
Financial instrument – assets						
Cash and cash equivalents	495	711	1,942	302	1,299	1,969
Restricted cash	-	181	-	-	910	-
Trade and other receivable	98	2,296	103	173	2,060	25
Marketable securities	321	-	-	247	-	-
Financial instruments – liabilities						
Accounts payable and accrued liabilities	(590)	(3,763)	(165)	(1,246)	(5,329)	(232)
Current tax payable	-	(1,823)	-	-	-	-
Derivative warrant liabilities	-	-	-	-	-	(13)

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 December 31, 2015 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 \$0.05 million (June 30, 2015 – \$0.01 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 \$0.11 million (June 30, 2015 – increase/decrease \$0.02 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, 2015 – increase/decrease \$0.01 million) in net income.

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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 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 amount of \$11.09 million (June 30, 2015: \$12.41 million) is held with a Malaysian financial institution, \$0.50 million with an Australian financial institution (June 30, 2015: \$0.30 million) and \$12.50 million (June 30, 2015: \$16.64 million) is held with a Canadian financial institution.

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 December 31, 2015.

	December 31, 2015		June 30, 2015	
	\$	\$	\$	\$
	Current	Non-Current	Current	Non-Current
	<1 year	1-3 years	<1 year	1-3 years
Non derivative liabilities				
Accounts payable and accrued liabilities	4,519	-	6,807	-
Current tax payable	1,823	-	-	-
Finance lease obligations	217	19	238	147
Commitments and contingencies	1,482	556	5,490	599
	8,041	575	12,535	746

14. Accounts Payable and Accrued Liabilities

	December 31, 2015	June 30, 2015
	\$	\$
Trade payables	3,400	5,362
Salaries and benefits payable	424	580
Other payable	695	865
	4,519	6,807

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.

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- Other payables are due to the owner of top soils at Mengapur Area A and Area B from sales of oxide iron ore (Note (9e)).

15. Finance Lease Obligations

	December 31, 2015	June 30, 2015
	\$	\$
Current liabilities		
Finance lease	217	238
	217	238
Non-current liabilities		
Finance lease	19	147
	236	385

The Group has arranged a finance lease for 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. Under the terms of the lease agreement, SGS Malaysia shall provide full laboratory services and shall charge additional fees for assays exceeding the agreed limit. The related 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.

16. Gold Forward Sale Contract

The Company entered into a gold forward sale contract resulting in the advance of \$4.78 million (CAD\$5.00 million) to the Company on August 11, 2010 with the settlement for 5,000 ounces of physical gold as of August 12, 2015 ("Gold Forward Sale"). In addition, 5,000,000 common share purchase warrants were issued to the Lender on closing of the Gold Forward Sale. Each share purchase warrant was exercisable at CAD\$0.50 per share, expiring five years from the date of issuance. The warrants must be either exercised or otherwise expire on a pro-rata basis within 30 days of the delivery of gold by the Company.

Net proceeds amounted to \$4.25 million, after subtracting transaction costs, were first allocated to the derivative warrants' liability component based on the estimated fair value with the residual value being allocated to deferred revenue:

	Proceeds	Transaction costs	Net proceeds
	\$	\$	\$
Allocation			
Deferred revenue	2,919	326	2,593
Warrants	1,865	210	1,655
	4,784	536	4,248

The Gold Forward Sale was settled for 5,000 ounces of gold delivered on August 12, 2015 at \$1,119 per ounce with no warrants being exercised (Note 19(a)). As a result, the Company has recognized deferred revenue of \$2.59 million and cost of gold sold of \$2.83 million for a net loss on settlement of \$0.23 million.

17. Asset Retirement Obligations

The Company's asset retirement obligations ("ARO") consist 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 undiscounted cash flows required to settle the Company's obligations is estimated to be \$12.18 million (June 30, 2015: \$12.44 million), comprised of \$11.07 million for Malaysia projects (June 30, 2015: \$11.27 million) and \$1.11 million for the Australia Projects (June 30, 2015: \$1.17 million).

As at December 31, 2015 the present value of the Company's ARO was \$10.17 million (June 30, 2015: \$10.09 million), comprised of \$9.08 million for Malaysia projects (June 30, 2015: \$8.95 million) using a pre-tax risk-free rate of 4.10% (June 30, 2015: 4.10%) and an inflation rate of 2.60% (June 30, 2015: 2.50%) and \$1.08 million (June 30, 2015: \$1.14 million) for the Australia projects using a pre-tax risk-free rate of 1.50% (June 30, 2015: 2.00%) and an inflation rate of 2.00% (June 30, 2015: 1.30%). Significant reclamation and closure activities include land rehabilitation, slope stabilization, decommissioning of tailing storage facilities, mined waste dump, road bridges, buildings and mine facilities.

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The following is an analysis of the asset retirement obligations:

	December 31, 2015	June 30, 2015
	\$	\$
Opening balance	10,087	11,536
Additions	-	498
Accretion expense	175	422
Reclamation performed	-	(62)
Reassessment of liabilities	1,052	(452)
Foreign exchange	(1,145)	(1,855)
Closing balance	10,169	10,087

18. Share Capital

a) Authorized

Unlimited common shares without par value.

b) Common shares

Issued and outstanding:

	Number of shares	Value assigned
		\$
Balance, June 30, 2014	300,218,030	115,895
Issued for Tuckanarra Gold project, net of cost (i)	10,000,000	1,012
Issued for Intec project, net of cost (ii)	14,000,000	1,108
Balance, June 30, 2015 and December 31, 2015	324,218,030	118,015

- i. On November 13, 2014 the Company issued to Phosphate Australia Pty Limited 10,000,000 fully paid common shares at a deemed issue price of CAD\$0.25 per share. Total fair value of \$1.01 million includes 14 million shares valued at the market price of CAD\$0.115 per share on closing date for \$1.02 million (Note 9(d)), offset by share issue cost of \$0.01 million.

The shares were subject to a four month plus one day holding period that expired on March 14, 2015.

- ii. On February 6, 2015, the Company issued to Intec 14,000,000 fully paid common shares at CAD\$0.25 per share. Total share issuance cost of \$1.11 million includes 14 million shares valued at the market price of CAD\$0.10 per share on closing date for \$1.12 million (Note 10), offset by share issue cost of \$0.01 million.

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 December 31, 2015 no shares for Intec have been released from escrow.

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19. Capital Reserves

	December 31, 2015	June 30, 2015
	\$	\$
Warrants (a)	2,612	2,612
Options (b)(c)	10,303	10,302
	12,915	12,914

a) Share purchase warrants

As at December 31, 2015 there were no warrants outstanding:

Derivative liability warrants issued in conjunction with:	Gold forward contract	Exercise of convertible notes	Total
	Qty	Qty	Qty
Balance, June 30, 2015	5,000,000	20,000,000	25,000,000
Forfeited/expired	(5,000,000)	(20,000,000)	(25,000,000)
Balance, December 31, 2015	-	-	-

5,000,000 common share purchase warrants were issued to the Lender on closing of the Gold Forward Sale Contract (Note 16) on August 11, 2010 with a term of five years, expired August 11, 2015. Each warrant allowed the holder to purchase one fully paid and non-assessable Common Share of Monument at a price of CAD\$0.50 per Common Share, upon and subject to the terms and conditions described under Note 16.

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 December 31, 2015, a total of 29,146,705 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, 2014	19,215,501	0.35
Forfeited/expired	(800,000)	0.33
Balance, June 30, 2015	18,415,501	0.35
Forfeited/expired	(3,000,000)	0.42
Balance, December 31, 2015	15,415,501	\$0.34

During the six months ended December 31, 2015, 3,000,000 stock options had expired. 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.

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The following table summarizes the stock options outstanding at December 31, 2015:

Exercise price CAD\$	Options outstanding			Options exercisable	
	Number of common shares	Expiry date	Weighted average life (years)	Number of common shares	Weighted average exercise price CAD\$
0.68	20,000	27-Jan-16	0.07	20,000	0.68
0.61	100,000	29-Aug-16	0.66	100,000	0.61
0.42	1,000,000	11-Jan-17	1.03	1,000,000	0.42
0.45	150,000	07-Mar-17	1.18	150,000	0.45
0.455	500,000	09-Oct-17	1.78	500,000	0.46
0.33	200,000	04-Sep-18	2.68	200,000	0.33
0.33	13,445,501	04-Sep-23	7.68	13,445,501	0.33
	15,415,501		6.87	15,415,501	0.34

20. Production Costs

	Three months ended December 31,		Six months ended December 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Mining	479	2,624	1,381	4,307
Processing	2,465	3,473	5,926	5,790
Royalties	299	695	610	1,095
Operations, net of silver recovery	16	16	31	24
	3,259	6,808	7,948	11,216
Accretion of asset retirement obligation	42	49	85	96
Depreciation and amortization	845	2,437	2,108	4,061
	4,146	9,294	10,141	15,373

21. Corporate Expenses

	Three months ended December 31,		Six months ended December 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Office and general expenses	48	63	86	115
Rent and utilities	18	22	32	70
Salaries and wages	294	311	590	700
Share-based compensation	-	3	1	9
Legal, accounting and audit	316	501	559	748
Shareholders communication	59	36	100	91
Travel	87	98	188	164
Regulatory compliance and filing	47	43	54	43
Project investigation	-	301	-	301
Amortization	22	30	46	66
	891	1,408	1,656	2,307

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22. Impairment Gain/(Loss)

The Company assessed potential impairment on assets as at the period end and determined the following impairment gain/(loss):

	Three months ended December 31,		Six months ended December 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Impairment gain on loan receivable	-	54	-	112
Impairment loss on other receivable	-	-	(63)	-
	-	54	(63)	112

23. 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 December 31,		Six months ended December 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Current income tax expense	(1,879)	(33)	(1,879)	(73)
Deferred income tax expense	(2,122)	-	(2,075)	-
	(4,001)	(33)	(3,954)	(73)

The Company obtained a five years' income tax exception (the "Pioneer Status") for production from the Selinsing Gold Plant commencing February 1, 2010, which was expired on January 31, 2015. As a result income tax is payable on taxable income from production beginning February 1, 2015 and deferred income tax expense on temporary differences of \$2.12 million and current income tax of \$1.88 million have been recognized in the period.

24. Earnings Per Share

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

	Three months ended December 31,		Six months ended December 31,	
	2015	2014	2015	2014
Net income/(loss) for the period	\$ (4,584)	\$ 3,058	\$ (4,468)	\$ 4,583
Basic weighted average number of common shares outstanding	310,218,030	305,544,117	310,218,030	302,881,073
Diluted weighted average number of common share outstanding	310,218,030	305,544,117	310,218,030	302,881,073
Basic earnings/(loss) per share	\$ (0.01)	\$ 0.01	\$ (0.01)	\$ 0.02
Diluted earnings/(loss) per share	\$ (0.01)	\$ 0.01	\$ (0.01)	\$ 0.02

All warrants and options are potentially dilutive in the three and six months ended December 31, 2015 and 2014, but excluded from the calculation of diluted earnings per share are those for which the average market prices below the exercise price. As at December 31, 2015, 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 18 (b)(ii)).

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25. Related Party Transactions

Key management personnel

Key management includes directors – executive and non-executive. The amounts disclosed in the table are the amounts recognized as an expense during the reporting period related to key management personnel:

	Three months ended December 31,		Six months ended December 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Salaries and directors' fees	266	420	532	745
Share-based payments	-	1	-	9
	266	421	532	754

26. Commitments and Contingencies

	2016	2017	2018	2019	2020	Total
	\$	\$	\$	\$	\$	\$
Operating leases	45	89	52	49	49	284
Mineral property fees	33	206	209	213	223	884
Purchase commitments	1,404	-	-	-	-	1,404
	1,482	295	261	262	272	2,572

Operating leases relate to premises leases. Purchase commitments are primarily for mining operations.

27. Supplemental Cash Flow Information

	Three months ended December 31,		Six months ended December 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Interest received	2	8	23	49
Income taxes paid	-	-	-	(1)
Non-cash working capital, financing and investing activities:				
Share-based compensation charged to mineral properties	-	2	-	6
Amortization charged to mineral properties	149	264	310	516
Amortization inherent in inventory	1,846	2,436	4,588	4,061
Expenditures on mineral properties in accounts payable	194	121	981	2,497
Plant and equipment costs included in accounts payable	-	(44)	-	121
Shares issued pursuant to acquisition of mineral properties	-	1,019	-	1,019

28. 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".

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a) Operating segments

December 31, 2015	Mine Operations	Exploration and Evaluation (Polymetallic)	Exploration and Evaluation (Gold)	Corporate	Total
	\$	\$	\$	\$	\$

Balance sheet

Current assets	29,794	1,087	889	2,373	34,143
Property, plant and equipment	30,768	9,122	4,190	17	44,097
Exploration and evaluation	-	118,865	48,575	-	167,440
Total assets	70,106	129,073	53,655	3,931	256,765
Total liabilities	12,570	5,056	1,664	809	20,099

June 30, 2015	Mine Operations	Exploration and Evaluation (Polymetallic)	Exploration and Evaluation (Gold)	Corporate	Total
	\$	\$	\$	\$	\$

Balance sheet

Current assets	38,407	1,844	575	2,298	43,124
Property, plant and equipment	35,032	9,330	4,449	15	48,826
Exploration and evaluation	-	118,266	44,503	-	162,769
Total assets	79,921	129,441	49,526	3,624	262,512
Total liabilities	9,454	6,105	2,362	3,458	21,379

For the three months ended December 31, 2015	Mine Operations	Exploration and Evaluation (Polymetallic)	Exploration and Evaluation (Gold)	Corporate	Total
	\$	\$	\$	\$	\$

Income statement

Revenue	5,681	-	-	-	5,681
Income from mining operations	1,535	-	-	-	1,535
Other income, (expenses) and (loss)	(963)	242	27	(533)	(1,227)
Net income/(loss)	(3,643)	232	7	(1,180)	(4,584)

For the three months ended December 31, 2014	Mine Operations	Exploration and Evaluation (Polymetallic)	Exploration and Evaluation (Gold)	Corporate	Total
	\$	\$	\$	\$	\$

Income statement

Revenue	13,830	-	-	-	13,830
Income from mining operations	4,536	-	-	-	4,536
Other income, (expenses) and (loss)	(405)	1,079	255	(966)	(37)
Net income/(loss)	3,776	1,071	237	(2,026)	3,058

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For the six months ended December 31, 2015	Mine Operations	Exploration and Evaluation (Polymetallic)	Exploration and Evaluation (Gold)	Corporate	Total
	\$	\$	\$	\$	\$
Income statement					
Revenue	14,010	-	-	-	14,010
Income from mining operations	3,869	-	-	-	3,869
Other income, (expenses) and (loss)	(3,548)	2,397	386	(1,962)	(2,727)
Net income/(loss)	(4,052)	2,386	350	(3,152)	(4,468)
For the six months ended December 31, 2014					
	\$	\$	\$	\$	\$
Income statement					
Revenue	22,009	-	-	-	22,009
Income from mining operations	6,636	-	-	-	6,636
Other income, (expenses) and (loss)	78	2,075	454	(2,280)	327
Net income/(loss)	6,132	2,064	417	(4,030)	4,583

b) Geographic segments

The Company's reportable segments operate within three geographic segments – Australia, Malaysia and Canada.

December 31, 2015	Australia	Malaysia	Canada	Total
	\$	\$	\$	\$
Balance sheet				
Current assets	732	31,038	2,373	34,143
Property, plant and equipment	4,148	39,932	17	44,097
Exploration and evaluation	24,043	143,397	-	167,440
Total assets	28,923	223,911	3,931	256,765
Total liabilities	1,658	17,628	813	20,099
June 30, 2015				
	\$	\$	\$	\$
Balance sheet				
Current assets	542	40,284	2,298	43,124
Property, plant and equipment	4,367	44,444	15	48,826
Exploration and evaluation	21,798	140,971	-	162,769
Total assets	26,708	232,180	3,624	262,512
Total liabilities	2,343	15,578	3,458	21,379

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For the three months ended December 31, 2015	Australia \$	Malaysia \$	Canada \$	Total \$
Income statement				
Revenue	-	5,681	-	5,681
Income from mining operations	-	1,535	-	1,535
Other income, (expenses) and (loss)	27	(721)	(533)	(1,227)
Net income/(loss)	7	(3,411)	(1,180)	(4,584)

For the three months ended December 31, 2014	Australia \$	Malaysia \$	Canada \$	Total \$
Income statement				
Revenue	-	13,830	-	13,830
Income from mining operations	-	4,536	-	4,536
Other income, (expenses) and (loss)	255	674	(966)	(37)
Net income/(loss)	237	4,847	(2,026)	3,058

For the six months ended December 31, 2015	Australia \$	Malaysia \$	Canada \$	Total \$
Income statement				
Revenue	-	14,010	-	14,010
Income from mining operations	-	3,869	-	3,869
Other income, (expenses) and (loss)	386	(1,151)	(1,962)	(2,727)
Net income/(loss)	350	(1,666)	(3,152)	(4,468)

For the six months ended December 31, 2014	Australia \$	Malaysia \$	Canada \$	Total \$
Income statement				
Revenue	-	22,009	-	22,009
Income from mining operations	-	6,636	-	6,636
Other income, (expenses) and (loss)	454	2,153	(2,280)	327
Net income/(loss)	417	8,196	(4,030)	4,583

29. Comparative Figures

Certain comparative figures have been reclassified to conform to the current period financial statement presentation.

30. Subsequent Events

Share Capital

On January 27, 2016 and February 19, 2016, subsequent to the three months ended December 31, 2015, 20,000 and 1,901,835 stock purchase options expired, respectively, bringing total outstanding stock purchase options to 13,493,666.

Earn-In and JV Agreement on Matala Gold Project in DRC

On February 7, 2016, subsequent to the quarter, the Company announced that it entered into an "Earn-In and Shareholders Agreement" with Afrimines and its wholly owned subsidiary, Regal to earn up to 90% joint venture interest in the Matala Gold Project (Note 11). The transaction is subject to approval from the TSX Venture Exchange.