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, 2014
(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, 2014.

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MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

For the three months ended September 30, 2014
(in thousands of United States dollars, except per share amounts or otherwise stated)

	Notes	September 30, 2014 Unaudited $	June 30, 2014 Audited $
ASSETS			
Current assets			
Cash and cash equivalents	4	21,281	24,734
Investment in marketable securities	5	629	-
Trade and other receivables	6	2,151	1,287
Prepaid expenses and deposits		867	609
Inventories	7	21,173	16,541
Total current assets		**46,101**	**43,171**
Non-current assets			
Inventories	7	753	5,304
Property, plant and equipment	9	39,751	40,644
Exploration and evaluation	10	165,478	161,346
Deferred costs	11	262	-
Total non-current assets		**206,244**	**207,294**
Total assets		**252,345**	**250,465**
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	14	6,065	5,864
Finance lease obligations	15	258	259
Gold forward sale contract	16	2,593	-
Derivative liabilities	17	13	-
Total current liabilities		**8,929**	**6,123**
Non-current liabilities			
Finance lease obligations	15	376	452
Gold forward sale contract	16	-	2,593
Derivative liabilities	17	-	95
Asset retirement obligations	18	11,861	11,536
Deferred tax liabilities		2,024	2,047
Total non-current liabilities		**14,261**	**16,723**
Total liabilities		**23,190**	**22,846**
Equity			
Share capital	19	115,895	115,895
Capital reserves – warrants	20	2,612	2,612
Capital reserves – options	20	10,302	10,291
Retained earnings		100,346	98,821
Total equity		**229,155**	**227,619**
Total liabilities and equity		**252,345**	**250,465**
Subsequent events	28		

Approved on behalf of the Board:

"Robert Baldock"	"Gerald Ruth"
Robert Baldock, Director	Gerald Ruth, Director

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

For the three months ended September 30, 2014
UNAUDITED
(in thousands of United States dollars, except per share amounts or otherwise stated)

	Notes	September 30, 2014	September 30, 2013
		$	$
Mining operations			
Revenue		8,179	16,002
Production costs	21	(6,079)	(8,670)
Income from mining operations		**2,100**	**7,332**
Corporate expenses	22	(899)	(4,675)
Income before other items		**1,201**	**2,657**
Other income/(loss)			
Interest income		41	214
Loss due to changes in fair value of marketable securities	5	(245)	-
Gain due to changes in fair value of derivative liabilities	17	82	274
Foreign currency exchange gain/(loss)		428	(1,124)
Impairment recovery	8	58	-
Gain/(loss) from other items		**364**	**(636)**
Income before income taxes		1,565	2,021
Income tax expense		(40)	(281)
Total net and comprehensive income		**1,525**	**1,740**
Earnings per share			
- Basic	23	$ 0.01	$ 0.01
- Diluted	23	$ 0.01	$ 0.01
Weighted average number of common shares			
- Basic	23	300,218,030	275,058,030
- Diluted	23	300,218,030	275,375,968

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

For the three months ended September 30, 2014
UNAUDITED
(in thousands of United States dollars, except per share amounts or otherwise stated)

	Notes	Common shares	Capital reserve - warrants	Capital reserve - options	Retained earnings	Total equity
		$	$	$	$	$
Opening Balance: June 30, 2013		**108,637**	**2,612**	**6,893**	**101,452**	**219,594**
Share-based compensation	20	-	-	3,358	-	**3,358**
Net income for the period		-	-	-	1,740	**1,740**
Closing Balance: September 30, 2013		**108,637**	**2,612**	**10,251**	**103,192**	**224,692**
Opening Balance: June 30, 2014		**115,895**	**2,612**	**10,291**	**98,821**	**227,619**
Share-based compensation	20	-	-	11	-	**11**
Net loss for the period		-	-	-	1,525	**1,525**
Closing Balance: September 30, 2014		**115,895**	**2,612**	**10,302**	**100,346**	**229,155**

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

For the three months ended September 30, 2014
UNAUDITED
(in thousands of United States dollars, except per share amounts or otherwise stated)

	Notes	September 30, 2014	September 30, 2013
		$	$
Operating activities			
Net income for the year		1,525	1,740
Adjustments to reconcile profit to net cash provided from operating activities:			
Depreciation, depletion and amortization		1,660	2,506
Accretion expense on asset retirement obligations		47	33
Share-based compensation		6	3,354
Gain due to changes in fair value of derivative liabilities	17	(82)	(274)
Deferred income tax provision		39	281
Foreign exchange (gain)/loss		(414)	359
Impairment recovery	8	(58)	-
Loss due to changes in fair value of marketable securities	5	245	-
Cash provided from operating activities before change in working capital items		**2,968**	**7,999**
Change in non-cash working capital items:			
Trade and other receivables		(864)	(3,514)
Prepaid expenses and deposits		(312)	248
Inventories		(418)	1,206
Accounts payable and accrued liabilities		221	(1,788)
Restricted cash		54	194
Cash provided from operating activities		**1,649**	**4,345**
Financing activities			
Payment of finance lease obligations	15	(76)	(4)
Cash (used in)/provided from financing activities		**(76)**	**(4)**
Investing activities			
Expenditures on mineral properties, net of recoveries		(3,354)	(3,136)
Expenditures on plant and equipment		(363)	(1,852)
Investment in marketable securities	5	(939)	-
Reclamation of asset retirement obligations	18	(108)	-
Penalty interest on gold forward purchase agreement		-	450
Deferred business development costs	11	(262)	-
Cash used in investing activities		**(5,026)**	**(4,538)**
Decrease in cash and cash equivalents		(3,453)	(197)
Cash and cash equivalents at the beginning of the period	4	24,734	41,933
Cash and cash equivalents at the end of the period	**4**	**21,281**	**41,736**
Cash and cash equivalents consist of:			
Cash		21,019	41,337
Restricted cash		262	399
		21,281	**41,736**

Supplemental Cash Flow Information (Note 26)

1. Corporate Information and Nature of Operations

Monument Mining Limited ("Monument" or "the Company") is a natural resource company incorporated and domiciled under the Canada Business Corporations Act, engaged in the acquisition, exploration, development and operation of gold and Polymetallic mineral property interests. Its primary activities include open pit mining and operation of a gold treatment plant at the 100% owned Selinsing Gold project ("Selinsing") and exploration and development on the 100% owned Buffalo Reef, Famehub, Star Destiny and Mengapur projects in Malaysia and the 100% owned Murchison Gold project ("Murchison") in Western Australia. The head office, principal address and registered and records office of the Company are located at 1100 Melville Street, Suite 1580, Vancouver, British Columbia, Canada V6E 4A6. Its gold project operations, exploration and development activities are carried out in Malaysia and Australia through its wholly owned subsidiaries.

The condensed consolidated interim financial statements of the Company for the period ended September 30, 2014 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. The Company is listed on the TSX Venture Exchange ("TSX-V: MMY").

These unaudited condensed consolidated interim financial statements were approved by the Board of Directors of the Company on November 28, 2014.

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, 2014 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, 2014 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, 2014.

b) New and amended standards and interpretations

There was a new standard and interpretation, effective for annual periods commencing from January 1, 2014, that the Company has applied for the first time in the current financial year. The nature and the impact of the new standard are described below.

IFRIC 21 – Levies ("IFRIC 21")

The Company adopted IFRIC 21 on January 1, 2014, with retrospective application. IFRIC 21 provides guidance on the accounting for a liability to pay a levy, both for levies that are accounted for in accordance with IAS 37 *Provisions, Contingent Liabilities and Contingent Asset* and those where the timing and amount of the levy is certain. Levies are imposed by a government in accordance with legislation and do not include income taxes, fines or other penalties imposed for breaches of legislation. IFRIC 21 defines an obligating event as the legislatively identified activity that triggers the payment of the levy. Recognition of a liability to pay a levy is at the date of the obligating event. The fact that the Company is economically compelled to continue to operate in the future does not create an obligation to pay a levy that will arise in a future period as a result of continuing to operate.

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

The Company has concluded that the adoption of IFRIC 21 did not have an effect on the unaudited condensed consolidated interim financial statements for the current period or prior periods presented.

Effective for future annual periods

IFRS 9 – Financial Instruments ("IFRS 9")

IFRS 9 will replace IAS 39 "Financial Instruments: Recognition and Measurement" (IAS 39). IFRS 9 requires that all financial assets be classified as measured at amortized cost or at fair value based on the Company's business model for managing financial assets and the contractual cash flow characteristics of the financial assets. Financial liabilities are classified as subsequently measured at amortized cost except for financial liabilities classified at fair value through profit and loss, financial guarantees and certain other exceptions. In response to delays to the completion of the remaining phases of the project, on December 16, 2011, the IASB issued amendments to IFRS 9 which deferred the mandatory effective date of IFRS 9 from January 1, 2013 to annual periods beginning on or after January 1, 2018. The amendments also provided relief from the requirement to restate comparative financial statements for the effects of applying IFRS 9. The Company is evaluating any potential impact of this standard.

IFRS 15 – Revenue from Contracts with Customers ("IFRS 15")

IFRS 15 establishes the principles to report 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, 2017, with early application permitted. The Company is evaluating any potential impact of this standard.

4. Cash and Cash Equivalents

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

	September 30, 2014	June 30, 2014
	$	$
Cash and cash equivalents	21,019	24,526
Restricted cash	262	208
	21,281	24,734

The Company has restricted cash of $0.26 million (June 30, 2014: $0.21 million), which represents issued letters of credit for payment guarantees for equipment.

5. Marketable Securities

	Total
	$
Balance, June 30, 2014	-
Investment in marketable securities	939
Loss on fair value of investment	(245)
Loss on foreign exchange	(65)
Balance, September 30, 2014	**629**

In conjunction with the Gascoyne JV Properties Acquisition, 4,000,000 GCY shares were subscribed for at a price of AUD$0.25 per share on September 4, 2014. As of September 30, 2014, the fair value of the shares is $0.63 million (June 30, 2014: $nil).

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

6. Trade and Other Receivables

	September 30, 2014	June 30, 2014
	$	$
Trade receivable	2,016	1,075
Interest receivable	15	14
Goods and services tax receivable	115	109
Other receivable	5	89
	2,151	1,287

Trade and other receivables are non-interest bearing.

7. Inventories

	September 30, 2014	June 30, 2014
	$	$
Current Assets		
Mine operating supplies	3,338	3,595
Stockpiled ore	7,190	9,178
Material discharged from gravity plant for CIL process	1,031	1,082
Work in progress	2,614	2,653
Finished goods	2,873	33
Restricted finished goods (a)	4,127	-
	21,173	16,541
Non-current Assets		
Restricted finished goods (a)	-	4,604
Stockpiled ore (b)	753	700
	753	5,304
	21,926	21,845

The cost of inventory expensed during the quarter ended September 30, 2014 was $5.62 million (Q1 Fiscal 2014: $7.83 million).

(a) The balance of restricted inventory at September 30, 2014 was 5,000 ounces of gold to secure the Gold Forward Sale contract (Note 16) (June 30, 2014: 5,000 ounces).

(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 September 30, 2014, stockpiled ore represents 40,302 tonnes of refractory sulfide ore with 1,204 ounces of contained gold.

8. Loan Receivable

	September 30, 2014	June 30, 2014
	$	$
Net Veris loan	6,402	6,460
Impairment provision	(6,460)	(6,460)
Impairment recovery	58	-
	-	-

On January 12, 2012, the Company entered into an "Agreement for Sale of Gold" (the "Second Gold Forward Purchase Agreement") with Queenstake Resources USA Ltd (the "Seller") whereby $5.00 million was paid in advance to purchase 3,665 troy ounces of gold to be delivered on the settlement date of June 12, 2012, or alternatively receive (at the Company's option) an amount of $6.00 million. The Seller is a subsidiary of Veris Gold Corporation ("Veris"), which is a related party to the Company. Subsequent to the initial agreement, the following amendments have been agreed:

- On June 15, 2012, the Company signed an "Extension for Sale of Gold" with the Seller to extend the settlement date from June 12, 2012 to October 31, 2012 with monthly penalty interest at the rate of 2.25%.

- The settlement date of the Second Gold Forward Purchase Agreement was further extended to June 30, 2013, and the gold to be delivered on the settlement date was increased from 3,665 troy ounces to 3,839 troy ounces of gold, or alternatively receiving an amount of $6.60 million in cash at the Company's discretion.
- On June 30, 2013, the Company signed the third extension with the Seller to receive the aggregated amount of $6.60 million in cash from the Seller by September 30, 2013. The extension was subject to a fixed installment payment schedule and interest bearing at 10% per annum on the remaining balance.
- On September 30, 2013, Veris paid $0.45 million of the accrued interest and penalty amounts on the outstanding $6.60 million loan. In addition, Veris agreed to sign and lodge a Promissory Note against the Ketza Property located in Yukon, Canada before October 15, 2013, for the unpaid amount, net of the accounts payable due from Monument to Veris (Note 24(a)). Veris further undertook to pay all remaining balances on or before December 31, 2013.
- On October 20, 2013, Monument was advised by Veris's legal counsel that the Ketza River Holding shares are already pledged to Deutsche Bank, although there is no specific pledge of the actual property and a second charge is not allowed to be registered against the Veris loan.
- On March 31, 2014, a formal demand notice was issued to Veris as notification that Monument reserves the right to pursue legal action in collecting the total amount owed of $6.36 million debt, net of the accounts payable due from Monument to Veris of $0.54 million and interest receivable due from Veris to Monument of $0.30 million.
- During May and June 2014, the Company sent several demand notices for repayment of the Veris loan through its appointed litigation counsel, and initiated the negotiation process with Veris management. It stated, among others, that Veris must treat Monument equally with other unsecured creditors regarding to loan settlement.
- On June 9, 2014, Veris filed for and obtained protection from their creditors under the Companies' Creditors Arrangement Act ("CCAA"). The Company has reviewed the CCAA proceeding, the preliminary list of creditors as prepared by the Veris Group, and notified Ernst & Young Inc., the Monitor of the Veris Group, that Monument will advance a claim for the full indebtedness and reserve all of its right in this regards.

As a result, a net impairment loss ($6.46 million) was recorded in the income statement as of June 30, 2014. The Company has not conceded the loan receivable as a bad debt, however an impairment charge and provision for impairment against the loan receivable are necessary due to the uncertainty of collectability.

As at September 30, 2014 the Company recorded an impairment recovery of $0.06 million (2014: $nil). The recovery relates to Q1 2015 services provided by Veris, which have been billed to Monument. The Company recorded the Q1 2015 service charges due to Veris as an impairment recovery through earnings which has been offset against the outstanding balance of the Veris loan receivable.

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

9. Property, Plant and Equipment

	Mineral Properties	Buildings	Property, Plant & Machinery	Vehicles, furniture & equipment	Construction in Progress	Total
	$	$	$	$	$	$
Cost						
As at June 30, 2013	**27,979**	**1,421**	**30,429**	**3,141**	**2,364**	**65,334**
Transfer	-	820	(157)	-	(732)	(69)
Addition	2,864	726	5,542	421	1,038	10,591
Disposal	-	-	-	-	(99)	(99)
Reclassification	(416)	(23)	(257)	(2)	-	(698)
As at June 30, 2014	**30,427**	**2,944**	**35,558**	**3,560**	**2,571**	**75,059**
Transfer	**-**	**693**	**151**	**(634)**	**(667)**	(457)
Addition	**624**	**6**	**57**	**22**	**334**	1,043
As at September 30, 2014	**31,051**	**3,643**	**35,766**	**2,948**	**2,238**	**75,645**
Accumulated depreciation						
As at June 30, 2013	**(18,762)**	**(299)**	**(7,658)**	**(997)**	**-**	**(27,716)**
Charge for the period	(3,278)	(322)	(2,834)	(332)	-	(6,766)
Transfer	-	-	67	-	-	67
As at June 30, 2014	**(22,040)**	**(621)**	**(10,425)**	**(1,329)**	**-**	**(34,415)**
Charge for the period	**(579)**	**(97)**	**(725)**	**(78)**	**-**	(1,479)
Transfer	**-**	**(127)**	**148**	**(21)**	**-**	**-**
As at September 30, 2014	**(22,619)**	**(845)**	**(11,002)**	**(1,428)**	**-**	**(35,894)**
Net book value						
As at June 30, 2013	9,217	1,122	22,771	2,144	2,364	37,618
As at June 30, 2014	8,387	2,323	25,133	2,231	2,571	40,644
As at September 30, 2014	8,432	2,798	24,764	1,520	2,238	39,751

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

10. Exploration and Evaluation

	Selinsing Gold Property	Buffalo Reef Prospect	Famehub Prospect	Star Destiny Prospect	Mengapur Project	Murchison Project	Total
	$	$	$	$	$	$	$
	Note 10 (a)	Note 10 (b)	Note 10 (c)	Note 10 (d)	Note 10 (e)	Note 10 (f)	
Balance, June 30, 2013	**6,855**	**16,196**	**5,063**	**10,670**	**88,405**	**-**	**127,189**
Acquisition of mineral properties	93	-	-	-	7,349	11,395	18,837
Assay and analysis	377	328	-	147	1,642	30	2,524
Drilling	579	459	-	-	739	431	2,208
Geological	445	272	27	137	793	259	1,933
Metallurgical	180	(5)	-	51	790	18	1,034
Site activities	656	460	-	1	619	496	2,232
Asset retirement obligations	-	(95)	-	-	4,745	600	5,250
Property fees	-	85	-	-	-	36	121
Stock-based compensation	-	-	-	5	13	-	18
Balance, June 30, 2014	**9,185**	**17,700**	**5,090**	**11,011**	**105,095**	**13,265**	**161,346**
Acquisition of mineral properties	(2)	-	-	-	-	-	(2)
Assay and analysis	61	516	-	-	14	71	662
Drilling	6	166	-	-	9	339	520
Geological	33	189	-	6	56	231	515
Metallurgical	221	139	-	9	137	156	662
Site activities	26	376	-	40	107	615	1,164
Asset retirement obligations	-	16	-	-	132	3	151
Property fees	-	295	-	-	-	161	456
Stock-based compensation	-	-	-	1	3	-	4
Balance, September 30, 2014	**9,530**	**19,397**	**5,090**	**11,067**	**105,553**	**14,841**	**165,478**

Title to mineral properties

Although the Company has taken steps to verify the title to its mineral properties, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to administrative delays common in Malaysia, unregistered prior agreements or transfers and title may be affected by undetected defect. To the best of the Company's knowledge, titles to its properties are in good standing.

Realization of assets

The investment in and expenditures on mineral properties comprise a significant portion of the Company's assets. Realization of the Company's investment in these assets is dependent upon the establishment of legal ownership, the attainment of successful production from the properties or from the proceeds of their disposal.

Mineral exploration and development is highly speculative and involves inherent risks. While the rewards if an ore body is discovered can be substantial, few properties that are explored are ultimately developed into producing mines. There can be no assurance that current exploration programs will result in the discovery of economically viable quantities of ore.

Environmental

The impact of new and future environmental legislation on the Company's operations may cause additional expenses and restrictions. If the restrictions adversely affect the scope of exploration and development on the mineral properties, the potential for production on the property may be diminished or negated.

The Company is subject to the laws and regulations relating to environmental matters in all jurisdictions in which it operates, including provisions relating to property reclamation, discharge of hazardous material and other matters. The Company may also be held liable should environmental problems be discovered that were caused by former owners and operators of its properties and properties in which it has previously had an interest. The Company conducts its mineral exploration activities in compliance with applicable environmental protection legislation. The Company is not aware of any existing environmental problems related to any of its current or former properties that may result in material liability to the Company.

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 developed a producing mine including the first open pit and a gold treatment plant with an initial capacity of 400,000 tonnes per annum. Commercial production commenced on September 1, 2010 and the mill capacity increased to 1,000,000 tonnes per annum in fiscal 2013. Resource exploration and metallurgical work continued during Q1 2015 and total expenditure incurred in the period was $0.35 million.

FELDA Land
The Company extended its Selinsing property by acquiring exclusive irrevocable exploration licenses over 896 acres of FELDA Land through a subsidiary Able Return Sdn Bhd. 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". On April 2, 2013, the Company obtained consent from FELDA allowing exploration to commence at the acquired FELDA land. Exploration expenditure incurred year to date on the FELDA land was $0.03 million at September 30, 2014. During the quarter the company reversed acquisition costs due to uncashed payments to FELDA settlers.

b) Buffalo Reef prospect

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. The Company carried out ore production at the southern area of the Buffalo Reef project from January 2013 to September 2013. Exploration activities remain active at the Buffalo Reef prospect and expenditure during the first quarter 2015 was $0.54 million.

Panau and Perangih Prospect
The Company has previously undertaken field work at Satak, Serau ("Panau") and Tekai prospects. The Panau prospect has been identified as having the best potential for hosting near-surface oxide resources. The fiscal 2015 drilling program for the Perangih prospect, commenced during the quarter. During Q1 2015, exploration expenditures totalled $0.64 million.

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.

d) Star Destiny prospect

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 Company carried out a significant drill program in fiscal 2013 and has continued the sample preparation and assay work incurring $0.06 million during Q1 2015.

e) Mengapur project

The carrying values of $105.55 million as of September 30, 2014 was comprised of aggregate acquisition costs of $89.04 million and development costs since of $11.64 million, of which $0.31 million was incurred during Q1 2015, with $4.88 million related to non-cash ARO expenditures.

Mengapur Project acquisition and Harmonization Agreement
In February and December 2012 the Company acquired 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 Project.

The previous owner of the Mengapur 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, B and C of the Mengapur Project.

MMSB is the exclusive operator of the Mengapur Project. It has 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

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

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 with all costs recovered in full.

Area C stockpile acquisition and profit sharing arrangement
On February 6, 2014, the Company acquired certain overburden in top soils of approximately 1.2 million tonnes that were previously stockpiled at Area C in conjunction with a profit sharing arrangement for production of magnetite from top soils at Area C for an aggregated value of $7.35 million (CAD$8.00 million) (Note 19 (b)).

f) Murchison project

On February 21, 2014, Monument acquired the Murchison Gold Project from KGL Resources Limited and its subsidiaries (the "Vendors"), 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. The Murchison Project is in the Murchison Mineral Field approximately 765 kilometers North and East of Perth, a highly prospective historical gold province within the Murchison District of Western Australia.

The Murchison Project acquisition has been accounted for as an asset acquisition. The net identifiable assets acquired are as follows:

	Total
	$
Mineral properties	11,995
Plant and equipment	4,243
Asset retirement obligation (Note 18)	(1,240)
	14,998

In consideration for the Murchison Project net assets, the Company paid $13.71 million to the Vendors and incurred $1.18 million in due diligence and transaction costs for total consideration of $14.89 million. On acquisition, the mineral properties and plant and equipment values included asset retirement obligations of $0.60 million and $0.75 million, respectively.

During Q1 2015, the Company has incurred $1.57 million (Fiscal 2014: $1.27 million) of expenditures on resource confirmation and exploration activities.

11. Deferred Costs

	September 30, 2014	June 30, 2014
	$	$
Technical due diligence	68	-
Legal due diligence	125	-
Others	69	-
	262	-

Tuckanarra Tenement Purchase Agreement
On August 28, 2014 the Company announced that it has entered into a Tenement Purchase Agreement ("Agreement") with Phosphate Australia Limited for the acquisition of the Tuckanarra Gold Project ("Tuckanarra"). Pursuant to the Agreement, the Company has agreed to acquire, free and clear of any encumbrances, a 100% interest in Tuckanarra consisting of eight exploration and prospecting licenses and a mining lease application covering a total of 99.73km^2 in the Murchison Mining District in Western Australia and containing approximately 100,000 historical indicated and inferred Joint Ore Reserves Committee (JORC) compliant ounces of gold.

The consideration for acquiring Tuckanarra is comprised of AUD$2.00 million in cash and the issue of 10,000,000 Monument common shares at a deemed issue price of CAD$0.25 per share. The acquisition was subject to satisfactory completion by the Company of due diligence in respect of Tuckanarra, the final board's approval, and receipt of TSX Venture Exchange acceptance in the case of the Company. A non-refundable deposit of AUD$0.05 million was paid to secure an exclusivity period for the Company to conduct due diligence, which will be applied against the cash portion of the purchase price upon closing. The acquisition was expected to be completed in October 2014 and extended to November 12, 2014 when it was closed.

As of September 30, 2014, the total cost of $0.14 million incurred for due diligence were recoded against deferred cost account.

Joint Venture Properties Acquisition and Concurrent Private Placements
On September 4, 2014 the Company announced that it has entered into a heads of agreement ("Heads of Agreement") with Gascoyne Resources Limited ("GCY") for the acquisition of 50% interests in three properties located near Burnakura, in the Murchison region of Western Australia by way of joint venture arrangements (collectively "Gascoyne JV Properties Acquisition"); and concurrently it has arranged a "part and parcel" private placement financing integral to the Gascoyne JV Properties Acquisition to fund exploration and development of the acquired properties. The Gascoyne JV Properties Acquisition and the private placement are inter-dependent and shall be closed concurrently (collectively the "Proposed Transaction").

Pursuant to the Heads of Agreement, the Company has agreed to acquire, free and clear of any encumbrances except for certain royalty interests, a 50% interest in the Dalgaranga, Glenburgh and Mt. Egerton properties ("Joint Venture Properties") from GCY, subject to certain conditions, through three separate joint venture agreements on each of the three properties.

The consideration for the 50% interests in the Joint Venture Properties is the issue of 100,000,000 Monument fully paid common shares at a deemed issue price of CAD$0.25 per share. The Gascoyne JV Properties Acquisition is subject to, among other things, execution of formal documentation, satisfactory completion by each party of due diligence, obtaining various consents and waivers from GCY's current joint venture partners, the exercise of the option to acquire the Mt. Egerton properties, obtaining all regulatory approvals, including receipt of TSX Venture Exchange ("TSXV") acceptance and final board's approval of Joint Venture Agreements in the case of the Company, receipt of ASX approval in the case of GCY and any required approvals under Australian foreign investment requirements, shareholders' approval where required and completion of the concurrent "part and parcel" financing of CAD$25,000,000 as described herein.

In conjunction with Gascoyne JV Properties Acquisition, the Company is arranging a financing from a third party by way of private placement (the "Monument Private Placement") of 100,000,000 shares of the Company at an issue price of CAD$0.25 per share for aggregate proceeds of CAD$25,000,000, subject to certain precedent conditions, the TSXV acceptance and committee approval in the case of the placee. The Monument Private Placement must be concurrently closed with the Gascoyne JV Properties Acquisition and Gascoyne Private Placement; the funds from the Monument Private Placement shall be used for completion of the Proposed Transaction, exploration programs and mine development of the Joint Venture Properties.

As of September 30, 2014, the total cost of $0.12 million incurred for due diligence were recoded against deferred cost account.

Gascoyne Private Placement
In addition, in conjunction with the Gascoyne JV Properties Acquisition, the Company has agreed to subscribe for an aggregate of 20,000,000 GCY ordinary shares at AUD$0.25 per share for total of AUD$5,000,000 through a private placement (the "Gascoyne Private Placement"), subject to the ASX acceptance, GCY shareholder approval if required and TSXV acceptance in the case of the Company. Of which 4,000,000 GCY shares shall be subscribed for and issued within five business days after the date of execution of the Heads of Agreement and the remaining 16,000,000 GCY ordinary shares shall be subscribed and issued upon the closing of the Proposed Transaction. Thereafter, the Company will purchase another 8,620,690 GCY ordinary shares at AUD$0.29 per share for AUD$2,500,000 within 12 months intending to bring the Company total shareholding to 15.31% of the entire issued and outstanding GCY ordinary shares. The funds generated by GCY from the Gascoyne Private Placement are to be used to implement exploration programs on the joint venture properties.

After reaching 15.31% of shareholding in CGY, Monument will be granted further options, exercisable within twelve month period, to acquire further GCY shares at AUD$0.29 per share, bringing its shareholding in GCY up to 19.61%.

GCY has also granted the Company top up rights, for a period of three years from execution of the Heads of Agreement, allowing Monument to maintain its shareholding position in GCY up to 15.31%; and to maintain its shareholding position in GCY up to 19.61%.

The Company initiated the transaction on September 4, 2014 by investing $0.93 million (AUD $1.00 million) in Gascoyne for 4 million GCY shares (refer to note 5).

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.

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

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 current 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.

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 Company is not subject to any externally imposed capital restrictions.

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

	September 30, 2014	June 30, 2014
	$	$
Total equity attributable to shareholders	229,155	227,619
Total borrowings	-	-
	229,155	227,619
Less: cash and cash equivalents	(21,281)	(24,734)
Total capital	207,874	202,885

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 and other payables) and the 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 and liabilities measured on a recurring basis include the following:

		September 30, 2014	June 30, 2014
	Derivative instruments at FVTPL	$	$
Financial instrument – assets			
Investment in marketable securities	Level 1	629	-
Financial instrument – liabilities			
Derivative warrant liabilities	Level 2	13	95

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 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):

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

	September 30, 2014			June 30, 2014		
	$	$	$	$	$	$
(in 000's, US dollar equivalent)	**AUD**	**RM**	**CAD**	**AUD**	**RM**	**CAD**
Financial instrument – assets						
Cash and cash equivalents	118	968	4,645	528	1,771	7,264
Restricted cash	-	262	-	-	208	-
Trade and other receivable	95	65	41	97	148	34
Investment in marketable securities	629	-	-	-	-	-
Financial instruments – liabilities						
Accounts payable and accrued liabilities	(1,474)	(4,152)	(440)	(1,278)	(4,236)	(350)
Derivative warrant liabilities	-	-	(13)	-	-	(95)

The Company has not hedged any of its foreign currency risks. The derivative components associated to 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, 2014 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 $0.14 million (June 30, 2014 – $0.11 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 $0.25 million (June 30, 2014 – increase/decrease $0.34 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 $0.06 million (June 30, 2014 – increase/decrease $0.03 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 risks.

The Company values the warrant derivative liabilities at fair value using the Black-Scholes option pricing model and record gains and losses to other income. As at September 30, 2014 and assuming that all other variables remain constant, a 5% increase/decrease in the market price of the Company's shares would result in unrealized fair value loss/income of approximately $0.01 million (June 30, 2014: $0.04 million) in the Company's net income.

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 the 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 $1.66 million (June 30, 2014: $2.41 million) is held with a Malaysian financial institution, $0.12 million with an Australian financial institution (June 30, 2014: $0.50) and $19.50 million (June 30, 2014: $21.79 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 September 30, 2014.

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

	September 30, 2014		June 30, 2014	
	$	$	$	$
	Current	Non-Current	Current	Non-Current
	<1 year	1-3 years	<1 year	1-3 years
Non derivative liabilities				
Accounts payable and accrued liabilities	6,065	-	5,864	-
Finance lease obligations	258	376	259	452
	6,323	376	6,123	452

14. Accounts Payable and Accrued Liabilities

	September 30, 2014	June 30, 2014
	$	$
Trade payables	5,760	5,371
Salaries and benefits payable	305	155
Other payable	-	338
	6,065	5,864

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
- Other payables are non-interest-bearing and have an average term of 30-days

15. Finance Lease Obligations

	September 30, 2014	June 30, 2014
	$	$
Current Liabilities		
Finance Lease	258	259
	258	259
Non-current Liabilities		
Finance Lease	376	452
	634	711

The Group has a finance lease for equipment related to the on-site SGS laboratory at Mengapur. The related equipment has been capitalized and is being amortized using the straight-line method over the three year lease term.

16. Gold Forward Sale contract

In conjunction with the issuance of convertible notes that were converted in fiscal 2013, 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. Net proceeds amounted to $4.25 million after subtracting transaction costs in the amount of $0.54 million, of which $0.48 million was for commission and $0.06 million for legal and regulatory fees. The advance will be settled for 5,000 ounces of gold subject to adjustment for fluctuations in the CAD/USD foreign exchange rate (the "Gold Forward Sale"). The Gold Forward Sale has a term of five years plus one day.

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 is exercisable at CAD$0.50 per share, expiring five years from the date of issuance of the Notes. 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.

Upon initial recognition, the Company first allocated the proceeds to the liability component based on the estimated fair value with the residual value being allocated to the deferred revenue. Transaction costs were allocated to the various components pro-rata as follows:

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

	Proceeds	Transaction costs	Net proceeds
	$	$	$
Allocation			
Deferrred revenue	2,919	326	2,593
Warrants (Note 17 (a))	1,865	210	1,655
	4,784	536	4,248

17. Derivative Liabilities

	September 30, 2014	June 30, 2014
	$	$
Derivative Liabilities		
Derivative warrant liability – gold forward sale contract (a)	3	19
Derivative warrant liability - convertible units (b)	10	76
	13	95

	September 30, 2014	September 30, 2013
	$	$
Gain/(Loss) in fair value of derivative financial instruments		
Derivative warrant liability - gold forward sale contract (a)	16	55
Derivative warrant liability - convertible units (b)	66	219
	82	274

a) Derivative warrant liability – Gold Forward Sale Contract

A summary of the changes in derivative warrant liability in conjunction with Gold Forward Sale Contract (Note 16) for the period ended September 30, 2014 and the year ended June 30, 2014 are set out below:

	September 30, 2014		June 30, 2014	
		$		$
	Units	Fair Value	Units	Fair Value
Opening balance	5,000,000	19	5,000,000	164
Fair value re-measured during the year	-	(16)	-	(145)
Closing balance	5,000,000	3	5,000,000	19

	September 30, 2014	June 30, 2014
Terms		
Exercise price	CAD$0.50	CAD$0.50
Expiry date	Aug 11, 2015	Aug 11, 2015
Fair value assumptions		
Risk free rate	1.10%	1.71%
Expected dividends	Nil	Nil
Expected life (years)	0.86	1.36
Volatility	46.17%	45.32%

b) Derivative warrant liability – Convertible Notes

A summary of the changes in derivative warrant liability in conjunction with Convertible units for the period ended September 30, 2014 and the year ended June 30, 2014 are set out below:

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

	September 30, 2014		June 30, 2014	
		$		$
	Units	Fair Value	Units	Fair Value
Opening balance	20,000,000	76	20,000,000	658
Fair value re-measured during the year	-	(66)	-	(582)
Closing balance	20,000,000	10	20,000,000	76

	September 30, 2014	June 30, 2014
Terms		
Exercise price	CAD$0.50	CAD$0.50
Expiry date	Aug 11, 2015	Aug 11, 2015
Fair value assumptions		
Risk free rate	1.10%	1.71%
Expected dividends	Nil	Nil
Expected life (years)	0.86	1.36
Volatility	46.17%	45.32%

18. Asset Retirement Obligations

The Company's asset retirement obligations 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 $11.86 million (June 30, 2014: $11.54 million) and is expected to be settled over the next four to twelve years.

As at June 30, 2014 the Malaysian projects total undiscounted cash flows are estimated to be $10.61 million (June 30, 2013: $10.19 million) and have been discounted using a pre-tax rate of 3.92% (June 30, 2014: 4.04%) and an inflation rate of 3.30% (June 30, 2014: 3.30%). As at June 30, 2014 the newly acquired Murchison project total undiscounted cash flows are estimated to be $1.25 million (June 30, 2014: $1.44) and have been discounted using a pre-tax rate of 2.50% (June 30, 2014: 2.5%) and an inflation rate of 3.00% (June 30, 2014: 3.00%). Significant reclamation and closure activities include land rehabilitation, 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, 2014	June 30, 2014
	$	$
Opening Balance	11,536	5,324
Additions	498	6,914
Accretion expense	110	133
Reclamation performed	(108)	-
Reassessment of liabilities	138	(750)
Foreign exchange	(313)	(85)
Closing Balance	11,861	11,536

The increase of the asset retirement obligations of $0.33 million mainly resulted from additions of $0.50 million (June 30, 2014: $6.91 million increase). The remaining increase to the ARO balance was an increase to reassessment of the liability of $0.14 million (June 30, 2014: $0.75 million), which was offset by foreign exchange of $0.31 million (June 30, 2014: $0.09 million) and reclamation work performed of $0.11 million (June 30, 2014: $nil).

The additions of $6.91 million during fiscal 2014 related to Mengapur ($5.57 million) which has arisen due to existing and estimated future disturbance activity to the top soils of Areas A, B and C and Murchison ($1.34 million) due to pre-existing disturbances prior to its acquisition. The changes in the estimated cash outflows and the change in the discount rate are capitalized and added to the costs of the corresponding assets in accordance with Company's accounting policy.

19. Share Capital

a) Authorized

Unlimited common shares without par value.

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

b) Common shares

Issued and outstanding:

	Number of Shares	Value assigned
		$
Balance, June 30, 2013	**275,058,030**	**108,637**
Issued for exercised stock options	160,000	57
Issued for Mengapur magnetite transaction (i)	25,000,000	7,230
Share issue costs	-	(29)
Balance, June 30, 2014 and September 30, 2014	**300,218,030**	**115,895**

i. The Company acquired a Stockpile of approximately 1.2 million tonnes of material at Area C of the Mengapur Project for consideration of RM24.00 (approximately CAD$8.33) per tonne or CAD$10,000,000 (the "Aggregate Purchase Price") by way of issuing 20,000,000 fully paid Monument common shares at a deemed price of CAD$0.50 per share. It also entered into the Profit-Sharing Agreement (Note 10 (e)) by issuing an additional 5,000,000 fully paid Monument common shares at CAD$0.50 per share, under which, Monument will pay Malaco net profits after return of capital up to $5 per tonne of iron product.

   The transaction was completed on February 6, 2014 while the Company's share price closed at CAD$0.32 per share, as a result $7.35 million was recognized under Exploration and Evaluation Properties (Note 10 (e)) comprised of $5.86 million (CAD$6.40 million) for the stockpile, $1.46 million (CAD$1.60 million) for the profit-sharing arrangement and $0.03 million for transaction costs; and $7.23 million was credited to share capital with $0.09 million foreign exchange loss charged against earnings.

20. Capital Reserves

	September 30, 2014	June 30, 2014
	$	$
Warrants (a)	2,612	2,612
Options (b)(c)	10,302	10,291
	12,914	**12,903**

a) Share purchase warrants

Due to the Company's functional currency being the US dollar, the issued and outstanding warrants that have an exercise price denominated in Canadian dollars are derivative instruments. The warrants have been recognized as a liability in the statement of financial position with changes in fair value recorded in profit or loss.

As at September 30, 2014 the following warrants were outstanding:

Derivative liability warrants issued in conjunction with:	Gold forward contract	Exercise of convertible notes	Total	Derivative warrant liabilities
	Qty	Qty	Qty	$
Balance, June 30, 2014	**5,000,000**	**20,000,000**	**25,000,000**	**95**
Change in fair value	-	-	-	(82)
Balance, September 30, 2014	**5,000,000**	**20,000,000**	**25,000,000**	**13**

b) Stock options

On February 7, 2014 the Company's shareholders approved a new 15% Fixed Stock Option Plan (the "New Plan") to replace the 2012 Plan. The maximum number of shares reserved for issuance under the New Plan is 41,258,705, representing 15% of the number of issued and outstanding shares of the Company on the date it was implemented. At September 30, 2014, a total of 18,042,705 common shares are available for future grant under the New Plan.

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

	Notes	Common shares	Capital reserve - warrants	Capital reserve - options	Retained earnings	Total equity
		$	$	$	$	$
Opening Balance: June 30, 2013		**108,637**	**2,612**	**6,893**	**101,452**	**219,594**
Share-based compensation	19	-	-	3,358	-	**3,358**
Net income for the period		-	-	-	1,740	**1,740**
Closing Balance: September 30, 2013		**108,637**	**2,612**	**10,251**	**103,192**	**224,692**
Opening Balance: June 30, 2014		**115,895**	**2,612**	**10,291**	**98,821**	**227,619**
Share-based compensation	19	-	-	11	-	**11**
Net loss for the period		-	-	-	1,518	**1,518**
Closing Balance: September 30, 2014		**115,895**	**2,612**	**10,302**	**100,339**	**229,148**

During the three month ended September 30, 2014, 70,000 stock options had expired. The general terms of stock options granted under the New 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 period were equal to the closing market prices at the grant date. Using the Black-Scholes option pricing model the following assumptions were used to estimate fair value of all stock options during the period:

	September 30, 2014	June 30, 2014
Fair value assumptions		
Risk free rate	n/a	1.86 - 2.54%
Expected dividends	n/a	Nil
Expected life (years)	n/a	5 - 10
Volatility	n/a	66 - 74%

The following table summarizes the stock options outstanding at September 30, 2014:

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$**
0.30	500,000	10-Jun-15	0.69	500,000	0.30
0.42	3,000,000	29-Sep-15	1.00	3,000,000	0.42
0.68	20,000	27-Jan-16	1.33	20,000	0.68
0.61	150,000	29-Aug-16	1.92	150,000	0.61
0.42	1,000,000	11-Jan-17	2.28	1,000,000	0.42
0.45	180,000	7-Mar-17	2.44	180,000	0.45
0.455	500,000	9-Oct-17	3.03	250,000	0.46
0.33	350,000	4-Sep-18	3.93	175,000	0.33
0.33	13,445,501	4-Sep-23	8.93	13,445,501	0.33
	19,145,501		**6.76**	**18,720,501**	**0.35**

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

c) Agent options

In the third quarter of fiscal 2013, the Company closed brokered private placements in two tranches by issuing 44,500,000 common shares for gross proceeds of $21.99 million (CAD$22.25 million) at CAD$0.50 per common share. The Company issued 3,115,000 Agents Options in connection with the private placements. The fair value of these Agent Options ($0.31 million) was recognized and debited to share issuance costs as incurred. Agent option activity is as follows:

	Number of common shares per agent option	Weighted average exercise price CAD$
Balance, June 30, 2012	-	-
Granted	3,115,000	0.50
Balance, June 30, 2014 and September 30, 2014	**3,115,000**	**0.50**

The following table summarizes the agent options outstanding at September 30, 2014:

	Agent Options outstanding			Agent Options exercisable	
Exercise price CAD$	**Number of common shares**	**Expiry date**	**Weighted average life (years)**	**Number of common shares**	**Weighted average exercise price CAD$**
0.50	2,100,000	12-Feb-15	0.37	2,100,000	0.50
0.50	1,015,000	6-Mar-15	0.43	1,015,000	0.50
	3,115,000		**0.39**	**3,115,000**	**0.50**

21. Production Costs

	September 30, 2014 $	September 30, 2013 $
Accretion of asset retirement obligation	47	33
Depreciation and amortization	1,624	2,477
	1,671	2,510
Mining	1,683	2,035
Processing	2,317	3,320
Royalties	400	797
Operations, net of silver recovery	8	8
	6,079	8,670

22. Corporate Expenses

	September 30, 2014 $	September 30, 2013 $
Office and general expenses	52	99
Rent & utilities	48	26
Salaries & wages	389	547
Share-based compensation	6	3,354
Legal, accounting and audit	247	389
Shareholders communication	55	28
Travel	66	149
Regulatory compliance and filing	-	18
Project investigation	-	37
Amortization	36	28
	899	4,675

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

23. Earnings Per Share

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

Net income for the period	**$**	**1,525**	**$**	**1,740**
Basic weighted average number of common shares outstanding		300,218,030		275,058,030
Effect of dilutive securities:				
Options		-		317,938
Diluted weighted average number of common share outstanding		300,218,030		275,375,968
Basic earnings per share	$	0.01	$	0.01
Diluted earnings per share	$	0.01	$	0.01

All warrants and options are potentially dilutive in the three months ended September 30, 2014 and 2013, but excluded from the calculation of diluted earnings per share are those for which the average market prices below the exercise price.

24. Related Party Transactions

a) Entities with directors in common

The transactions which have been entered into with related parties during the three months ended September 30, 2014 and 2013 as well as balances with related parties as at September 30, 2014 and 2013:

	$	$
Veris Gold Corp. (formerly Yukon Nevada Gold Corp.)		
Payable balance	(660)	(552)
Queenstake Resources USA, Ltd		
Gold forward purchase (Note 8)	-	6,600
Loan receivable (Note 8)	7,062	-
Net balance	6,402	6,048

The sales to and purchases from related parties represent the compensation for management, travel and administrative services and are priced on a cost basis.

	September 30, 2014	September 30, 2013
	$	$
Veris Gold Corp. (formerly Yukon Nevada Gold Corp.), a company with directors in common		
Reimbursement of expenses to related party	58	179
Queenstake Resources USA, Ltd, a company with directors in common		
Penalty income (Note 8)	-	172

b) 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:

	September 30, 2014	September 30, 2013
	$	$
Salaries and directors' fees	326	334
Share-based payments	8	3,405
	334	3,739

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

25. Commitments and Contingencies

	2015	2016	2017	2018	2019	Total
	$	$	$	$	$	$
Operating leases	144	94	72	4	-	314
Purchase commitments	1,915	-	-	-	-	1,915
Mineral property fees	182	172	171	167	160	852
	2,241	**266**	**243**	**171**	**160**	**3,081**

Operating leases are for premises and vehicle leases. Purchase commitments are primarily for mining operations.

26. Supplemental Cash Flow Information

	September 30, 2014	September 30, 2013
	$	$
Interest received	26	214
Income taxes paid	(1)	-
Non-cash working capital, financing and investing activities:		
Share-based compensation charged to mineral properties	4	4
Amortization charged to mineral properties	251	133
Amortization inherent in inventory	5,869	8,396
Expenditures on mineral properties in accounts payable	2,297	893
Plant and equipment costs included in accounts payable	165	331

27. 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 Polymetallic properties. The Company's mining operations are in Malaysia. Other than the exploration area segment, no operating segments have been aggregated to form the above 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.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

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

a) Operating segments

September 30, 2014	Mine Operations	Exploration and Evaluation	Corporate	Total
	$	$	$	$
Balance Sheet				
Current assets	23,499	2,327	20,275	**46,101**
Property, plant and equipment	25,284	14,399	68	**39,751**
Exploration and evaluation	-	165,478	-	**165,478**
Total assets	49,535	182,205	20,605	**252,345**
Total liabilities	9,576	9,924	3,690	**23,190**

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

June 30, 2014	Mine Operations	Exploration and Evaluation	Corporate	Total
	$	$	$	$
Balance Sheet				
Current assets	687	20,576	21,908	**43,171**
Property, plant and equipment	4,313	36,254	77	**40,644**
Exploration and evaluation	13,265	148,081	-	**161,346**
Total assets	18,266	210,214	21,985	**250,465**
Total liabilities	2,593	16,444	3,809	**22,846**

For the three month period ended September 30, 2014	Mine Operations	Exploration and Evaluation	Corporate	Total
	$	$	$	$
Income Statement				
Revenue	8,179	-	-	**8,179**
Depreciation and amortization	(1,230)	(201)	(71)	**(1,502)**
Profit/(loss) from operations	2,101	1,428	(2,004)	**1,525**

For the three month period ended September 30, 2013	Mine Operations	Exploration and Evaluation	Corporate	Total
	$	$	$	$
Income Statement				
Revenue	16,002	-	-	**16,002**
Depreciation and amortization	(2,477)	-	(28)	**(2,505)**
Profit/(loss) from operations	4,316	(238)	(2,338)	**1,740**

b) Geographic segments

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

September 30, 2014	Australia	Malaysia	Canada	Total
	$	$	$	$
Balance Sheet				
Current assets	244	25,582	20,275	**46,101**
Property, plant and equipment	4,323	35,360	68	**39,751**
Exploration and evaluation	14,842	150,636	-	**165,478**
Total assets	19,409	212,331	20,605	**252,345**
Total liabilities	2,625	16,709	3,856	**23,190**

June 30, 2014	Australia	Malaysia	Canada	Total
	$	$	$	$
Balance Sheet				
Current assets	687	20,576	21,908	**43,171**
Property, plant and equipment	4,313	36,254	77	**40,644**
Exploration and evaluation	13,265	148,081	-	**161,346**
Total assets	18,266	210,214	21,985	**250,465**
Total liabilities	2,593	16,444	3,809	**22,846**

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

For the three month period ended	September 30, 2014	September 30, 2013
	$	$
Income Statement		
Revenue		
- Australia	-	-
- Malaysia	8,179	16,002
- Canada	-	-
	8,179	**16,002**

28. Subsequent Events

Tuckanarra Gold Project acquisition
On November 12, 2014, subsequent to the first quarter ended September 30, 2014, the Company completed the acquisition of a 100% interest in the Tuckanarra Gold Project consisting of two exploration licenses, six prospecting licenses, and a mining lease covering a total of 416km^2 in the Murchison Mining District in Western Australia and containing historical indicated and inferred JORC compliant resources As consideration for acquiring Tuckanarra Gold Project, the Company paid to POZ the total sum of AUD$2.00 million in cash and issued to POZ 10,000,000 Monument fully paid common shares at a deemed issue price of CAD$0.25 per share, which shares are subject to a statutory hold period expiring four months and a day from the date of issue.

Monument Share capital
Subsequent to the quarter, the Company issued 10,000,000 common shares to POZ as part of the acquisition of the Tuckanarra Gold Project, bringing total outstanding common shares to 310,218,030.

Extension of Closing date for Proposed Transaction
On November 17, 2014, the Company announced it entered into a "Deed of Variation Agreement" with Gascoyne to extend Closing Date of the Proposed Transaction to no later than January 31, 2015 from November 20, 2014, subject to satisfaction of due diligence, the board and regulatory approval, and certain other precedent conditions according to the Heads of Agreement. The extension is primarily due to the complexity, the number of projects, and number of parties involved which requires more time for completion of due diligence, the streamlining of the approval process and other logistical and practical procedural issues. Both parties remain committed to satisfying the remaining conditions to completion.