

CONSOLIDATED FINANCIAL STATEMENTS OF

MONUMENT MINING LIMITED

(Expressed in thousands of United States dollars)

Condensed Consolidated Interim Financial Statements

For the three month and nine months ended March 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 nine months ended March 31, 2015.

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MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

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

	Notes	March 31, 2015 Unaudited \$	June 30, 2014 Audited \$
ASSETS			
Current assets			
Cash and cash equivalents	4	27,968	24,734
Investment in marketable securities	5	275	-
Trade and other receivables	6	1,903	5,537
Prepaid expenses and deposits		632	609
Inventories	7	13,283	16,541
Total current assets		44,061	47,421
Non-current assets			
Inventories	7	1,523	5,304
Property, plant and equipment	9	40,677	40,644
Exploration and evaluation	10	172,659	161,346
Intangible asset	11	1,257	-
Deferred costs		16	-
Total non-current assets		216,132	207,294
Total assets		260,193	254,715
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	14	6,791	10,114
Finance lease obligations	15	238	259
Gold forward sale contract	16	2,593	-
Total current liabilities		9,622	10,373
Non-current liabilities			
Finance lease obligations	15	212	452
Gold forward sale contract	16	-	2,593
Derivative liabilities	17	-	95
Asset retirement obligations	18	10,639	11,536
Deferred tax liabilities		1,758	2,047
Total non-current liabilities		12,609	16,723
Total liabilities		22,231	27,096
Equity			
Share capital	19	118,015	115,895
Capital reserves – warrants	20	2,612	2,612
Capital reserves – options	20	10,309	10,291
Retained earnings		107,026	98,821
Total equity		237,962	227,619
Total liabilities and equity		260,193	254,715
Subsequent events	29		

Approved on behalf of the Board:

“Robert Baldock”
Robert Baldock, Director

“Gerald Ruth”
Gerald Ruth, Director

MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

(UNAUDITED)

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

	Notes	Three months ended		Nine months ended	
		March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
		\$	\$	\$	\$
Mining operations					
Revenue		12,459	12,094	34,468	36,436
Production costs	21	(7,696)	(8,806)	(23,069)	(23,283)
Income from mining operations		4,763	3,288	11,399	13,153
Corporate expenses	22	(1,098)	(2,057)	(3,405)	(8,367)
Income before other items		3,665	1,231	7,994	4,786
Other income/(loss)					
Interest income		24	242	90	688
Gain/(loss) due to changes in fair value of marketable securities	5	61	-	(543)	-
Gain/(loss) due to changes in fair value of derivative liabilities	17	-	(80)	95	584
Foreign currency exchange gain/(loss)		(215)	(114)	443	(1,265)
Impairment recovery	8	18	-	130	-
Settlement expense	20	-	(2,696)	-	(2,696)
Gain on share redemption	20	-	453	-	453
(Loss) from disposal of assets		(4)	-	(4)	-
Income/(loss) from other items		(116)	(2,195)	211	(2,236)
Income/(loss) before income taxes		3,549	(964)	8,205	2,550
Income tax recovery/(expense)		73	(3)	-	(324)
Total net and comprehensive income/(loss)		3,622	(967)	8,205	2,226
Earnings/(loss) per share					
- Basic	23	\$ 0.01	\$ (0.00)	\$ 0.03	\$ 0.01
- Diluted	23	\$ 0.01	\$ (0.00)	\$ 0.03	\$ 0.01
Weighted average number of common shares					
- Basic	23	310,218,030	289,915,586	305,291,023	279,950,658
- Diluted	23	310,218,030	289,939,883	305,291,023	279,962,008

MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

(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
Common shares issued		7,200	-	-	-	7,200
Stock options exercised		57	-	(21)	-	36
Share-based compensation		-	-	4,565	-	4,565
Stock options forfeited		-	-	(1,128)	-	(1,128)
Net income for the period		-	-	-	2,226	2,226
Closing Balance: March 31, 2014		115,894	2,612	10,309	103,678	232,493
Opening Balance: June 30, 2014		115,895	2,612	10,291	98,821	227,619
Common shares issued	19	2,120	-	-	-	2,120
Share-based compensation	20	-	-	18	-	18
Net income for the period		-	-	-	8,205	8,205
Closing Balance: March 31, 2015		118,015	2,612	10,309	107,026	237,962

MONUMENT MINING LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

(UNAUDITED)

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

	Notes	Three months ended		Nine months ended	
		March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
		\$	\$	\$	\$
Operating activities					
Net income/(loss) for the year		3,622	(967)	8,205	2,226
Adjustments to reconcile profit to net cash provided from operating activities:					
Depreciation, depletion and amortization		1,960	2,554	6,086	6,656
Accretion expense on asset retirement obligations		48	35	144	101
Share-based compensation		2	27	11	3,423
(Gain)/loss due to changes in fair value of derivative liabilities	17	-	80	(95)	(584)
Deferred income tax provision		(71)	(26)	1	295
Foreign exchange (gain)/loss		(377)	(96)	(1,312)	116
Impairment recovery	8	(18)	-	(130)	-
(Gain)/loss due to changes in fair value of marketable securities	5	(61)	-	543	-
Share redemption		-	(453)	-	(453)
Cash provided from operating activities before change in working capital items		5,109	1,153	13,457	11,779
Change in non-cash working capital items:					
Trade and other receivables		1,592	(325)	3,637	(1,458)
Prepaid expenses and deposits		(112)	122	(24)	365
Inventories		2,073	1,286	4,410	846
Accounts payable and accrued liabilities		252	2,039	(1,299)	97
Cash provided from operating activities		8,914	4,275	20,181	11,629
Financing activities					
Cash for issuance of shares	18	-	(29)	-	(29)
Share issue costs on acquisition	19	(10)	-	(17)	-
Proceeds from exercise of stock options and warrants		-	13	-	37
Payment for share redemption		-	(3,203)	-	(3,203)
Payment of finance lease obligations	15	(67)	(44)	(216)	(53)
Cash used in financing activities		(77)	(3,263)	(233)	(3,248)
Investing activities					
Expenditures on mineral properties		(5,147)	(13,249)	(12,981)	(19,269)
Expenditures on plant and equipment		(1,273)	(4,491)	(2,493)	(7,730)
Expenditures on intangible asset	11	(139)	-	(139)	-
Investment in marketable securities	5	-	-	(939)	-
Reclamation of asset retirement obligations	18	(38)	-	(146)	-
Penalty interest on gold forward purchase agreement		-	-	-	450
Deferred business development costs		149	-	(16)	-
Cash used in investing activities		(6,448)	(17,740)	(16,714)	(26,549)
Increase/(decrease) in cash and cash equivalents		2,389	(16,728)	3,234	(18,168)
Cash and cash equivalents at the beginning of the period	4	25,579	40,493	24,734	41,933
Cash and cash equivalents at the end of the period	4	27,968	23,765	27,968	23,765
Cash and cash equivalents consist of:					
Cash		18,138	23,560	18,138	23,560
Restricted cash		9,830	205	9,830	205
		27,968	23,765	27,968	23,765

Supplemental Cash Flow Information (Note 26)

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

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

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”) and Tuckanarra Gold Project (“Tuckanarra”) 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 March 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. 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 May 27, 2015.

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 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, 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

The Company adopted new and revised standards and interpretations issued by the IASB listed below effective for annual period commencing from January 1, 2014. These changes were made with retrospective application. The nature and the impact of the new standard are described below.

Amendment to IAS 32 – Financial Instruments: Presentation (“IAS 32”)

This amendment clarifies that the right of set-off must not be contingent on a future event. It must also be legally enforceable for all counterparties in the normal course of business, as well as in the event of default, insolvency or bankruptcy. The amendment also considers settlement mechanisms.

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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

Amendments to IAS 36 – Impairment of Assets (“IAS 36”)

This amendment on the recoverable amount disclosures for non-financial assets removed certain disclosures of the recoverable amount of CGUs which had been included in IAS 36 by the issue of IFRS 13, Fair Value Measurement (“IFRS 13”). The amendments also expand and clarify the disclosure requirements applicable when an asset or CGU’s recoverable amount has been determined on the basis of fair value less costs to sell.

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

IFRIC 21 – Levies (“IFRIC 21”)

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.

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.

Annual Improvements 2010-2012 Cycle

In the 2010-2012 annual improvements cycle, the IASB issued seven amendments to six standards, which included an amendment to IFRS 13. The amendment to IFRS 13 is effective immediately and, thus, for periods beginning on January 1, 2014, and it clarifies in the basis for conclusions that short-term receivables and payables with no stated interest rates can be measured at invoice amounts when the effect of discounting is immaterial. This amendment to IFRS 13 had no impact on the Company’s financial statements.

Other standards, amendments and interpretations which are effective for the financial year beginning on January 1, 2014 are not material to the Company.

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.

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

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

4. Cash and Cash Equivalents

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

	March 31, 2015	June 30, 2014
	\$	\$
Cash and cash equivalents	18,138	24,526
Restricted cash	9,830	208
	27,968	24,734

As at March 31, 2015, the Company has restricted cash of \$9.83 million (June 30, 2014: \$0.21 million), which represents \$0.39 million issued letters of credit as guarantees for custom duties and certain equipment, and \$9.44 million set aside into a custodian bank account by a court order in relation to the litigation "SMSB vs Monument", which will be released subject to a full trial fixed in July 2015.

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.

5. Marketable Securities

	Total			
	\$			
Balance, June 30, 2014	-			
Investment in marketable securities	939			
Loss on fair value of marketable securities	(543)			
Loss on foreign exchange	(121)			
Balance, March 31, 2015	275			

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Change in fair value				
Gain/(loss) on fair value of marketable securities	61	-	(543)	-
Loss on foreign exchange	(15)	-	(121)	-
	46	-	(664)	-

A Proposed Transaction was announced on September 4, 2014 pursuant to the Heads of Agreement entered in to by Monument and Gascoyne Resource Limited ("Gascoyne"). It includes the acquisition by Monument of a 50% interest in each of three Gascoyne properties: Dalgaranga, Glenburgh and Mt. Egerton by way of joint venture arrangements, a private placement financing to fund exploration and development of the those properties, and Gascoyne Private Placements that allows both parties to the transaction to have cross shareholding interests up to 19.6% of each other. Upon announcement, the Company initiated the Proposed Transaction by investing \$0.93 million (AUD \$1.00 million) in Gascoyne for 4 million GCY shares, subscribed at a price of AUD\$0.25 per share.

On December 22, 2014 Monument and GCY announced that both parties mutually agreed to terminate the Heads of Agreement due to certain conditions precedent to the completion of the transaction were not met. There was no further obligation for Monument to participate any further placements of Gascoyne shares.

During the nine month period of fiscal 2015, the value of Gascoyne shares have reduced by \$0.66 million comprising of \$0.54 million loss on fair value and \$0.12 million loss on foreign exchange, leaving the fair value of \$0.28 million (June 30, 2014: \$nil) in marketable securities as of March 31, 2015.

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

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

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 Ketz 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 Ketz 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 reserves all of its full rights to the Veris loan in this regard.

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 March 31, 2015 the Company recorded an impairment recovery of \$0.13 million (June 30, 2014: \$nil). The recovery relates to fiscal year 2015 services and office rent provided by Veris, which have been billed to Monument. The Company recorded the fiscal 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.

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

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

9. Property, Plant and Equipment

	Mineral Properties ⁽¹⁾	Buildings	Plant & Machinery	Vehicles, furniture & equipment	Construction in Progress ⁽²⁾	Total
	\$	\$	\$	\$	\$	\$
Cost						
As at June 30, 2013	27,979	1,421	30,429	3,141	2,364	65,334
Transfer	(416)	797	(414)	(2)	(732)	(767)
Addition	2,864	726	5,542	421	1,038	10,591
Disposal	-	-	-	(99)	-	(99)
As at June 30, 2014	30,427	2,944	35,557	3,461	2,670	75,059
Transfer	2,252	-	1,953	-	(2,403)	1,802
Addition	1,794	24	819	78	253	2,968
Disposal	-	-	-	(6)	-	(6)
As at March 31, 2015	34,473	2,968	38,329	3,533	520	79,823
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	(2,198)	(281)	(2,040)	(214)	-	(4,733)
Disposal	-	-	-	2	-	2
As at March 31, 2015	(24,238)	(902)	(12,465)	(1,541)	-	(39,146)
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	25,132	2,132	2,670	40,644
As at March 31, 2015	10,235	2,066	25,864	1,992	520	40,677

(1) Includes mineral properties in development and production stage subject to depletion on a unit of production basis such as open pits at Selinsing Gold Mine and Buffalo Reef Project. Transfers included \$2.25 million from Buffalo Reef exploration and evaluation (Note 10 (b)) as the property moved into production.

(2) Includes plant and mine development under construction which are not subject to amortization such as Selinsing Phase IV plant construction, excluding intangible assets (Note 11). As of March 31, 2015, the Construction in Progress balance comprised of \$0.15 million for tailings storage facility expansion at Selinsing and \$0.37 million for conceptual design work on the Intec Project.

MONUMENT MINING LIMITED

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

(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	Murchison Project	Mengapur Project	Star Destiny Prospect	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	-	88,405	10,670	127,189
Acquisition of mineral properties	93	-	-	11,395	7,349	-	18,837
Assay and analysis	377	328	-	30	1,642	147	2,524
Drilling	579	459	-	431	739	-	2,208
Geological	445	272	27	259	793	137	1,933
Metallurgical	180	(5)	-	18	790	51	1,034
Site activities	656	460	-	496	619	1	2,232
Asset retirement obligations	-	(95)	-	600	4,745	-	5,250
Property fees	-	85	-	36	-	-	121
Stock-based compensation	-	-	-	-	13	5	18
Balance, June 30, 2014	9,185	17,700	5,090	13,265	105,095	11,011	161,346
Transfer to mineral properties	-	(2,252)	-	-	-	-	(2,252)
Acquisition of mineral properties	26	-	-	3,039	-	-	3,065
Assay and analysis	120	377	-	543	166	(20)	1,186
Drilling	8	614	-	721	12	-	1,355
Geological	109	490	-	1,408	148	24	2,179
Metallurgical	184	464	-	269	288	19	1,224
Site activities	45	868	-	951	1,133	90	3,087
Site infrastructure	-	-	-	-	558	-	558
Asset retirement obligations	-	511	-	16	118	-	645
Property fees	-	16	-	246	-	-	262
Stock-based compensation	-	-	-	-	3	1	4
Balance, March 31, 2015	9,677	18,788	5,090	20,458	107,521	11,125	172,659

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, except the prospecting exploration permit for the Star Destiny prospect that expired on September 23, 2012. 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.

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.

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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 been developed in to 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.

While expenditure for open pits in production and the Selinsing Gold Plant are recorded under Properties, 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. 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.

During the nine months ended March 31, 2015, total exploration expenditure of \$0.49 million was incurred at the Selinsing Gold Property of which \$0.41 million was spent on the Selinsing depth and \$0.08 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 in to production and are recorded under Properties, Plant and Equipment.

During nine month period of fiscal 2015 mineral property costs of \$2.25 million were transferred to Property, Plant and Equipment, as the Company began to mine the Buffalo Reef North area, consisting of \$0.85 million for acquisition and \$1.40 million for exploration; and total exploration expenditure of \$3.34 million was incurred at the Buffalo Reef prospect comprised of \$0.38 million in assaying, \$0.62 million in drilling, \$0.49 million in geological work, \$0.46 million in metallurgical work, \$0.87 million in site activities, relating metallurgical drilling and exploration at Buffalo Reef South, Central and North. Additionally, \$0.51 million relates to asset retirement obligations and \$0.02 million in property fees. Mineral property costs of \$2.25 million were also transferred during the period to Buffalo Reef production under Property, Plant and Equipment, as the Company began to mine the Buffalo Reef North area.

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 due to the priority focus on Buffalo Reef.

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.

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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. The acquisition has been accounted for as an asset acquisition. The net identifiable assets acquired at cost of \$14.89 million include \$13.71 million (AUD\$15 million) cash consideration, \$1.18 million transaction costs, and asset retirement obligations of \$0.60 million for Burnakura and \$0.75 million for Gabanintha:

	Total \$
Mineral properties	11,995
Plant and equipment	4,243
Asset retirement obligation (Note 18)	(1,345)
	14,893

During the nine months ended March 31, 2015, total exploration expenditure of \$4.15 million was incurred at the Burnakura and Gabanintha properties comprised of \$0.54 million in assaying, \$0.72 million in drilling, \$1.41 million in geological work, \$0.27 million in metallurgical work, \$0.95 million in site activities, \$0.02 million related to asset retirement obligations and \$0.25 million in property fees.

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.

The total consideration for Tuckanarra was \$3.04 million comprised of \$1.75 million (AUD\$ 2.0 million) in cash, and 10 million fully paid Monument common shares at a price of CAD\$0.25 per share for aggregate total of \$2.46 million (CAD\$2.50 million), which is revalued according to under IFRS 2 "Share-based Payments" at a market price on closing date of \$0.115 per share in the amount of \$1.02 million. Related transaction costs totaling \$0.27 million consisting \$0.11 million on due diligence and \$0.16 million on stamp duties are also included into to total acquisition cost in the following table:

	Total \$
Cash	1,750
Share issued for Tuckanarra Gold Project	1,019
Due diligence costs	270
	3,039

e) Mengapur project

The carrying values of \$107.52 million as of March 31, 2015 was comprised of aggregate acquisition costs of \$89.04 million and development costs since of \$18.48 million, of which \$2.43 million was incurred during the nine months ended March 31, 2015.

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 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 with all costs recovered in full.

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During nine month period ended March 31, 2015, the Company was informed that PLSB has taken over ZCM's engagement. During the third quarter of fiscal 2015, PLSB has ceased its iron ore operation and has owed CASB the proceeds from sales of Iron ore materials in the amount of \$1.66 million The Company has sent notification to PLSB for collection.

Area C stockpile acquisition and profit sharing arrangement

In February 2014, the Company entered into an arrangement that pertains to Area C of the Mengapur project and confirms Monument's right to access, extract, process and sell the oxide magnetite materials from Area C overburden. In addition, the Company acquired approximately 1.2 million tonnes of stockpiled iron oxide soils at Area C, intended to be used as initial inventory for iron oxide production. The decision to proceed with recovering the iron oxide to concentrate will depend on the prevailing market prices for iron products and it is currently on hold. Consideration for the Area C stockpile acquisition and profit sharing arrangement had an aggregated value of \$7.35 million (CAD\$8.00 million) (Note 19 (b)).

f) 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 its test work.

The carrying value of \$11.13 million as of March 31, 2015 was comprised of aggregate acquisition costs of \$3.68 million and development costs since of \$7.45 million, of which \$0.13 million was incurred during the nine months ended March 31, 2015.

11. Intangible Asset

On February 6, 2015, pursuant to 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 19 (b)) for aggregated deemed value of C\$3.25 million, which has been re-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 represents total transaction costs including \$0.14 million incurred in due diligence that was recorded in Intangible assets, against share capital:

	Total
	\$
Share issued for Intec License	1,118
Due diligence costs	139
	1,257

The planned development is a four-stage program which will be tested by Monument using its Selinsing Gold Processing plant through replication of Intec laboratory metallurgical test work and scale up the test work through a pilot plant, a demonstration plant to a pre-commercialization plant upon success of each staged test work. The related test work expenditure has been included under Construction in progress (Note 9).

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 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.

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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.

	March 31, 2015	June 30, 2014
	\$	\$
Total equity attributable to shareholders	237,962	227,619
Total borrowings	-	-
	237,962	227,619
Less: cash and cash equivalents	(27,968)	(24,734)
Total capital	209,994	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:

		March 31, 2015	June 30, 2014
	Derivative instruments at FVTPL	\$	\$
Financial instrument – assets			
Investment in marketable securities	Level 1	275	-
Financial instrument – liabilities			
Derivative warrant liabilities	Level 2	-	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.

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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 000's, US dollar equivalent)	March 31, 2015			June 30, 2014		
	\$	\$	\$	\$	\$	\$
	AUD	RM	CAD	AUD	RM	CAD
Financial instrument – assets						
Cash and cash equivalents	601	558	2,221	528	1,771	7,264
Restricted cash	-	388	-	-	208	-
Trade and other receivable	140	1,726	36	97	4,398	34
Investment in marketable securities	275	-	-	-	-	-
Financial instruments – liabilities						
Accounts payable and accrued liabilities	(1,012)	(5,525)	(257)	(1,278)	(8,486)	(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 March 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 \$0.01 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 \$0.01million (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 \$nil (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 March 31, 2015 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 \$11.14 million (June 30, 2014: \$2.41 million) is held with a Malaysian financial institution, \$0.60 million with an Australian financial institution (June 30, 2014: \$0.50 million) and \$16.22 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

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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 March 31, 2015.

	March 31, 2015		June 30, 2014	
	\$	\$	\$	\$
	Current <1 year	Non-Current 1-3 years	Current <1 year	Non-Current 1-3 years
Non derivative liabilities				
Accounts payable and accrued liabilities	6,791	-	10,114	-
Finance lease obligations	238	212	259	452
	7,029	212	10,373	452
Derivative liabilities				
Warrants	-	-	-	95
	-	-	-	95

14. Accounts Payable and Accrued Liabilities

	March 31, 2015	June 30, 2014
	\$	\$
Trade payables	4,639	5,371
Salaries and benefits payable	265	155
Other payable	1,887	4,588
	6,791	10,114

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, including, amounts due the owner of top soils at Mengapur Area A and Area B from sales of oxide iron ore, net of associated royalties and the Company's operation expenditure as operator and leaseholder.

15. Finance Lease Obligations

	March 31, 2015	June 30, 2014
	\$	\$
Current Liabilities		
Finance Lease	238	259
	238	259
Non-current Liabilities		
Finance Lease	212	452
	450	711

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 Malaysia operations.

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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:

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

17. Derivative Liabilities

	December 31, 2014	June 30, 2014
	\$	\$
Derivative Liabilities		
Derivative warrant liability – gold forward sale contract (a)	-	19
Derivative warrant liability - convertible units (b)	-	76
	-	95

A summary of the terms and assumptions for derivative warrant liabilities for the period ended March 31, 2015 and the year ended June 30, 2014 are set out below:

	March 31, 2015	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%

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 March 31, 2015 and the year ended June 30, 2014 are set out below:

	March 31, 2015		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	-	(19)	-	(145)
Closing balance	5,000,000	-	5,000,000	19

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b) Derivative warrant liability – Convertible Notes

A summary of the changes in derivative warrant liability in conjunction with Convertible units for the period ended March 31, 2015 and the year ended June 30, 2014 are set out below:

	March 31, 2015		June 30, 2014	
	Units	Fair Value	Units	Fair Value
Opening balance	20,000,000	76	20,000,000	658
Issued from exercise of convertible units (Note 14)	-	-	-	-
Fair value re-measured during the year	-	(76)	-	(582)
Closing balance	20,000,000	-	20,000,000	76

18. 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 \$14.28 million (June 30, 2014: \$15.94 million), comprised of \$13.12 million for Malaysia projects (June 30, 2014: \$14.50 million) and \$1.16 million for the Murchison Gold Project in Australia (June 30, 2014: \$1.44 million). The obligations are expected to be settled over the next four to twelve years.

As at March 31, 2015 the present value of the Company's ARO was \$10.64 million (June 30, 2014: \$11.54 million), comprised of \$9.52 million for Malaysia projects (June 30, 2014: \$10.19 million) using a pre-tax risk-free rate of 3.96% (June 30, 2014: 4.04%) and an inflation rate of 0.10% (June 30, 2014: 3.30%) and \$1.12 million (June 30, 2014: \$1.35 million) for the Murchison Gold Project using a pre-tax risk-free rate of 2.25% (June 30, 2014: 2.50%) and an inflation rate of 1.70% (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:

	March 31, 2015		June 30, 2014	
		\$		\$
Opening Balance		11,536		5,324
Additions		498		6,914
Accretion expense		322		133
Reclamation performed		(146)		-
Reassessment of liabilities		114		(750)
Foreign exchange		(1,685)		(85)
Closing Balance		10,639		11,536

For the nine months ended March 31, 2015, ARO decreased by \$0.90 million from \$11.54 million to \$10.64 million. The decrease mainly resulted from foreign exchange gain of \$1.68 million (June 30, 2014: \$0.09 million) and reclamation work performed of \$0.15 million (June 30, 2014: \$nil). The decrease to the ARO balance was offset by an increase to additions of \$0.50 million (June 30, 2014: \$6.91 million increase), reassessment of the liability of \$0.11 million (June 30, 2014: \$0.75 million) and accretion expense of \$0.32 million (June 30, 2014: \$0.13 million).

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.

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19. Share Capital

a) Authorized

Unlimited common shares without par value.

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, net of cost (i)	25,000,000	7,201
Balance, June 30, 2014	300,218,030	115,895
Issued for Tuckanarra Gold Project, net of cost (ii)	10,000,000	1,012
Issued for Intec Project, net of cost (iii)	14,000,000	1,108
Balance, March 31, 2015	324,218,030	118,015

- 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.

- ii. 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 share issuance cost of \$1.01 million includes 14 million shares valued at market on closing date for \$1.02 million (note 10(d)), offset by share issue cost of \$0.01 million.

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

- iii. 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 market on closing date for \$1.12 million (Note 11), offset by share issue cost of \$0.01 million.

The shares have been placed in escrow and the earned shares by achieving certain milestones will be released on completion of the final stage of the Intec trial test work, or termination of the Head Agreement whichever comes first. 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.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

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

20. Capital Reserves

	March 31, 2015	June 30, 2014
	\$	\$
Warrants (a)	2,612	2,612
Options (b)(c)	10,309	10,291
	12,921	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 March 31, 2015 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	-	-	-	(95)
Balance, March 31, 2015	5,000,000	20,000,000	25,000,000	-

* Expiring on August 11, 2015

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 March 31, 2015, a total of 18,072,705 common shares are available for future grant under the New Plan.

	Number of common shares under option plan	Weighted average exercise price CAD\$	Total \$
Balance, June 30, 2013	21,175,501	0.41	6,893
Granted	13,865,501	0.33	3,543
Exercised	(160,000)	0.25	(21)
Forfeited/expired	(15,665,501)	0.41	(124)
Balance, June 30, 2014	19,215,501	0.35	10,291
Granted	-	-	25
Forfeited/expired	(100,000)	0.37	(7)
Balance, March 31, 2015	19,115,501	\$0.35	10,309

During the nine months ended March 31, 2015, 100,000 stock options had forfeited. 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:

	March 31, 2015	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%

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The following table summarizes the stock options outstanding at March 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\$
0.30	500,000	10-Jun-15	0.19	500,000	0.30
0.42	3,000,000	29-Sep-15	0.50	3,000,000	0.42
0.68	20,000	27-Jan-16	0.83	20,000	0.68
0.61	150,000	29-Aug-16	1.42	150,000	0.61
0.42	1,000,000	11-Jan-17	1.79	1,000,000	0.42
0.45	150,000	7-Mar-17	1.94	180,000	0.45
0.455	500,000	9-Oct-17	2.53	250,000	0.46
0.33	350,000	4-Sep-18	3.43	175,000	0.33
0.33	13,445,501	4-Sep-23	8.44	13,445,501	0.33
	19,115,501		6.27	18,720,501	0.35

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	3,115,000	0.50
Expired	(3,115,000)	0.50
Balance, March 31, 2015	-	-

On February 12, 2015 and March 6, 2015, 2,100,000 and 1,015,000 Agent options expired, respectively.

d) Share repurchase obligation

In Q3 fiscal 2014, the Company settled the share repurchase obligation where the holder of 2,500,000 converted shares has agreed to forbear from exercising its rights with respect to the Repurchase Obligation in consideration for a payment of \$0.5 million. This agreement resulted in de-recognition of the share repurchase obligation. In addition, the Company has also settled the put option in dispute with the former note holder who held 17,500,000 converted shares where the holder has agreed to waive their claim of the put option in consideration for a payment of \$2.70 million. These rights were previously disputed due to an alleged breach of the early retirement agreement.

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

21. Production Costs

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Mining	2,150	2,296	6,458	5,764
Processing	2,882	3,417	8,672	8,919
Royalties	666	504	1,761	1,885
Operations, net of silver recovery	17	31	41	51
	5,715	6,248	16,932	16,619
Accretion of asset retirement obligation	48	35	144	101
Depreciation and amortization	1,933	2,523	5,993	6,563
	7,696	8,806	23,069	23,283

Production costs during the quarter ended March 31, 2015 are \$7.70 million (Q3 Fiscal 2014: \$8.81 million). For the nine months ended March 31, 2015, production costs are \$23.07 million (Q3 Fiscal 2014: \$23.28 million).

22. Corporate Expenses

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Office and general expenses	79	123	194	315
Rent & utilities	34	25	104	77
Salaries & wages	330	513	1,030	1,581
Share-based compensation	2	27	11	3,423
Legal, accounting and audit	383	737	1,131	1,779
Shareholders communication	81	398	172	477
Travel	114	131	278	393
Regulatory compliance and filing	18	66	61	93
Project investigation	30	6	331	136
Amortization	27	31	93	93
	1,098	2,057	3,405	8,367

23. Earnings Per Share

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

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
Net income/(loss) for the period	\$ 3,622	\$ (967)	\$ 8,205	\$ 2,226
Basic weighted average number of common shares outstanding	310,218,030	289,915,586	305,291,023	279,950,658
Effect of dilutive securities:				
Options	-	24,297	-	11,350
Diluted weighted average number of common share outstanding	310,218,030	289,939,883	305,291,023	279,962,008
Basic earnings/(loss) per share	\$ 0.01	\$ (0.00)	\$ 0.03	\$ 0.01
Diluted earnings/(loss) per share	\$ 0.01	\$ (0.00)	\$ 0.03	\$ 0.01

All warrants and options are potentially dilutive in the three and nine months ended March 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.

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As at March 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 un-earned shares upon termination will be returned to treasury (Note 19 (b)(iii)).

24. Related Party Transactions

a) Entities with directors in common

Balances with related parties as at March 31, 2015 and June 30, 2014 and the transactions which have been entered into with related parties during the three and nine months ended March 31, 2015 and 2014:

	March 31, 2015	June 30, 2014
	\$	\$
Veris Gold Corp. (formerly Yukon Nevada Gold Corp.)		
Payable balance	(733)	(552)
Queenstake Resources USA, Ltd		
Gold forward purchase (Note 8)	-	6,600
Loan receivable (Note 8)	7,062	-
Net balance	6,329	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.

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Veris Gold Corp. (formerly Yukon Nevada Gold Corp.), a company with directors in common				
Reimbursement of expenses to related party	18	128	130	411
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:

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Salaries and directors' fees	288	301	1,033	977
Share-based payments	-	10	9	3,442
	288	311	1,042	4,419

25. Commitments and Contingencies

	2015*	2016	2017	2018	2019	Total
	\$	\$	\$	\$	\$	\$
Operating leases	38	59	44	4	-	145
Purchase commitments	1,162	71	13	-	-	1,246
Mineral property fees	30	150	150	146	140	616
Gold forward settlement (Note 16)	-	3,943	-	-	-	3,943
	1,230	4,223	207	150	140	5,950

Operating leases are for premises and purchase commitments are primarily for mining operations.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

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

26. Supplemental Cash Flow Information

	Three months ended March 31,		Nine months ended March 31,	
	2015	2014	2015	2014
	\$	\$	\$	\$
Interest received	4	243	70	689
Income taxes paid	-	-	(1)	-
Non-cash working capital, financing and investing activities:				
Share-based compensation charged to mineral properties	1	5	7	13
Gold forward purchase agreement penalty interest	-	-	-	450
Amortization charged to mineral properties	241	182	757	450
Amortization inherent in inventory	(911)	1,157	3,577	4,079
Expenditures on mineral properties in accounts payable	(1,958)	(380)	404	1,581
Plant and equipment costs included in accounts payable	(99)	(67)	22	381
Fair value of exercise of stock options and warrants	-	10	-	21
Shares issued pursuant to acquisition of mineral properties	1,019	11,534	1,019	11,534

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 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.

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

March 31, 2015	Mine Operations	Exploration and Evaluation	Corporate	Total
	\$	\$	\$	\$
Balance Sheet				
Current assets	36,895	4,556	2,610	44,061
Property, plant and equipment	26,432	14,228	17	40,677
Exploration and evaluation	-	172,659	-	172,659
Total assets	64,848	191,445	3,900	260,193
Total liabilities	8,783	10,017	3,431	22,231
June 30, 2014	Mine Operations	Exploration and Evaluation	Corporate	Total
	\$	\$	\$	\$
Balance Sheet				
Current assets	4,937	20,576	21,908	47,421
Property, plant and equipment	4,313	36,254	77	40,644
Exploration and evaluation	13,265	148,081	-	161,346
Total assets	22,516	210,214	21,985	254,715
Total liabilities	6,843	16,444	3,809	27,096

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

For the three month period ended March 31, 2015	Mine Operations	Exploration and Evaluation	Corporate	Total
	\$	\$	\$	\$
Income Statement				
Revenue	12,459	-	-	12,459
Depreciation and amortization	(1,933)	(241)	(27)	(2,201)
Profit/(loss) from operations	4,762	-	(1,140)	3,622
For the three month period ended March 31, 2014	Mine Operations	Exploration and Evaluation	Corporate	Total
	\$	\$	\$	\$
Income Statement				
Revenue	12,094	-	-	12,094
Depreciation and amortization	(2,523)	(26)	(4)	(2,554)
Profit/(loss) from operations	3,233	-	(4,200)	(967)
For the nine month period ended March 31, 2015	Mine Operations	Exploration and Evaluation	Corporate	Total
	\$	\$	\$	\$
Income Statement				
Revenue	34,468	-	-	34,468
Depreciation and amortization	(5,993)	(757)	(93)	(6,843)
Profit/(loss) from operations	11,397	-	(3,192)	8,205
For the nine month period ended March 31, 2014	Mine Operations	Exploration and Evaluation	Corporate	Total
	\$	\$	\$	\$
Income Statement				
Revenue	36,436	-	-	36,436
Depreciation and amortization	(6,563)	(78)	(15)	(6,656)
Profit/(loss) from operations	13,153	-	(10,927)	2,226

b) Geographic segments

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

March 31, 2015	Australia	Malaysia	Canada	Total
	\$	\$	\$	\$
Balance Sheet				
Current assets	829	40,622	2,610	44,061
Property, plant and equipment	4,327	36,333	17	40,677
Exploration and evaluation	20,458	152,200	-	172,658
Total assets	25,614	230,676	3,901	260,191
Total liabilities	2,103	16,672	3,455	22,230

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(UNAUDITED)

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

June 30, 2014	Australia \$	Malaysia \$	Canada \$	Total \$
Balance Sheet				
Current assets	687	24,826	21,908	47,421
Property, plant and equipment	4,313	36,254	77	40,644
Exploration and evaluation	13,265	148,081	-	161,346
Total assets	18,266	214,464	21,985	254,715
Total liabilities	2,593	20,694	3,809	27,096
Income Statement				
Revenue				
- Australia	-	-	-	-
- Malaysia	12,459	12,094	34,468	36,436
- Canada	-	-	-	-
	12,459	12,094	34,468	36,436

28. Comparative Figures

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

29. Subsequent Events

Murchison Gold Project NI43-101 Technical Report

On April 2, 2015, The Company announced its filing of a technical report describing the mineral resource estimate for the Alliance/New Alliance gold deposit on its Murchison Property in Western Australia. The technical report is available on SEDAR under Monument's profile at www.sedar.com and will also be available on Monument's website at www.monumentmining.com.

Monument Share capital

On May 15, 2015 the Company cancelled 200,000 options, bringing the total outstanding stock options to 18,915,501.