



**ABN 53 090 772 222**

**INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR  
ENDED 31 DECEMBER 2009**

# CORPORATE DIRECTORY

## Directors and Officers

Reginald Gillard  
**Chairman**

Anthony Cunningham  
**Non-Executive Director**

Andrew Philips  
**Non-Executive Director**

Paul Jurman  
**Company Secretary**

## Principal and Registered Office

30 Ledger Road  
Balcatta  
Western Australia 6021

Telephone +61 8 9345 2478  
Facsimile +61 8 9240 2406

## Auditors

RSM Bird Cameron Partners  
8 St George's Terrace  
Perth  
Western Australia 6000

Telephone +61 8 9261 9100  
Facsimile +61 8 9261 9101

## Share Registry

Computershare Investor Services Pty Ltd  
Level 2, 45 St George's Terrace  
Perth  
Western Australia 6000

Telephone +61 1300 557 010  
Facsimile +61 8 9323 2033  
Website [www.computershare.com](http://www.computershare.com)

## ASX Code

Listed on the Australian Stock Exchange under the code LIN and LINOA.

## DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity for the half-year ended 31 December 2009.

### Directors

The directors of the Company during or since the end of the half-year are listed below. All directors were in office for this entire period unless otherwise stated.

#### Name

Mr Reginald Gillard	
Mr Anthony Cunningham	
Mr Andrew Philips	appointed 19 February 2010
Mr Gregory Smith	resigned 19 February 2010
Mr Patrick Flint	resigned 19 February 2010

### Results

The consolidated loss for the half year after tax was \$827,672 (2008: loss of \$546,441).

### Review of Operations

#### *Dinguiraye Platinum (Pt) - Nickel (Ni) – Copper (Cu) Project*

The project, which covers 705 square kilometres consists of 2 licences, one granted in March 2009 and the second in September 2009, is located at the town of Dinguiraye approximately 400km northeast of Conakry in the central part of Guinea. It is readily accessible by the N1 sealed road from Conakry.

Exploration to date has consisted of remote sensing interpretation, soil geochemistry, airborne magnetics, reconnaissance geological mapping and drilling. RC drilling was completed during October / November targeting the Pt, Ni soil geochemical anomalies in Blocks 1, 2 and 3. The drilling completed in Blocks 2 and 3 consisted of 27 RC holes totalling 1,876m. However due to unseasonable rains the proposed drill sites in Block 1 could not be accessed.

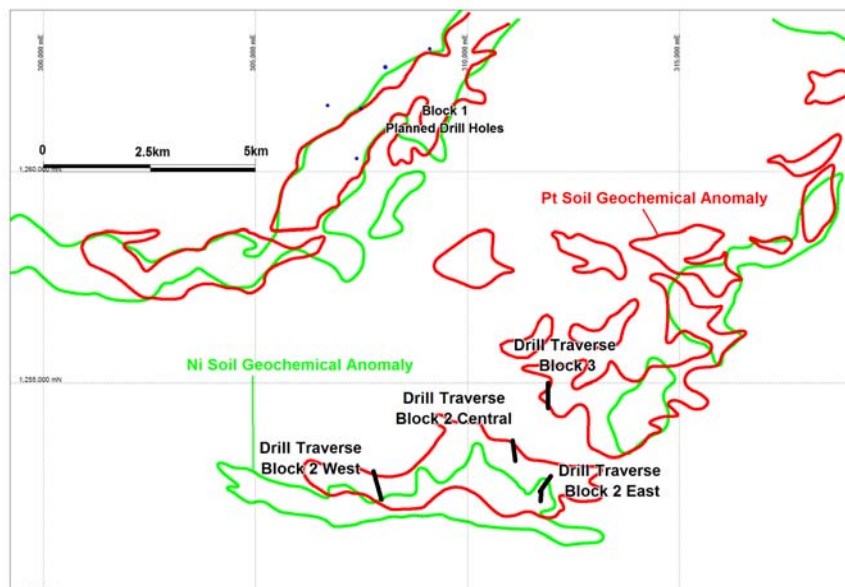


Figure 1 - Dinguiraye Pt, Ni, Co Project – RC Drill Traverses

Results have now been received for all the holes. All holes with the exception of DRC008 contain elevated Pt results starting from or close to surface. Results greater than 250ppb Pt (0.25 g/t) form a blanket averaging 9m thick within the ferruginous laterites (Figure 2). Below this, with the exception of drill traverse Block 2 central occurs a partially coincident Ni / Co horizon defined by Ni results exceeding 1000ppm Ni and Co greater than 500ppm.

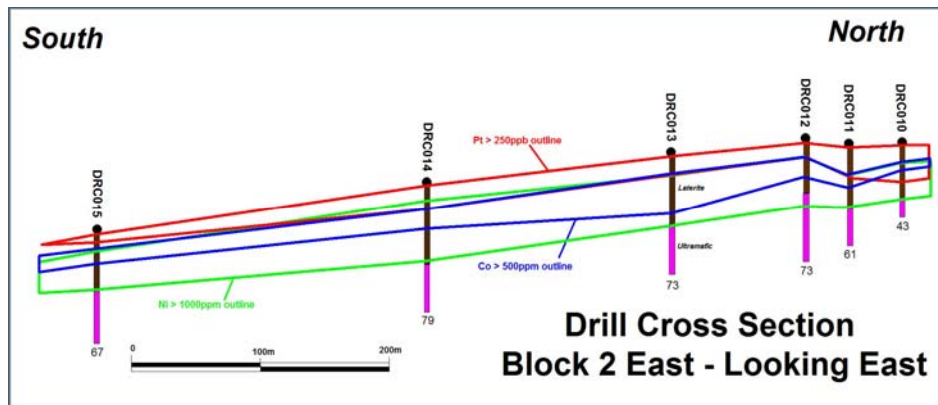


Figure 2 - Dinguiraye Pt, Ni, Co Project – Drill Section Block 2 East

The Company will now review results of detailed exploration work completed to date to determine priority targets for the next stage of the exploration programme.

*Bafwasende Gold and Diamond Project*

The Bafwasende Gold / Diamond Project covers a total area of approximately 7,000 square kilometres and is located 220kms north east of Kisangani, Province Orientale in the north east of the Democratic Republic of Congo (Figure 3).

Under the terms of a joint venture signed by the Company with BRC DiamondCore Ltd (BRC) in April 2008, BRC completed a stream sediment programme during the period. These samples have been dispatched for analysis and results are still outstanding.

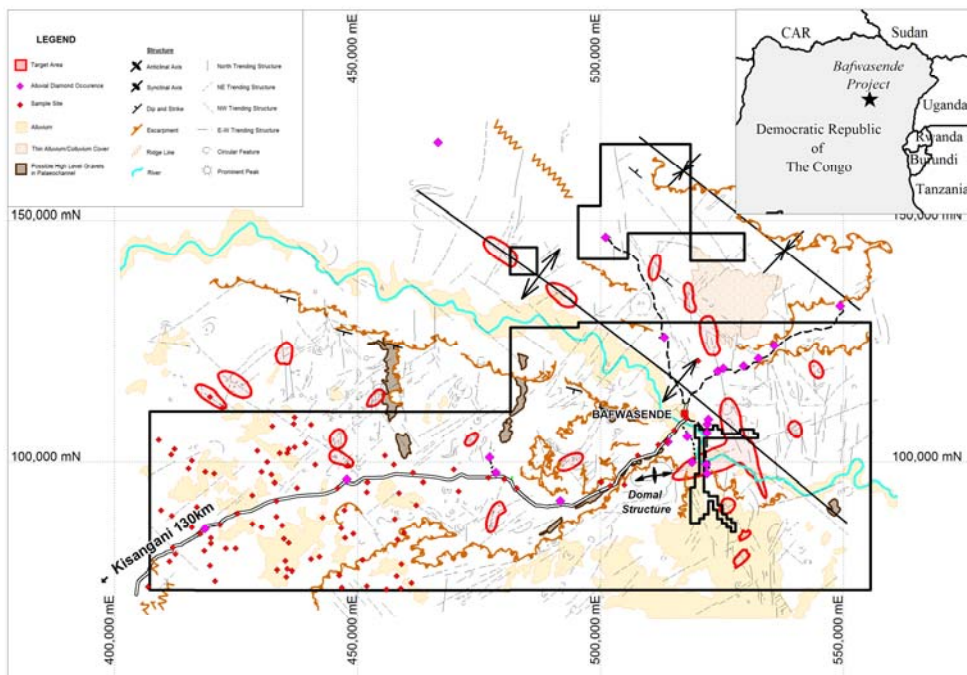


Figure 3 – Bafwasende Project – Interpreted Geology – Sample Location

*Corporate*

In July 2009 the Company completed a fully underwritten, pro-rata (on the basis of one option for every three shares held) non-renounceable entitlement issue of options (at a price of one cent each) to raise approximately \$126,000 before costs. The monies raised were used to contribute to the exploration programme at the Dinguiraye Project.

In October 2009 the Company completed the placement of 5,670,336 shares at 30 cents each to professional and sophisticated investor clients of CPS Securities to raise approximately \$1.7 million before costs. The monies were used to fund the ongoing exploration programme at the Dinguiraye Project, and in particular the initial RC drill programme.

On 19 February 2010 Mr Andrew Philips was appointed as a Non-Executive Director and Mr Greg Smith and Mr Patrick Flint resigned as Directors.

**Auditor's Independence Declaration**

In accordance with section 307C of the Corporations Act 2001, the Directors have obtained a declaration of independence from RSM Bird Cameron Partners, the consolidated entity's auditors. The independence declaration is included at page 4 of the financial report.

Dated at Balcatta on 4 March 2010.

This report is signed in accordance with a resolution of the Board of Directors.



**R N Gillard**  
**Chairman**

*Scientific or technical information in this report has been prepared under the supervision of Mr Greg Smith, a former director of the Company and a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Mr Smith has sufficient experience which is relevant to the style of mineralisation under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Smith consents to the inclusion in this report of the Information, in the form and context in which it appears.*

# RSM Bird Cameron Partners

Chartered Accountants

8 St Georges Terrace Perth WA 6000  
GPO Box R1253 Perth WA 6844  
T +61 8 9261 9100 F +61 8 9261 9101  
www.rsmi.com.au

## AUDITOR'S INDEPENDENCE DECLARATION

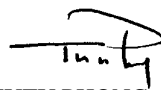
As lead auditor for the review of the financial report of Lindian Resources Ltd for the half-year ended 31 December 2009, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

This declaration is in respect of Lindian Resources Ltd and the entities it controlled during the period.

*Rsm Bird Cameron Partners*

RSM BIRD CAMERON PARTNERS  
Chartered Accountants



TUTU PHONG  
Partner

Perth, WA  
Dated: 4 March 2010

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Professional Standards  
Legislation

Major Offices in:  
Perth, Sydney, Melbourne,  
Adelaide and Canberra  
ABN 36 965 185 036

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independent member firm of RSM  
International, an affiliation of independent  
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# RSM! Bird Cameron Partners

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## INDEPENDENT AUDITOR'S REVIEW REPORT

### TO THE MEMBERS OF

### LINDIAN RESOURCES LTD

#### *Report on the Half-Year Financial Report*

We have reviewed the accompanying half-year financial report of Lindian Resources Ltd ("the consolidated entity") which comprises the statement of financial position as at 31 December 2009, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, accompanying notes to the financial statements and the directors' declaration. The consolidated entity comprises both Lindian Resources Ltd as the parent entity and the entities it controlled during the half-year.

#### *Directors' Responsibility for the Half-Year Financial Report*

The directors of the consolidated entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### *Auditor's Responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including:

- giving a true and fair view of the consolidated entity's financial position as at 31 December 2009 and its performance for the half-year ended on that date; and
- complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

As the auditor of Lindian Resources Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

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*Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

*Conclusion*

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Lindian Resources Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2009 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

*RSM Bird Cameron Partners*

RSM BIRD CAMERON PARTNERS  
Chartered Accountants



TUTU PHONG  
Partner

Perth, WA  
Dated: 4 March 2010

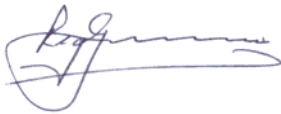
## DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes thereto set out on pages 8 to 15 are in accordance with the Corporations Act 2001, and:
  - (a) comply with Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and
  - (b) giving a true and fair view of the financial position of the consolidated entity as at 31 December 2009 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date.
2. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Dated at Balcatta on 4 March 2010.

This declaration is made in accordance with a resolution of the Board of Directors.



**R N Gillard**  
Chairman

## STATEMENT OF COMPREHENSIVE INCOME

### FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

	Consolidated 31.12.09 \$	Consolidated 31.12.08 \$
Interest revenue	27,939	58,190
<b>Total Revenue</b>	<b>27,939</b>	<b>58,190</b>
Occupancy expenses	(2,200)	(1,100)
Administrative expenses	(168,502)	(149,645)
Doubtful debt expense	(87,000)	-
Employee benefits expense	(98,100)	(237,369)
Exploration expense written off	(493,533)	(204,998)
Depreciation expenses	(5,231)	(13,694)
Foreign exchange (loss) / gain	(1,045)	2,175
<b>Total Expenses</b>	<b>(855,611)</b>	<b>(604,631)</b>
<b>Loss before income tax expense</b>	<b>(827,672)</b>	<b>(546,441)</b>
Income tax expense	-	-
<b>Net loss for the period</b>	<b>(827,672)</b>	<b>(546,441)</b>
<b>Other comprehensive income/(loss)</b>		
Exchange differences on translation of foreign operations	(37,835)	204,272
Income tax relating to components of other comprehensive income	-	-
<b>Other comprehensive income/(loss) for the period</b>	<b>(37,835)</b>	<b>204,272</b>
<b>Total comprehensive loss for the period</b>	<b>(865,507)</b>	<b>(342,169)</b>
Loss for the period attributable to:		
Owners of Lindian Resources Limited	(709,290)	(544,801)
Non-controlling interest	(118,382)	(1,640)
	<b>(827,672)</b>	<b>(546,441)</b>
Total comprehensive loss for the period attributable to:		
Owners of Lindian Resources Limited	(739,558)	(381,383)
Non-controlling interest	(125,949)	39,214
	<b>(865,507)</b>	<b>(342,169)</b>
Basic loss per share (cents per share)	(1.77)	(1.44)

The accompanying notes form part of this interim financial report.

## STATEMENT OF FINANCIAL POSITION

### AS AT 31 DECEMBER 2009

	<b>Consolidated</b>	<b>Consolidated</b>
	<b>31.12.09</b>	<b>30.6.09</b>
	<b>\$</b>	<b>\$</b>
<b>Current Assets</b>		
Cash and cash equivalents	2,498,676	1,514,160
Receivables	24,422	11,514
<b>Total Current Assets</b>	<b>2,523,098</b>	<b>1,525,674</b>
<b>Non-Current Assets</b>		
Other financial assets	-	99,404
Plant and equipment	8,531	10,737
Mineral interest acquisition, exploration and development expenditure	735,111	798,365
<b>Total Non-Current Assets</b>	<b>743,642</b>	<b>908,506</b>
<b>Total Assets</b>	<b>3,266,740</b>	<b>2,434,180</b>
<b>Current Liabilities</b>		
Payables	143,923	154,205
<b>Total Current Liabilities</b>	<b>143,923</b>	<b>154,205</b>
<b>Total Liabilities</b>	<b>143,923</b>	<b>154,205</b>
<b>Net Assets</b>	<b>3,122,817</b>	<b>2,279,975</b>
<b>Equity</b>		
Issued capital	13,637,134	12,059,878
Option premium reserve	1,261,293	1,130,200
Foreign currency translation reserve	19,946	57,781
Accumulated losses	(11,692,457)	(10,983,167)
<b>Capital and Reserves attributable to equity holders of Lindian Resources Ltd</b>	<b>3,225,916</b>	<b>2,264,692</b>
Non-controlling interest	(103,099)	15,283
<b>Total Equity</b>	<b>3,122,817</b>	<b>2,279,975</b>

The accompanying notes form part of this interim financial report.

## STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

### Consolidated

	Issued Capital	Accumulated Losses	Option Premium Reserve	Foreign Currency Translation Reserve	Non- controlling Interest	Total Equity
	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2008</b>	12,063,317	(9,793,480)	1,130,200	(29,110)	42,370	3,413,297
Loss attributable to members of the parent entity	-	(544,801)	-	-	(1,640)	(546,441)
Currency translation differences	-	-	-	204,272	-	204,272
<b>Total comprehensive loss for the period</b>	-	(544,801)	-	204,272	(1,640)	(342,169)
<b>Balance at 31 December 2008</b>	<b>12,063,317</b>	<b>(10,338,281)</b>	<b>1,130,200</b>	<b>175,162</b>	<b>40,730</b>	<b>3,071,128</b>
<b>Balance at 1 July 2009</b>	12,059,878	(10,983,167)	1,130,200	57,781	15,283	2,279,975
Loss attributable to members of the parent entity	-	(709,290)	-	-	(118,382)	(827,672)
Currency translation differences	-	-	-	(37,835)	-	(37,835)
<b>Total comprehensive loss for the period</b>	-	(709,290)	-	(37,835)	(118,382)	(865,507)
Shares issued during the year	1,719,879	-	-	-	-	1,719,879
Share issue expenses during the period	(142,623)	-	-	-	-	(142,623)
Fair value of options issued	-	-	131,093	-	-	131,093
<b>Balance at 31 December 2009</b>	<b>13,637,134</b>	<b>(11,692,457)</b>	<b>1,261,293</b>	<b>19,946</b>	<b>(103,099)</b>	<b>3,122,817</b>

The accompanying notes form part of this interim financial report.

## STATEMENT OF CASH FLOWS

### FOR THE HALF-YEAR ENDED 31 DECEMBER 2009

	<b>Consolidated</b>	<b>Consolidated</b>
	<b>31.12.09</b>	<b>31.12.08</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	(239,155)	(350,578)
Interest received	18,575	58,190
<b>Net cash used in operating activities</b>	<b>(220,580)</b>	<b>(292,388)</b>
<b>Cash flows from investing activities</b>		
Exploration expenditure	(500,613)	(279,805)
Acquisition of plant and equipment	(3,025)	-
<b>Net cash used in investing activities</b>	<b>(503,638)</b>	<b>(279,805)</b>
<b>Cash flows from financing activities</b>		
Issue of shares	1,719,879	-
Issue of options	126,093	-
Share issue expenses	(136,193)	-
<b>Net cash inflow from financing activities</b>	<b>1,709,779</b>	<b>-</b>
<b>Net increase / (decrease) in cash held</b>	<b>985,561</b>	<b>(572,193)</b>
Cash at the beginning of the financial period	1,514,160	2,428,436
Net foreign exchange differences	(1,045)	3,783
<b>Cash at the end of the financial period</b>	<b>2,498,676</b>	<b>1,860,026</b>

The accompanying notes form part of this interim financial report.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009****NOTE 1. BASIS OF PREPARATION OF HALF-YEAR FINANCIAL STATEMENTS**

The half-year financial report is a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standard AASB 134: Interim Financial Reporting, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

The half-year financial report should be read in conjunction with the Annual Financial Report of Lindian Resources Limited as at 30 June 2009. It is also recommended that the half-year financial report be considered together with any public announcements made by Lindian Resources Limited and Controlled Entities during the half-year ended 31 December 2009 in accordance with the continuous disclosure obligations arising under the *Corporations Act 2001*.

The financial report covers the consolidated entity of Lindian Resources Limited and controlled entities. Lindian Resources Limited is a listed public company domiciled in Australia.

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

The half-year financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the consolidated entity as the full financial report.

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

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in Lindian Resources Limited's Annual Financial Report for the year ended 30 June 2009 except for:

**(a) Change in accounting policies**

The consolidated entity has adopted the following new and revised Australian Accounting Standards issued by the AASB which are mandatory to apply to the current interim period. Disclosures required by these Standards that are deemed material have been included in this financial report on the basis that they represent a significant change in information from that previously made available.

**(i) Presentation of financial statements**

The consolidated entity has applied the revised AASB 101 Presentation of Financial Statements (2007) from 1 January 2009. The revision of this standard now requires the consolidated entity to present all non-owner changes to equity ('comprehensive income') in the statement of comprehensive income. The consolidated entity has presented the income statement and non-owner changes in equity in one statement of comprehensive income. All owner changes in equity are presented separately in the statement of changes in equity.

The presentation requirements have been applied for the entire reporting period and comparative information has been re-presented to also comply with the revised AASB 101.

**(ii) Segment reporting**

The consolidated entity has applied AASB 8 Operating Segments with effect from 1 July 2009. AASB 8 requires the entity to identify operating segments and disclose segment information on the basis of internal reports that are provided to, and reviewed by, the chief operating decision maker of the consolidated entity to allocate resources and assess performance. In the case of the consolidated entity the chief operating decision maker is the Board of Directors. Operating segments now represent the basis on which the company reports its segment information to the Board on a monthly basis. The change in policy has not resulted in a change to the disclosure presented.

**(iii) Business combinations and consolidation procedures**

Revised AASB 3 *Business Combinations* and AASB 127 *Consolidated and Separate Financial Statements* apply prospectively from 1 July 2009. Changes introduced by these standards which are expected to affect the consolidated entity, include the following:

- Costs incurred that relate to the business combination are expensed instead of comprising part of the goodwill acquired on consolidation;
- Any non-controlling interest (previously known as minority interest) in an acquiree is measured at either fair value or as the non-controlling interest's proportionate share of net identifiable assets of the acquiree;
- The acquirer is prohibited from recognising contingent liabilities of the acquiree at acquisition date that do not meet the definition of a liability; and
- The proportionate interest in losses attributable to non-controlling interests is assigned to non-controlling interests irrespective of whether this results in a deficit balance. Previously, losses causing a deficit to non-controlling interests were allocated to the parent entity.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

	<b>Consolidated</b>	<b>Consolidated</b>
	<b>31.12.09</b>	<b>30.6.09</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 2. MINERAL INTEREST ACQUISITION EXPLORATION AND DEVELOPMENT EXPENDITURE</b>		
Exploration and evaluation costs (including acquisition costs) carried forward		
Balance at the beginning of the period	798,365	875,703
Purchase price for mineral interests	31,165	-
Expenditure incurred during the period	428,828	592,068
Costs written-off	(493,533)	(740,982)
Translation difference movement	(29,714)	71,576
Carried forward	<u>735,111</u>	<u>798,365</u>

The expenditure above relates principally to the exploration and evaluation phase. The ultimate recoupment of this expenditure is dependent upon the successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

**NOTE 3. CONTRIBUTED EQUITY**

**(a) Issued and paid up share capital**

Ordinary shares, fully paid	13,637,134	12,059,878
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***Movements in Ordinary shares***

	<b>No of Shares</b>	<b>Paid Up Capital</b>
		<b>\$</b>
Balance – 1 July 2009	37,828,022	12,059,878
Placement of shares at \$0.30	5,670,336	1,701,101
Issues of shares due to exercise of options	80,115	18,778
Share issue costs	-	(142,623)
Balance – 31 December 2009	<u>43,578,473</u>	<u>13,637,134</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

**(b) Share Options**

Options to take up ordinary shares in the capital of the Company have been granted as follows

Exercise Period	Note	Exercise Price	Opening Balance	Options Issued	Options Exercised/ Cancelled/ Expired	Closing Balance
			1 July 2009 Number	2009 Number	2009 Number	31 December 2009 Number
On or before 31 December 2010		\$0.20	495,000	-	-	495,000
On or before 1 July 2011		\$0.20	1,000,000	-	-	1,000,000
On or before 15 September 2009	(i)	\$0.30	3,000,000	-	(3,000,000)	-
On or before 31 December 2009	(ii)	\$0.30	17,381,879	500,000	(17,881,879)	-
On or before 30 September 2010		\$0.30	200,000	-	-	200,000
On or before 30 September 2010		\$0.35	350,000	-	-	350,000
On or before 31 December 2011		\$0.30	500,000	-	-	500,000
On or before 31 December 2011	(iii)	\$0.15	-	12,609,341	(35,034)	12,574,307
			<u>22,926,879</u>	<u>13,109,341</u>	<u>(20,916,913)</u>	<u>15,119,307</u>

(i) 3,000,000 options exercisable at 30 cents expired on 15 September 2009.

(ii) 500,000 options were issued to CPS Securities Pty Ltd as part of the share placement fee for the completion of a share placement in October 2009. 45,081 options were exercised during the period and 17,836,798 options expired during the period.

(iii) 12,609,341 options were issued pursuant to a fully underwritten, pro-rata (on the basis of one option for every three shares held) non-renounceable entitlement issue of options (at a price of one cent each). 35,034 options were exercised during the period.

	31.12.09 \$	30.6.09 \$
<b>NOTE 4. OPTION PREMIUM RESERVE</b>		
Option Premium Reserve	1,261,293	1,130,200
<b>Movement in share option reserve</b>	<b>No of Options</b>	<b>\$</b>
Balance – 1 July 2009	22,926,879	1,130,200
Fair value of 500,000 options issued to CPS Securities Pty Ltd (at 30 cents each)	500,000	5,000
12,609,341 options issued at 1 cent each	12,609,341	126,093
Number of options exercised	(80,115)	-
Number of options expired	(20,836,798)	-
Balance – 31 December 2009	<u>15,119,307</u>	<u>1,261,293</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2009**

**NOTE 5. SEGMENT REPORTING**

The directors have considered the requirements of AASB 8 – Operating Segments and the internal reports that are reviewed by the chief operating decision maker (the Board) in allocating resources and have concluded during the half-year, Lindian Resources Limited operated in the mineral exploration industry within the geographical segments, Australia, Guinea and the Democratic Republic of Congo.

Geographical Segments

	Australia		Guinea		Democratic Republic of Congo		Consolidated	
	2009	2008	2009	2008	2009	2008	2009	2008
	\$	\$	\$	\$	\$	\$	\$	\$
Operating revenue								
Other revenue	27,939	58,190	-	-	-	-	27,939	58,190
Total revenue	<u>27,939</u>	<u>58,190</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,939</u>	<u>58,190</u>
Segment result	<u>(235,183)</u>	<u>(538,238)</u>	<u>(580)</u>	<u>-</u>	<u>(591,909)</u>	<u>(8,203)</u>	<u>(827,672)</u>	<u>(546,441)</u>
Consolidated entity operating loss							<u>(827,672)</u>	<u>(546,441)</u>
Segment assets	<u>2,530,886</u>	<u>2,322,971</u>	<u>735,854</u>	<u>75,943</u>	<u>-</u>	<u>754,014</u>	<u>3,266,740</u>	<u>3,152,928</u>

**NOTE 6. CONTINGENT LIABILITIES**

There were no contingent liabilities not provided for in the financial statements at 31 December 2009.

**NOTE 7. EVENTS SUBSEQUENT TO REPORTING DATE**

Other than the matters referred to below, there are no matters or circumstances that have arisen since 31 December 2009 that have or may significantly affect the operations, results, or state of affairs of the consolidated entity in future financial periods.

On 19 February 2010 Mr Andrew Philips was appointed as a Non-Executive Director and Mr Greg Smith and Mr Patrick Flint resigned as Directors.