

GREENVALE MINING N.L.

A.B.N. 54 000 743 555

INTERIM REPORT HALF YEAR ENDING 31 DECEMBER 2011

This half-year financial report is to be read in conjunction with the financial report for the year ended 30 June 2011.

CONTENTS

Corporate Directory	2
Directors' Report	3
Auditor's Independence Declaration	4
Condensed Statement of Comprehensive Income	5
Condensed Statement of Financial Position	6
Condensed Statement of Changes in Equity	7
Condensed Statement of Cash Flows	8
Notes to the Financial Statements	9
Directors' Declaration	12
Independent Auditor's Review Report	13

DIRECTORS

Elias Khouri (Non-Executive Chairman)
Gabriel Lorentz (Non-Executive Director)
Joseph Obeid (Non-Executive Director)

COMPANY SECRETARY

Winton Willesee

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AUDITORS

RSM Bird Cameron Partners
Level 12, 60 Castlereagh Street
Sydney NSW 2000

DIRECTORS REPORT

Your directors submit the financial report of Greenvale Mining NL for the half-year ended 31 December 2011.

DIRECTORS

The names of directors who held office during or since the end of the half-year are:

Elias Khouri (Non-Executive Chairman)
Gabriel Lorentz (Non-Executive Director)
Joseph Obeid (Non-Executive Director)

REVIEW OF OPERATIONS

During the period the Company continued to explore for minerals and review technologies for the processing of oil shale.

On 23 February 2012, the Company announced that the project with its joint venture partner in its oil shale projects, Esperance Minerals Limited, to consolidate the ownership of their jointly owned oil shale projects into Greenvale Mining NL has been completed and the consideration shares to Esperance Minerals Limited shareholders have been issued and allotted.

AUDITORS DECLARATION

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 4 for the half-year ended 31 December 2011.

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



Joseph Obeid
Director
Dated this 14th day of March 2012

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Greenvale Mining N.L. for the half year ended 31 December 2011, 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.

RSM Bird Cameron

RSM BIRD CAMERON PARTNERS
Chartered Accountants



W E BEAUMAN
Partner

Sydney

Dated: 14 March 2012

GREENVALE MINING N.L.
A.B.N. 54 000 743 555

CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2011

	Note	Half Year Ended 31 Dec 2011 \$	Half Year Ended 31 Dec 2010 \$
Interest Income	2	10,096	7,710
TOTAL REVENUE		<u>10,096</u>	<u>7,710</u>
Accounting and related fees		(37,323)	(31,985)
Directors		(74,075)	(62,114)
Employees, Consultants and Advisers		(108,758)	(54,000)
ASX Listing and Associated Costs		(28,678)	(21,117)
Interest expenses		-	(29,051)
Equity based payments		(212,645)	-
Other		(30,529)	(50,246)
TOTAL EXPENSES		<u>(492,008)</u>	<u>(248,513)</u>
PROFIT BEFORE INCOME TAX		<u>(481,912)</u>	<u>(240,803)</u>
Income tax		-	-
PROFIT AFTER INCOME TAX		<u>(481,912)</u>	<u>(240,803)</u>
Other Comprehensive income		-	58,887
Total Comprehensive income		<u>(481,912)</u>	<u>(181,916)</u>
Basic loss per share (cents)		(1.14)	(0.64)

The Statement of Comprehensive Income is to be read in conjunction
with the attached notes to the financial statements

GREENVALE MINING N.L.
A.B.N. 54 000 743 555

CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011

	Note	31 December 2011 \$	30 June 2011 \$
CURRENT ASSETS			
Cash and cash equivalents		231,708	474,089
Receivables		55,738	54,963
TOTAL CURRENT ASSETS		<u>287,446</u>	<u>529,052</u>
NON-CURRENT ASSETS			
Intangible assets – Exploration and evaluation expenditure		2,254,785	2,232,382
TOTAL NON-CURRENT ASSETS	2	<u>2,254,785</u>	<u>2,332,382</u>
TOTAL ASSETS		<u>2,542,231</u>	<u>2,761,434</u>
CURRENT LIABILITIES			
Payables		108,381	60,266
TOTAL LIABILITIES		<u>108,381</u>	<u>60,266</u>
NET ASSETS		<u>2,433,850</u>	<u>2,701,168</u>
EQUITY			
Issued capital	5	8,180,635	8,178,686
Reserves		212,645	-
Retained losses		(5,959,430)	(5,477,518)
TOTAL EQUITY		<u>2,433,850</u>	<u>2,701,168</u>

The Statement of Financial Position is to be read in conjunction
with the attached notes to the financial statements

GREENVALE MINING N.L.
A.B.N. 54 000 743 555

**CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2011**

	Issued Capital	Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2011	8,178,686	-	(5,477,518)	2,701,168
Contributing shares converted	75	-	-	75
Share issue costs	1,874	-	-	1,874
Issue of options	-	212,645	-	212,645
Net (loss) for the half year	-	-	(481,912)	(481,912)
Balance at 31 December 2011	<u>8,180,635</u>	<u>212,645</u>	<u>(5,959,430)</u>	<u>2,433,850</u>
Balance at 1 July 2010	<u>6,795,425</u>	<u>7,777</u>	<u>(5,048,208)</u>	<u>1,754,994</u>
Change in fair value of financial assets recognised through reserves	-	58,887	-	58,887
Issue of shares	323,566	-	-	323,566
Applications for share issue	(194,700)	-	-	(194,700)
Net (loss) for the half year	-	-	(240,803)	(240,803)
Balance at 31 December 2010	<u>6,924,291</u>	<u>66,664</u>	<u>(5,289,011)</u>	<u>1,701,944</u>

The Statement of Changes in Equity is to be read in conjunction
with the attached notes to the financial statements

CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2011

	Note	Half Year Ended 31 Dec 2011 \$	Half Year Ended 31 Dec 2010 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Payments to suppliers and employees		(229,511)	(186,827)
Interest received		10,096	7,710
Interest paid		-	(74,327)
NET CASH USED IN OPERATING ACTIVITIES		(219,415)	(253,444)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for exploration expenditure		(22,815)	(21,826)
Loans to other parties		(226)	-
NET CASH USED IN INVESTING ACTIVITIES		(23,041)	(21,826)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		75	128,866
NET CASH USED IN FINANCING ACTIVITIES		75	128,866
Net increase/(decrease) in cash held		(242,381)	(146,404)
Cash at the beginning of the financial year		474,089	383,103
CASH AT THE END OF THE HALF YEAR		231,708	236,699

The statement of cash flows is to be read in conjunction
With the attached notes to the financial statements

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Greenvale Mining N.L. is a company domiciled in Australia. This interim financial report of the Company is for the half year ended 31 December 2011.

STATEMENT OF COMPLIANCE

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 ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with the International Financial Reporting Standards.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

The half-year 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 Company as in the full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2011 and any public announcements made by Greenvale Mining NL during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

Going Concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As disclosed in the financial statements, the company incurred a loss of \$481,912 and had net cash outflows from operating activities of \$219,415 for the half year ended 31 December 2011. The ability of the company to continue as a going concern is dependent on a combination of a number of factors the most significant of which is the ability of the company to raise additional capital in the following 12 months. These factors indicate significant uncertainty as to whether the company will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The Directors believe, after consideration of the above matters, there are reasonable grounds to believe that the company will be able to continue as a going concern, after consideration of the following factors:

- The ability to issue of additional shares under the Corporations Act 2001;
- The availability of a call on partially paid shares on issue; and
- The ability to dispose of non-current assets;

NOTES TO THE FINANCIAL STATEMENTS

Accordingly, the Directors believe that the company will be able to continue as a going concern and that it is appropriate to adopt the going concern basis of accounting in the preparation of the financial report.

This financial report does not contain any adjustments to the amounts or classification of recorded assets or liabilities that might be necessary if the company does not continue as a going concern.

Significant Accounting Judgment and Key Estimates

In the half-year ended 31 December 2011, the Company has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2011.

The Company has also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2011. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change necessary to the Company accounting policies.

2. SEGMENT INFORMATION

This report is based on the Company operating on one segment only. That segment is minerals exploration in Australia. In accordance with AASB 8 *Operating Segments*, a management approach to reporting has been applied. The information presented in the Statement of Comprehensive Income and the Statement of Financial Position reflects the sole operating segment.

	2011	2010
Revenue from external customers	-	-
Interest & other miscellaneous income	8,746	7,710
Total	8,746	7,710
Non-Current assets	2,254,785	2,322,289

The company being in the exploration phase of mining does not have any external customers.

3. EVENTS SUBSEQUENT TO BALANCE DATE

On 23 February 2012, the Company announced that the project with its joint venture partner in its oil shale projects, Esperance Minerals Limited, to consolidate the ownership of their jointly owned oil shale projects into Greenvale Mining NL has been completed and the consideration shares to Esperance Minerals Limited shareholders have been issued and allotted.

Since balance date there are no other items, transactions or events of a material and unusual nature likely, in the opinion of the Directors, to affect significantly, the results of those operations, or the state of affairs of the Company in future financial years

4. CONTINGENT LIABILITIES

There have been no material changes in contingent liabilities since the last reporting date.

5. ISSUED CAPITAL

During the period 500 contributing shares were fully paid up.. There have been no other capital issues during the period.

DIRECTORS' DECLARATION

The directors of the company declare that:

1. the financial statements and notes as set out on pages 5 to 11;
 - (i) comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations; and
 - (ii) give a true and fair view of the economic entity's financial position as at 31 December 2011 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s303(5) of the Corporations Act 2001.



Joseph Obeid
Director

Dated this 14th day of March 2012

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
GREENVALE MINING N.L.

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Greenvale Mining N.L. which comprises the condensed statement of financial position as at 31 December 2011, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

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 a 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 company's financial position as at 31 December 2011 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 Greenvale Mining N.L. 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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Greenvale Mining N.L. would be in the same terms if given to the directors as at the time of this auditor's review report.

RSM Bird Cameron Partners

Chartered Accountants

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 Greenvale Mining N.L. is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2011 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*.

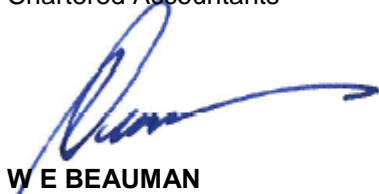
Emphasis of Matter

Without qualifying our conclusion, we draw attention to Note 1 in the financial report which indicates that the company incurred a net loss of \$481,912 and had net cash outflows from operating activities of \$219,415 for the half year ended 31 December 2011. The ability of the company to continue as a going concern is dependent on a combination of a number of factors the most significant of which is the ability of the company to raise additional capital in the following 12 months. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern and therefore, the company may be unable to realise its assets and discharge its liabilities in the normal course of business.

RSM Bird Cameron

RSM BIRD CAMERON PARTNERS

Chartered Accountants



W E BEAUMAN

Partner

Sydney

Dated: 14 March 2012