MARQUEE RESOURCES LIMITED

Interim Financial Report
31 December 2018

CONTENTS

DIRECTORS' REPORT

Your directors submit the financial report of the Group for the half-year ended 31 December 2018. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

The names of directors who held office during or since the end of the interim period and until the date of this report are noted below. Directors were in office for the entire period unless otherwise stated.

Mark Ashley	Chairman appointed 13 March 2017
Charles Thomas	Managing Director appointed 30 November 2016
George Henderson	Non Executive Director appointed 21 February 2018

Review of Operations

Operations[1]

Clayton Valley Project (USA)

Marquee Resources completed its maiden drilling program at its Clayton Valley Lithium Project in Nevada, USA. In early July 2017 Harris Exploration Drilling and Associates began mobilising the rig at the site and drilling officially commenced.

Final analyses of the program were announced to the market on 26 September 2017.

Analysis received from 10-foot water samples collected from hole AUS-2 drilled by conventional rotary by Harris Exploration Drilling to a total depth of 2000 feet. Hole AUS-1 drilled by reverse circulation was lost to caving.

The reportable intervals of Lithium previously reported were:

Depth	Interval
1010-1080	70 feet at 4.8 mg/L high of 8.7 mg/L
1090-1200	110 feet at 6.7 mg/L high of 11.6 mg/L
1250-1260	10 feet at 2.9 mg/L
1340-1350	10 feet at 5.5 mg/L

While MQR believes that analyses of Drill hole Aus-2, are marginal in the strictest sense, these results have opened up the South-Eastern Clayton Valley to an expanded potential because MQR believes that these analyses are too high to readily be explained other than by the Clayton Valley lithium brine formation process. The results are marginal, but geologically significant.

The company believes that geologically, hole AUS-2 could potential re-write the geology of South-Eastern Clayton Valley. It encountered unexpected and significant thicknesses of the same rocks which host lithium brines. MQR believes the mineral potential remains open as do the actual boundaries of the sedimentary basin of Clayton Valley.

The company in conjunction with its consultant geologist has been assessing the best course of action for the Clayton Valley Project. No additional exploration was undertaken on this project during the December 2018 half year.

Werner Lake Project Canada

Drilling Program Werner Lake

In the June 2018 quarter the Company prepared for its maiden drilling campaign at the Werner Lake Cobalt project ("**Werner Lake**"), located in Ontario, Canada. As announced to ASX, this exploration program started on 28 June 2018.

Phase 1 of the Company's drilling program consisted of approximately 2,000m of diamond drilling.

[1] The information in this report which relates to Exploration Results is based on information compiled by Mr. Paul Sarjeant, P.Geo. who is a member in good standing of the Association of Professional Geoscientists of Ontario (Membership #1658). Mr Sarjeant is a consultant to Marquee Resources Limited and has sufficient experience relevant to the style of mineralization and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australian Code of Reporting of Exploration Results, Mineral Resources and ore Reserves". Mr. Sarjeant consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

Initially, drilling was focused on the Werner Lake West area where the bulk of the NI 43-101 Mineral Resource of 79,400 Tonnes at 0.43% Co[2] has been delineated. Planned drill holes were to test depth extension of the mineralised zone(s), confirm historic drill intercepts and attempt to convert areas of Inferred mineralisation to Indicated category.

Phase 2 drilling continued to test the down dip/down plunge potential of the mineralised zone at both the Werner Lake West and the Old Mine Site areas.

The assay results from drill holes (Phase 1 and Phase 2) WL 18-03 to WL 18-13 at the Werner Lake Cobalt project are shown below:[3]

Significant Diamond Drill Results – Werner Lake

Drill Hole	From (m)	To (m)	Intercept (m)	Co (%)	Cu (%)
WL 18-03	95.5	96.5	1.0	0.165	0.164
	101.0	102.6	1.6	0.107	0.344
WL 18-04	118.1	119.2	1.1	0.043	0.146
WL 18-05	148.7	150.4	1.7	0.189	0.094
WL 18-06	189.0	191.7	2.7	0.354	0.313
Incl.	189.0	189.7	0.7	0.672	0.819
WL 18-07	198.5	204.0	5.5	0.660	0.124
Incl.	198.5	199.2	0.7	3.150	0.056
WL 18-08	202.75	203.30	0.55	0.534	0.221
	210.20	210.93	0.73	0.159	0.928
WL 18-09	253.86	254.75	0.89	0.365	0.296
WL 18-10	168.60	170.00	1.40	0.086	0.237
WL 18-11				NSR	NSR
WL 18-12	279.23	280.49	1.26	0.299	0.363
WL 18-13	346.00	349.90	3.90	0.214	0.120
Incl.	346.00	348.00	2.00	0.339	0.126

The Company was extremely encouraged to have intersected such high-grade cobalt mineralisation in Phase 1 of Marquee's drilling program. WL 18-07 is one of the best holes that has ever been drilled at Werner Lake and demonstrates that significant intersections at depth can be made.

WL 18-07 intersected strong cobalt mineralisation of 0.660% Co over 5.5 metres (from 198.5 metres), including a significant 0.7 m interval (from 198.5 metres) that assayed 3.150% Co, though two significant intervals below this interval assayed over 0.3% Co, representing a strong zone of mineralisation.

Following on from the success of drill hole WL 18-07 during Phase 1, which highlighted an encouraging ~50 metres down dip extension of previous mineralisation, the geological team selected a target drill hole WL 18-11 (the first hole to be drilled in the Phase 2 campaign) in order to test the potential for further mineralisation below WL 18-07.

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[2] This work was based on a technical report AGP Mining Consultants, April 30, 2018 titled "NI 43-101 Resource Estimate for the Werner Lake Project, Werner Lake Ontario" for Global Energy Metals Corp ("GEMC"), conforming to CIM technical standards and NI 43-101 reporting standards for resources estimates. MQR deems this resource still relevant because economic parameters have not negatively changed significantly since publication date and MQR has confidence in the estimate based on review of technical data. There are no more recent estimates or data available. To upgrade this work from a historical or foreign estimate to a current mineral resource, MQR will review the data set and complete additional drilling and modeling work to verify the historic or foreign estimate as a current mineral resource. A qualified person has not done sufficient work to classify the historical or foreign estimate as current mineral resources or reserves under JORC (2012) standards, and the issuer is not treating the historical or foreign estimate as a current mineral resources or reserves. Details of the Werner Lake project were reported by Marquee in press release dated December 5, 2017.

[3] Refer to announcements made by the Company to ASX on 15 August 2018 and 26 October 2018.

The drilling of holes WL 18-08, 18-09 and 18-10 saw the completion of the Phase 1 drill campaign. Total metres drilled for Phase 1 were 2,122m.

On the back of the positive results from the Phase 1 drill campaign the decision was made to immediately begin the Phase 2 drill campaign. The Company was particularly encouraged by the results of holes WL 18-12 and WL 18-13 which were some of the deepest holes drilled at the project and indicate that the mineralisation does in fact extend to depth and down plunge as suggested by the previous owners of the project.

MQR 30% Interest Werner Lake

The stage one expenditure commitment of $1,000,000 was reached during the half and Marquee earnt the initial 30% interest in the Werner Lake Sulphide Cobalt project, located in Ontario, Canada.

Marquee, via its wholly owned subsidiary Canadian C027 Pty Ltd (**Co27**), entered into a farm in agreement with Global Energy Metals Corp. (**GEMC**) on the 23rd of November 2017 to earn up to a 70% interest in the Werner Lake Cobalt project.

Pursuant to the agreement, Marquee has given notice to GEMC of its intention to earn the 70% Interest in the project by incurring the second stage of expenditure ($1,500,000) on the project.

MoU Offtake Agreement with Chinese Enterprise

The Company announced during the half that it had signed a non-binding Memorandum of Understanding ("**MoU**") regarding a cobalt-copper offtake agreement with Zhejiang Meidu Haichuang Lithium Battery Technology Co. ("**China Hitrans**"), a subsidiary of Shanghai Stock Exchange listed Meidu Energy Co. Ltd. (Code 600175), in relation to the Company's interest in Werner Lake.

China Hitrans is a high-tech enterprise that develops, produces and sells ternary cathode materials and ternary precursors of lithium battery.

The Company notes, however:

- Marquee is still in its exploration phase and there is no guarantee that it will proceed to commercial mining operations; and
- the MoU is non-binding and there is no guarantee that the parties will proceed to a binding offtake agreement.

Metallurgical Testing

Marquee Resources announced the completion of five metallurgical drill holes collecting approximately 150kgs of HQ core, composited and shipped to the SGS Lakefield lab for further metallurgical work.

Samples are being prepared to be sent to Zhejiang Meidu Haichuang Lithium Battery Technology Co. Ltd (China Hitrans) who has signed a Non-binding Cobalt-Copper Offtake Agreement (over Marquee's interest in the Werner Lake Sulphide Cobalt project). China Hitrans will conduct their own metallurgical testing (post SGS analysis) and upon a successful outcome, current negotiations underway for a Formal Offtake agreement should be finalised.

Events subsequent to reporting date

On the 14 March 2019, 17,045,210 fully paid ordinary shares are due for release from escrow. In addition, 9 million unquoted options (Exercise price 30 cents, Expiry 10 March 2020) are due for release from escrow.

No other matters or circumstances have occurred subsequent to reporting date that would have a material impact on the consolidated financial statements.

Financial Position

The cash balance at the end of the half-year was $1,230,921 (30 June 2018: $3,273,437).

Auditor's Independence Declaration
Section 307C of the Corporations Act 2001 requires our auditors, BDO Audit (WA) Pty Ltd, to provide the directors of the company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 6 and forms part of this directors' report for the half-year ended 31 December 2018.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3) of the Corporations Act 2001.

Mark Ashley
Chairman
14 March 2019

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DECLARATION OF INDEPENDENCE BY DEAN JUST TO THE DIRECTORS OF MARQUEE RESOURCES LIMITED

As lead auditor for the review of Marquee Resources Limited for the half-year ended 31 December 2018, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Marquee Resources Limited and the entities it controlled during the period.

Dean Just

Director

BDO Audit (WA) Pty Ltd

Perth, 14 March 2019

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Notes	31 December 2018 $	31 December 2017 $
Continuing operations			
Interest income		4,495	16,875
Administrative expenses		(312,500)	(381,803)
Staff expenses		(201,245)	(164,060)
Share based payment	4	(60,500)	-
Impairment Exploration	3	(115,300)	-
Depreciation expense		(2,748)	(667)
Loss before income tax		**(687,798)**	**(529,655)**
Income tax expense		-	-
Net loss for the period		**(687,798)**	**(529,655)**
Other comprehensive income, net of income tax			
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations		21,234	(10,495)
Other comprehensive loss for the period, net of income tax		21,234	(10,495)
Total Comprehensive loss attributable to owners of the parent		(666,564)	(540,150)
Basic and diluted loss per share (cents per share)		(1.61)	(2.20)

The accompanying notes form part of these financial statements

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2018

	Notes	31 December 2018 $	30 June 2018 $
Assets			
Current assets			
Cash and cash equivalents		1,230,921	3,273,437
Trade and other receivables		186,682	56,017
Prepayments		5,734	26,069
Total current assets		1,423,337	3,355,523
Non-current assets			
Property, plant and equipment		18,113	19,187
Deferred Exploration and evaluation expenditure	3	7,132,261	5,966,453
Total non-current assets		7,150,374	5,985,640
Total assets		8,573,711	9,341,163
Liabilities			
Current liabilities			
Trade and other payables		100,441	177,791
Accruals		21,500	105,537
Total current liabilities		121,941	283,328
Total liabilities		121,941	283,328
Net assets		8,451,770	9,057,835
Equity			
Issued capital	4	10,356,226	10,295,726
Reserves	5	4,043,097	4,021,864
Accumulated losses		(5,947,553)	(5,259,755)
Total Equity		8,451,770	9,057,835

The accompanying notes form part of these financial statements

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	Note	Issued capital	Option reserve	Share-based payment reserve	Foreign currency translation reserve	Accumulated losses	Total Equity
		$	$	$	$	$	$
Balance at 1 July 2017		3,666,204	-	1,143,000	(27,973)	(1,525,798)	3,255,433
Loss for the period		-	-	-	-	(529,655)	(529,655)
Exchange differences arising on translation of foreign operations		-	-	-	(10,495)	-	(10,495)
Total comprehensive loss for the period		-	-	-	(10,495)	(529,655)	(540,150)
Issue of Options		-	80,000	-	-	-	80,000
Balance at 31 December 2017		3,666,204	80,000	1,143,000	(38,468)	(2,055,453)	2,795,283
Balance at 1 July 2018		10,295,726	1,471,000	2,548,000	2,863	(5,259,755)	9,057,834
Loss for the period		-	-	-	-	(687,798)	(687,798)
Exchange differences arising on translation of foreign operations		-	-	-	21,234	-	21,234
Total comprehensive loss for the period		-	-	-	21,234	(687,798)	(666,564)
Issue of Shares	4	60,500	-	-	-	-	60,500
Balance at 31 December 2018		10,356,226	1,471,000	2,548,000	24,097	(5,947,553)	8,451,770

The accompanying notes form part of these financial statements

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

	31 December 2018	31 December 2017
	$	$
Cash flows from operating activities		
Payments to suppliers and employees	(638,895)	(592,237)
Interest received	4,495	16,875
Net cash outflow from operating activities	(634,400)	(575,362)
Cash flows from investing activities		
Payments for exploration and evaluation expenditure	(1,406,442)	(219,133)
Payment for plant and equipment	(1,674)	(771)
Net cash outflow from investing activities	(1,408,116)	(219,904)
Cash flows from financing activities		
Proceeds from issue of equity securities	-	80,000
Net cash inflow from financing activities	-	80,000
Net decrease in cash held	(2,042,516)	(715,267)
Cash and cash equivalents at the beginning of the period	3,273,437	2,697,003
Cash and cash equivalents at the end of the period	1,230,921	1,981,736

The accompanying notes form part of these financial statements

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

The interim report is a General Purpose Financial Report prepared in accordance with *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*.

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

Accounting policies and methods of computation

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding half-year. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Adoption of new and amended Accounting Standards

A Number of new or amended standards became applicable for the current reporting period and the Group has changed its accounting policies as a result of the adoption of the following standards:

- AASB 9 *Financial Instruments*; and
- AASB 15 *Revenue from Contracts with Customers*.

The impact of the adoption of these standards and the new accounting policies are disclosed below. The impact of these standards, and the other new standards and amended standards adopted by the Group, has not had a material impact on the amounts presented in the Group's financial statements.

AASB 9 Financial Instruments – Impact of Adoption

AASB 9 replaces the provisions of AASB139 Financial Instruments that relate to the recognitions, classification and measurement of financial assets and liabilities, derecognition of financial instruments, impairment of financial assets and hedge accounting.

The adoption of AASB 9 from 1 July 2018 resulted in no material changes in accounting policies and adjustments to the amounts recognised in the financial statements. The Company assessed which business models apply to the financial assets held by the group and has classified its financial instruments into the appropriate AASB 9 categories.

There was no impact on the amounts recognised in the financial statements as a result of adoption.

AASB 15 Revenue from Contract with Customers – Impact of Adoption

The Group has adopted AASB 15 from 1 July 2018 which has no material impact to the amounts recognised in the financial statements.

Significant accounting judgments and key estimates

The preparation of interim financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this interim report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2018.

Statement of compliance

The interim financial statements were authorised for issue on 14 March 2019.

The interim financial statements comply with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the interim financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

Going Concern

The historical financial information has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

For the six-month period ended 31 December 2018 the Group made a loss of $687,798 and had cash outflows from operating activities of $634,400. In the short term, the ability of the Group to continue as a going concern is dependent on securing additional funding. These conditions indicate a material uncertainty that may cast a significant doubt about the consolidated entity's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The Directors believe there are sufficient funds to meet the Group's working capital requirements and as at the date of this report. The financial report has been prepared on the basis that the Group is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

- The Group currently has sufficient cash resources to fund its requirements currently.
- The Directors expect the Group to be successful in securing additional funds through debt or equity issues, when and if required.

Should the Group be unable to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the entity not continue as a going concern.

NOTE 2: OPERATING SEGMENTS

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the Chief Operating Decision Maker in order to allocate resources to the segment and to assess its performance.

The Group's operating segments have been determined with reference to the monthly management accounts used by the Chief Operating Decision maker to make decisions regarding the Group's operations and allocation of working capital. Due the size and nature of the Group, the Board as a whole has been determined as the Chief Operating Decision Maker.

Information reported to the Group's Board of Directors for the purposes of resource allocation and assessment of performance is more specifically focused on the exploration and development of mineral resource projects. The Group's reportable segments under AASB8 are therefore as follows:

- Exploration and evaluation – Nevada
- Exploration and evaluation - Canada
- Other sector

Exploration and evaluation – Nevada refers to the Clayton Valley Project Exploration licenses (EL's) held in Nevada USA. The Group holds a 100% interest in these licences through Sovereign Gold Nevada Inc, a wholly owned subsidiary of Marquee Resources Limited.

Exploration and evaluation – Canada refers to the three projects in Canada consisting of a 30% interest in Werner Lake (farm in arrangement with GEMC to earn up to 70%) , Werner Lake East/West (100%) and Skeleton Lake (100%).

The other sector relates to head office operations, including cash management. Information regarding these segments is presented below. The accounting policies of the reportable segments are the same as the Group's accounting policies.

Segment information

The following table presents revenue and profit information and certain asset and liability information regarding business segments for the period ended 31 December 2017, 30 June 2018 and 31 December 2018.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

NOTE 2: OPERATING SEGMENTS (cont.)

SEGMENT REPORTING	Exploration & Evaluation Canada	Exploration & Evaluation Nevada USA	Other	Consolidated
Half Year ended 31 December 2018				
Segment Revenue	-	-	4,495	4,495
Segment net operating loss before tax	126,934	-	560,864	687,798
Half Year ended 31 December 2017				
Segment Revenue	-	-	16,875	16,875
Segment net operating loss before tax	-	-	529,655	529,655
Segment assets				
At 31 December 2018	6,352,056 (i)	946,242	1,275,413	8,573,711
At 30 June 2018	5,267,275 (i)	872,142	3,201,746	9,341,163
Segment liabilities				
At 31 December 2018	33,860	-	88,080	121,940
At 30 June 2018	161,378	-	121,950	283,328

(i) Includes $4.4 million relating to the issue of 11 million shares to the sellers of Canadian CO27 Pty Ltd and accompanying projects

The revenue reported above represents revenue generated from external customers. Intersegment revenues have been eliminated.

Segment results earned by each segment are without allocation of central administration costs and directors' salaries, share of profits from associates, investment revenue and finance costs, income tax expense, gains or losses of associates and discontinued operations. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

NOTE 3: EXPLORATION AND EVALUATION EXPENDITURE

	Six months to 31 December 2018 $	Year to 30 June 2018 $
Costs carried forward in respect of areas of interest in the following phases:		
Exploration and evaluation phase – at cost		
Balance at beginning of period	5,966,453	593,994
Asset acquired	-	4,797,206
Expenditure incurred	1,259,654	576,384
Impaired exploration expenditure (i)	(115,300)	-
Foreign Exchange	21,454	(1,131)
Total exploration and evaluation expenditure	7,132,261	5,966,453

(i)The exploration assets satisfy AASB 6 and remain as exploration assets in the statement of financial position. The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent upon the successful development and commercial exploitation or sale of the respective areas. The Board undertook a review of all Exploration and Evaluation assets and agreed that the value of Skeleton Lake should be impaired by $115,300. The areas adjacent to this project has not had any recent exploration success and the Board believes this reflects fair value of this asset in a market where greenfield exploration projects are less favourable.

NOTE 4: ISSUED CAPITAL

	31 December 2018 $	30 June 2018 $
Ordinary shares		
Issued and fully paid	10,356,226	10,295,726

	Six months to 31 December 2018		Year to 30 June 2018	
	Number	$	Number	$
Movements in ordinary shares				
Balance at beginning of period	42,571,428	10,295,726	24,000,000	3,666,204
CO27 acquisition shares	-	-	11,000,000	4,400,000
Placement tranche 1 and tranche 2	-	-	7,571,428	2,650,000
Consultant share based payments (i)	172,856	60,500	-	-
Equity Issue Costs	-	-	-	(420,478)
Balance at end of period	42,744,284	10,356,226	42,571,428	10,295,726

(i) In July 2018, 172,856 shares (valued at 35 cents per share) were issued to two non-related parties in lieu of fees for services provided to the Company.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2018

NOTE 5: RESERVES

Movements in reserves were as follows:

Consolidated	Option reserve	Share based payment reserve	Foreign currency translation reserve	Total
31 December 2018	$	$	$	$
Balance at beginning of year	1,471,000	2,548,000	2,863	4,021,863
Equity based payment (shares)	-	-	-	-
Currency translation differences	-	-	21,234	21,234
Balance at end of year	1,471,000	2,548,000	24,097	4,043,097

Consolidated	Option reserve	Share based payment reserve	Foreign currency translation reserve	Total
31 December 2017	$	$	$	$
Balance at beginning of period	-	1,143,000	(27,973)	1,115,027
Bonus Offer Shareholder Options	80,000	-	-	80,000
Foreign currency translation	-	-	(10,495)	(10,495)
Balance at end of period	80,000	1,143,000	(38,468)	1,184,532

NOTE 6: CONTINGENT LIABILITIES

There has been no change in contingent liabilities since the last annual reporting date.

NOTE 7: RELATED PARTY TRANSACTIONS

There has been no change in the nature of related party transactions since the last annual reporting date.

NOTE 8: EVENTS SUBSEQUENT TO REPORTING DATE

On the 14 March 2019, 17,045,210 fully paid ordinary shares are due for release from escrow. In addition, 9 million unquoted options (Exercise price 30 cents, Expiry 10 March 2020) are due for release from escrow.

No other matters or circumstances have occurred subsequent to reporting date that would have a material impact on the consolidated financial statements.

DIRECTORS' DECLARATION

In the opinion of the directors of Marquee Resources Limited ('the company'):

1. The attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:

   a. complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

   b. giving a true and fair view of the Group's financial position as at 31 December 2018 and of its performance for the half-year then ended; and

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.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.

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Mark Ashley
Chairman

14 March 2019

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Marquee Resources Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Marquee Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2018, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year then ended, notes comprising a statement of accounting policies and other explanatory information, and the directors' declaration.

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 the Group is not in accordance with the *Corporations Act 2001* including:

(i) Giving a true and fair view of the Group's financial position as at 31 December 2018 and of its financial performance for the half-year ended on that date; and

(ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Emphasis of matter – Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

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 internal 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 half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2018 and its financial 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 the Group, 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 the Group, would be in the same terms if given to the directors as at the time of this auditor's review report.

BDO Audit (WA) Pty Ltd

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Dean Just

Director

Perth, 14 March 2019