



(ABN: 38 119 047 693)

Annual Report

30 June 2009

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Corporate Information

Directors

Matthew Wood (Executive Chairman)

Timothy Flavel (Executive Director)

Brian Rear (Non Executive Director)

Dr Kenneth Maiden (Non Executive Director)

Company Secretary

Timothy Flavel

Registered Office and Principal Place of Business

Level 1, 33 Richardson Street

West Perth, WA 6005, Australia

Telephone: +61 (08) 9200 4268

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Share Registry

Registries Limited

Level 7, 207 Kent Street

Sydney, NSW 2000, Australia

Telephone: + 61 (02) 9290 9600

Facsimile: + 61 (02) 9279 0664

Auditors

Clarence Assurance

Level 6, 222 Clarence Street,

Sydney, NSW 2000, Australia

Stock Exchange Listing

Copper Range Limited shares and options

are listed on the Australian Securities

Exchange, the home branch being Sydney

ASX code: CRJ

DIRECTORS' REPORT

The Directors present their report for Copper Range Limited ("Copper Range" or "the Company") and its subsidiaries for the year ended 30 June 2009.

DIRECTORS

The names, qualifications and experience of the Company's Directors in office during the period and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

Mr Matthew Wood – appointed 28 May 2009

Executive Chairman

Mr. Wood has more than 17 years experience in the resource sector with both major and junior resource companies and has extensive experience in the technical and economic evaluation of resource projects throughout the world. Mr. Wood's expertise is in project identification, negotiation, acquisition and corporate development. Mr Wood has an honours degree in geology from the University of New South Wales in Australia and a graduate certificate in mineral economics from the Western Australian School of Mines.

Mr. Wood in the last three years has been a Director of Iberian Resources Limited (appointed 21 October 2003, resigned 15 August 2007), Overland Resources Limited (appointed 9 May 2005, resigned 30 June 2008), Bellamel Mining Limited (appointed 16 May 2007, resigned 31 December 2008), Black Range Minerals Limited (appointed 27 June 2005, resigned 15 May 2009) and Elk Petroleum Limited (appointed 19 January 2005, resigned 8 March 2007). Mr. Wood is currently a director of Avanco Resources Limited (appointed 4 July 2007), Signature Metals Limited (appointed 19 February 2007), Voyager Resources Limited (appointed 12 June 2009) and Laguna Resources NL (appointed 6 August 2009).

Mr Timothy Flavel

Executive Director (appointed 28 May 2009) and Company Secretary (appointed 12 June 2009)

Mr Flavel is a Chartered Accountant and Company Secretary, with more than 20 years experience in the mining industry and accounting profession both in Australia and overseas. Mr Flavel currently assists a number of resources companies operating throughout Australia and Africa with financial accounting, stock exchange compliance and regulatory activities. Mr Flavel is currently a director of Signature Metals Limited (appointed 19 February 2007) and Voyager Resources Limited (appointed 12 June 2009).

Mr Brian Rear

Non Executive Director

A metallurgist by training, Mr Rear has more than 35 years of technical and managerial resources experience in Australia, New Guinea, United Kingdom, Europe, South Africa and Indonesia, with a wide range of successful resource companies including CRA, Rio Tinto Consultants, Barrack Mines, and Anglovaal.

As CEO of Straits Resources Limited from 1991 to 2002, Mr Rear was instrumental in defining the model for the profitable development of stand-alone heap leach copper projects in Australia. During this period he oversaw the development of the Company from inception to a producing mining Company with an asset base over A\$220 million, and revenue in 2001 of A\$140 million. During his time with Straits the Company developed two Greenfield projects and affected the turnaround of a significant copper project acquired from Western Mining Corporation Limited.

As the Managing Director of CopperCo (Receivers & Managers Appointed) Limited since its formation, Mr Rear oversaw the successful completion of the development of a copper SX-EW production based on oxide copper resources in northwest Queensland.

Copper Range Limited

Mr Rear is currently a non-executive Chairman of Zambezi Resources Limited (appointed 21 July 2004) and CopperCo Limited - Receivers and Managers appointed (appointed as a director on 16 June 2004). Mr Rear in the last three years was a director of South Boulder Mines Limited (appointed 14 August 2002, resigned 23 May 2008).

Dr Kenneth Maiden

Non Executive Director

Since completing a doctoral thesis on the Broken Hill ore body, Ken has had more than 35 years' professional experience - as an exploration geologist with major resource companies (CSR and MIM), as an academic (University of the Witwatersrand, Johannesburg) and as a mineral exploration consultant. Ken has participated in successful mineral exploration programmes in South Australia, Queensland, southern Africa and Indonesia.

Dr Maiden is a Fellow of the Australasian Institute of Mining and Metallurgy, a Member of the Australian Institute of Geoscientists and a Fellow of the Society of Economic Geologists.

Dr Maiden is currently a non-executive Director of Zambezi Resources Limited (appointed 21 May 2007).

Directors no longer in office at the date of this report:

Ian Cunynghame Daymond – resigned 20 March 2009.

Robert Scargill – resigned 20 March 2009.

Stephen Edward Blackman – resigned 28 May 2009.

Company Secretary

In addition to Mr Timothy Flavel the following persons held the position of Company Secretary during the financial year:

Sarah Vaile (appointed 30 October 2008, resigned 3 September 2009).

John Stone (resigned 30 October 2008).

Geoffrey Broomhead (resigned 30 October 2008).

INTERESTS IN THE SECURITIES OF THE COMPANY

As at the date of this report, the interests of the Directors in the shares and options of the Company are:

| Director | Ordinary Shares | Options – exercisable at 1.5 cents each on or before 21 July 2013 | Options – exercisable at 30 cents each on or before 30 September 2010 | Options – exercisable at 25 cents each on or before 2 April 2011 |
|-----------------|------------------------|--|--|---|
| Matthew Wood | 12,055,395 | 9,333,335 | - | - |
| Timothy Flavel | 5,166,600 | 4,000,000 | - | - |
| Brian Rear | 4,027,236 | - | 671,205 | 500,000 |
| Kenneth Maiden | 4,411,770 | - | 1,543,699 | 1,250,000 |

RESULTS OF OPERATIONS

The Group's net loss after taxation attributable to the members of Copper Range Limited for the year was \$2,708,343 (2008 – \$3,905,490 loss).

Copper Range Limited

DIVIDENDS

No dividend was paid or declared by the Company in the period since the end of the previous financial year and up to the date of this report.

CORPORATE STRUCTURE

Copper Range Limited is a Company limited by shares that is incorporated and domiciled in Australia. The Company's shares are publicly traded on the Australian Securities Exchange.

PRINCIPAL ACTIVITIES

The principal activities of companies within the Group during the financial year were mineral exploration and examination of new resource opportunities.

REVIEW OF OPERATIONS

Australian Projects

The Company conducted a review of its Caltowie (50% and earning up to 90%) and Gladstone (100%) Iron Projects in the Adelaide Fold Belt in South Australia. This confirmed the strong iron ore potential of the projects.

Historical mining of iron ore has been carried out for many years in the Flinders Ranges at the northern limit of the Adelaide Fold Belt. The region holds many occurrences of banded ironstones and massive high-grade metasomatic iron outcrops. The Company's projects remain under explored and significant potential exists to identify high grade large tonnage deposits of iron ore.

An initial review undertaken by the Company concluded that there is considerable potential to identify large tonnage resources of high grade iron ore in the Caltowie area and the Hicks Quarry area was initially identified as a high priority target. Hicks Quarry was worked between 1896 and 1902 by Broken Hill Proprietary Ltd ('BHP') as a source of iron flux for the Port Pirie lead smelter. Approximately 70,000t of high grade ore (~61% Fe) was mined from the quarry. It was apparently the acquisition of the Iron Knob deposits on the Eyre Peninsula that prompted BHP to abandon the Caltowie source and no exploration for iron ore has been conducted since that time. A further review by the company of previous work identified a second historic open cut iron ore mine at "Huddleston", which was also used as a source of iron flux for the Port Pirie smelter.

The Company identified that drilling for copper and gold in 1998 by a previous explorer in the vicinity of a magnetic anomaly intersected massive haematitic ironstone. The Company analysed chips from drill hole LRC1 for iron as follows;

Drill Hole LRC1 25 metres at 46.4% Fe from 24 to 49 metres (end of the hole)

This is a highly significant result for the Company and indicates that significant widths and grades of mineralisation are present at shallow depths within the project area. The intersection is open at depth and to the south and east.

A gravity survey was also conducted by previous explorers near another magnetic anomaly which defined a gravity high proximal to the magnetic high. The gravity high may also represent high grade haematite mineralisation that remains to be drill tested.

The Company has prioritised the defined magnetic anomalies and the Hicks and Huddleston targets will have detailed gravity surveys (100m x 100m) conducted over them in October 2009 to better define the potential extent of high grade haematite mineralisation. Negotiations with landowners are currently in progress in order to complete this work as soon as possible. The Company is planning to commence an initial drilling programme to test these targets on completion of the gravity survey.

Copper Range Limited

The Company completed a review of its copper and gold assets in South Australia. Discussions are currently being held with a number of existing and potential joint venture partners.

Copper Range maintained its tenement position in the Olympic Domain. The Company currently holds a 100% interest in 11 granted exploration licences covering a total area of 2,861km². The tenements are located on the Stuart Shelf on the eastern margin of the Gawler Craton, the geological province that hosts the world-class iron oxide-copper-gold ('IOCG') deposits of Olympic Dam and Carrapateena and the sediment-hosted copper-silver-cobalt deposits at the former Mt Gunson mine.

As part of the Company's long-term strategy in the Olympic Domain, a farm-out agreement is in place with Barrick Gold of Australia Ltd ('Barrick Gold'). The agreement gives Barrick Gold the right to earn a 75% interest in 10 tenements by spending a minimum of \$600,000 in the first year, and a total of \$5 million within 5 years. Prior to the Barrick agreement Copper Range had identified 14 possible IOCG targets within the tenements now subject to the agreement.

Brazilian Projects

The Company is currently assessing a number of advanced gold acquisition opportunities in Brazil. This strategy will progress over the second half of 2009. The Company has also commenced a study on its package of phosphate assets in Brazil, which should be completed in the second half of 2009. Initial work has been encouraging.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

On 16 June 2009 the Company lodged an Entitlement Issue Prospectus to offer shareholders the opportunity to participate in a two for one renounceable rights issue of shares to raise approximately \$1,678,975 before expenses. The offer was successfully completed subsequent to the year end.

On 29 May 2009 the Company announced that it had entered into a binding agreement pursuant to which the Company agreed to acquire all of the issued shares in Icon Gold Pty Ltd (Icon); undertake a fully underwritten rights issue to recapitalise the Company; and reorganise the Board of Directors. Further to this, Mr Stephen Blackman resigned as a Director on 28 May 2009. Mr Matthew Wood and Mr Tim Flavel were appointed as Directors on 28 May 2009.

Mr Ian Daymond and Mr Robert Scargill resigned as Directors on 20 March 2009.

On 12 February 2009 the Company announced a Share Purchase Plan for eligible shareholders to apply for up to \$5,000 of shares at \$0.03 per share. Following completion of the offer the Company announced on 16 March 2009 the allotment of 3,033,319 shares to raise \$91,003 before costs.

On 14 November 2008 the Company announced that it had signed a letter of intent with Barrick Gold of Australia Limited (Barrick) for Barrick to farm-in to the Company's tenements in the Lake Torrens region in the Olympic Domain for \$5 million. Under the agreement Barrick has the right earn a 75% interest in the tenements by spending a minimum of \$600,000 in the first year and a total of \$5 million within five years.

SIGNIFICANT EVENTS AFTER THE BALANCE DATE

On 16 June 2009 the Company announced a pro rata renounceable entitlement issue of two shares for every one share held at an issue price of 1 cent per share to raise up to \$1,678,975 (before expenses). The entitlements issue was fully underwritten. Following the close of the offer on 13 July 2009, a total of 167,897,496 ordinary shares were issued. The funds raised will be used to augment the Company's working capital to enable it to further explore existing projects and evaluate and acquire new projects.

Copper Range Limited

In respect of the purchase consideration for Icon, on 20 July 2009, shareholders ratified the issue of 7,916,500 shares on 1 June 2009 and approved the issue of the balance of the shares and options being 2,083,500 ordinary shares and 20,000,000 options with an exercise price of \$0.015. These were issued on 21 July 2009.

The shareholders of Icon included Matthew Wood and Timothy Flavel who were appointed as Directors of Copper Range Limited on 28 May 2009. On 1 June 2009, Matthew Wood and Timothy Flavel received 3,694,365 and 1,583,300 shares respectively as part consideration for the purchase of Icon. The remaining consideration was issued following shareholder approval on 20 July 2009. Matthew Wood was allotted a further 972,300 shares and 9,333,335 options and Timothy Flavel was allotted a further 416,700 ordinary shares and 4,000,000 options.

In addition shareholders approved the issue of 3,000,000 shares and 5,000,000 options (exercise price \$0.015) to Taylor Collison Limited for advice received in relation to the transaction. These securities were issued on 21 July 2009.

LIKELY DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS

The Directors have excluded from this report any further information on the likely developments in the operations of the Company and the expected results of those operations in future financial years, as the Directors believe that it would be speculative and prejudicial to the interests of the Company.

ENVIRONMENTAL REGULATION AND PERFORMANCE

The operations of the Group are presently subject to environmental regulation under the laws of the Commonwealth of Australia and the State of South Australia. The Group is at all times in full environmental compliance with the conditions of its licences.

SHARE OPTIONS

At the date of this report, there were 68,069,408 unissued ordinary shares under options (43,069,408 at the reporting date).

The details of the options at the date of this report are as follows:

| Number | Exercise Price | Issue Date | Expiry Date |
|-------------------|----------------|-------------------|-------------------|
| 4,000,000 | \$0.25 | 2 April 2006 | 2 April 2011 |
| 920,000 | \$0.40 | 4 May 2007 | 3 May 2012 |
| 36,374,408 | \$0.30 | 28 September 2007 | 30 September 2010 |
| 775,000 | \$0.12 | 1 October 2008 | 30 September 2013 |
| 1,000,000 | \$0.12 | 27 November 2008 | 27 November 2013 |
| 25,000,000 | \$0.015 | 21 July 2009 | 21 July 2013 |
| 68,069,408 | | | |

No option holder has any right under the options to participate in any other share issue of the Group or any other entity.

During the financial year:

- 9 options were exercised at \$0.30 to acquire fully paid ordinary shares
- 695,000 options, exercise price \$0.12, were issued on 1 October 2008 pursuant to the Copper Range Limited Employee Share Option Scheme to a number of employees including Key Management Personnel
- 300,000 options, exercise price \$0.12, were issued on 1 October 2008 to Key Management Personnel
- 1,000,000 options, exercise price \$0.12, were granted on 27 November 2008 to an Executive Director
- 505,000 options, exercise price \$0.40 and 220,000 options, exercise price \$0.12 lapsed.

Copper Range Limited

Subsequent to the end of the financial year:

- 25,000,000 options with an exercise price of \$0.015 were issued on 21 July 2009, 20,000,000 options as part consideration for the purchase of Icon (described above) and 5,000,000 options to Taylor Collison Limited as part consideration for corporate advice in relation to the Icon transaction.
- No options have been exercised or lapsed

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

The Company has made an agreement indemnifying all the Directors and officers of the Group against all losses or liabilities incurred by each Director or officer in their capacity as Directors or officers of the Group. The indemnification specifically excludes wilful acts of negligence. The Company paid insurance premiums in respect of Directors' and Officers' Liability Insurance contracts for current officers of the Company, including officers of the Company's controlled entities. The liabilities insured are damages and legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of entities in the Group. The total amount of insurance premiums paid has not been disclosed due to confidentiality.

DIRECTORS' MEETINGS

The number of meetings of directors held during the year and the number of meetings attended by each director were as follows:

| Director | Number of Meetings Eligible to Attend | Number of Meetings Attended |
|------------------|--|--|
| Brian Rear | 15 | 13 |
| Kenneth Maiden | 15 | 15 |
| Stephen Blackman | 15 | 14 |
| Ian Daymond | 11 | 11 |
| Robert Scargill | 11 | 11 |
| Matthew Wood | 0 | 0 |
| Timothy Flavel | 0 | 0 |

Copper Range Limited

REMUNERATION REPORT

This report outlines the remuneration arrangements in place for Key Management Personnel of Copper Range Limited in accordance with the requirements of the *Corporation Act 2001* and its Regulations. For the purpose of this report, Key Management Personnel of the Company are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of the Group, and includes the executives in the Group receiving the highest remuneration.

Details of Key Management Personnel (including the five other highest paid executives of the Company and Group) during the year were:

Directors

| | |
|------------------|---|
| Matthew Wood | Executive Chairman (appointed 28 May 2009) |
| Timothy Flavel | Executive Director (appointed 28 May 2009) and Company Secretary (appointed 12 June 2009) |
| Brian Rear | Non Executive Director |
| Kenneth Maiden | Non Executive Director |
| Stephen Blackman | Non Executive Director (resigned 28 May 2009) |
| Ian Daymond | Non Executive Chairman (resigned 20 March 2009) |
| Robert Scargill | Executive Director (contract terminated due to redundancy on 20 March 2009) |

Key Management Personnel

| | |
|--------------------|--|
| Michael Ware | Exploration Manager (contract terminated due to redundancy on 6 February 2009) |
| John Stone | Joint Company Secretary (resigned 30 October 2008) |
| Geoffrey Broomhead | Chief Financial Officer and Joint Company Secretary (resigned 30 October 2008) |
| Sarah Vaile | Finance Manager and Company Secretary (appointed 30 October 2008, resigned 3 September 2009) |

Remuneration Policy

Copper Range Limited is a junior mineral exploration company, listed in 2006, with no revenues and limited funding. The Company and Consolidated Entity require the ongoing financial support of its shareholders, new investors and joint venture partners to undertake effective exploration programmes. The Company and Consolidated Entity do not make a profit nor pay a dividend. These elements are all considered when evaluating the Company's and Consolidated Entity's ability to remunerate Directors and Key Management Personnel.

As part of its Corporate Governance Policies and Procedures, the Board has adopted a formal "Remuneration Policy". The Policy of the Company and Consolidated Entity has been designed to align Director and Key Management Personnel objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives in the form of shares or options in the Company based upon the Board's subjective views of individual performance.

The Board believes the Remuneration Policy to be appropriate and effective in its ability to attract and retain the best executives and Directors to run and manage the Consolidated Entity, as well as create goal congruence amongst Directors, Key Management Personnel, executives and shareholders. Independent external advice is sought when required but no such advice has been taken in respect of the financial year ended 30 June 2009.

Due to the current size of the Company and number of Directors, the Board has elected not to create a separate Remuneration Committee. Instead the Non Executive Directors are responsible for determining and reviewing compensation arrangements for the Executive Key Management Personnel in accordance with the terms and conditions set out in the Remuneration Policy.

REMUNERATION REPORT (continued)

For Non Executive Directors, the Remuneration Policy is to remunerate at market rates for time, commitment and responsibilities. The Board determines the level of payments to the Non Executive Directors and reviews their remuneration annually by reference to comparable information from industry sectors. The maximum aggregate amount of fees that can be paid to Non Executive Directors is subject to shareholder approval at the Annual General Meeting. No employment or consulting agreements have been entered into with Non Executive Directors. The Non Executive Chairman received the superannuation guarantee levy (currently 9%). No other Non Executive Director received any retirement benefits.

To align Directors' interests with shareholder interests the Directors are encouraged to hold shares in the Company and are eligible to participate in the Employee Share Option Plan.

Executive Key Management Personnel Remuneration

The pay and reward framework has two components:

- Base salary (based on factors such as length of service and experience) and superannuation guarantee levy required by the government (currently 9%). There is no entitlement to any other retirement benefits.
- Long-term incentives through participation in the Employee Share Option Plan, principally by reference to their contribution to the Company (see note 26 for further information)

In addition Executive Directors and Key Management Personnel are entitled to various non-monetary benefits including transportation and communication related items necessary to perform their roles efficiently. The employment conditions of Executive Key Management Personnel are formalised in contracts of employment, except for Mr Geoffrey Broomhead and Mr John Stone who provided their services under the Administrative Services Agreement with International Base Metals Limited. Their salaries were paid by International Base Metals Limited and these costs were included in the monthly Administrative Services Agreement fee payable by Copper Range Limited. The Administrative Services Agreement with International Base Metals Limited was terminated on 31 October 2008.

Annual staff performance and salary reviews are conducted each year. The performance of Executive Key Management Personnel is not yet measured against criteria agreed annually with each Key Management Person and is not yet based on the forecast growth of the Consolidated Entity meeting appropriate target benchmarks. Nor are bonuses and incentives linked to predetermined target benchmarks. However, the Board exercises its discretion in approving incentives, bonuses and options. The Board takes the view that these decisions cannot be reached by reference to measurable performance criteria in the case of a mineral exploration company. Packages are designed to attract the high calibre executives and reward them appropriately for performance that results in long-term growth in shareholder wealth.

Directors have the opportunity to sacrifice part of their salary or fees to increase payments towards superannuation.

The impact of these policies on the Group's earnings and the consequences of its performance on shareholder wealth have not changed since the Company listed on the Australian Stock Exchange on 7 June 2006.

All remuneration paid to Directors and Key Management Personnel is valued at the cost to the Company and expensed.

Copper Range Limited

REMUNERATION REPORT (continued)

Details of the nature and amount of each element of the remuneration of each Executive, Non Executive Director and Key Management Personnel of the Group for the financial year are set out below:

| | Short Term | | Post employment | Termination Payment – (Redundancy) | Share Based Payments (Shares and Options) | Total |
|---|--------------------|-----------------|-----------------|------------------------------------|---|----------------|
| | Base Salary & Fees | Consulting Fees | Superannuation | | | |
| 2009 | \$ | \$ | \$ | \$ | \$ | \$ |
| Directors | | | | | | |
| Mr Brian Rear | 22,000 | - | - | - | - | 22,000 |
| Dr Kenneth Maiden | 21,000 | - | - | - | - | 21,000 |
| Mr Matthew Wood <i>Appointed 28 May 2009</i> | - | 10,972 | - | - | - | 10,972 |
| Mr Timothy Flavel <i>Appointed 28 May 2009</i> | - | 8,000 | - | - | - | 8,000 |
| Mr Stephen Blackman <i>From 1/7/08 to 28/5/09</i> | 18,000 | - | - | - | - | 18,000 |
| Mr Ian Daymond <i>From 1/7/08 to 20/3/09</i> | 24,000 | - | 2,160 | - | - | 26,160 |
| Mr Robert Scargill <i>From 1/7/08 to 20/3/09</i> | 199,829 | - | 16,154 | 250,000 | 35,021* | 501,004 |
| Key Management Personnel | | | | | | |
| Mr Michael Ware <i>From 1/7/08 to 6/2/09</i> | 153,384 | - | 12,269 | 66,667 | 17,344^ | 249,664 |
| Mr John Stone <i>From 1/7/08 to 30/10/08</i> | - | - | - | - | 694~ | 694 |
| Mr Geoffrey Broomhead <i>From 1/7/08 to 30/10/08</i> | - | - | - | - | 2,602~ | 2,602 |
| Mrs Sarah Vaile <i>Appointed 30 October 2009</i> | 41,462 | - | 3,731 | - | - | 45,193 |
| Total | 479,675 | 18,972 | 34,314 | 316,667 | 55,661 | 905,289 |

* Under a Contract of Employment, but subject to shareholder approval, Robert Scargill was entitled to 250,000 ordinary shares and 1,000,000 options. These were issued following shareholder approval at the 2008 Annual General Meeting.

^ Michael Ware was granted 300,000 options during the year in accordance with his Employment Contract and a further 200,000 options were granted under the Copper Range Limited Employee Share Option Scheme.

~ John Stone and Geoffrey Broomhead were granted 75,000 and 20,000 options respectively under the Copper Range Limited Employee Share Option Scheme.

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REMUNERATION REPORT (continued)

| 2008 | Short Term | | Post employment | Termination Payment – (Redundancy) | Share Based Payments | Total |
|---|--------------------|-----------------|-----------------|------------------------------------|----------------------|----------------|
| | Base Salary & Fees | Consulting Fees | Superannuation | | | |
| <i>Directors</i> | \$ | \$ | \$ | \$ | \$ | \$ |
| Mr Brian Rear | 24,000 | - | - | - | - | 24,000 |
| Dr Kenneth Maiden | 126,097 | - | 10,500 | - | - | 136,597 |
| Mr Stephen Blackman | 130,279 | - | 9,600 | - | - | 139,879 |
| Mr Ian Daymond | 36,000 | - | 3,240 | - | - | 39,240 |
| Mr Trevor Sykes <i>From 1/7/07 to 23/10/07</i> | 8,000 | - | 720 | - | - | 8,720 |
| Mr Robert Scargill <i>From 1/3/08 to 30/6/08</i> | 83,333 | - | 7,500 | - | - | 90,833 |
| Key Management Personnel | | | | | | |
| Mr Michael Ware <i>From 2/1/08 to 30/6/08</i> | 92,722 | - | 8,345 | - | - | 101,067 |
| Mr Ian Garsed <i>From 1/7/07 to 31/12/07</i> | 90,556 | - | 7,200 | - | - | 97,756 |
| Mr John Stone | - | - | - | - | - | - |
| Mr Geoffrey Broomhead | - | - | - | - | - | - |
| Total | 590,987 | - | 47,105 | - | - | 638,092 |

There were no other Key Management Personnel of the Group during either year. None of the elements of the remuneration were performance related.

The terms and conditions of each grant of options affecting remuneration in the previous, this or future reporting periods are as follows:

| Grant Date | Vesting Date | Expiry Date | Exercise Price | Value per option at grant date |
|------------------|------------------|-------------------|----------------|--------------------------------|
| 2 April 2006 | 6 June 2008 | 2 April 2011 | \$0.25 | \$0.07* |
| 4 May 2007 | 4 May 2007 | 3 May 2012 | \$0.40 | \$0.045 |
| 1 October 2008 | 1 October 2008 | 30 September 2013 | \$0.12 | \$0.035 |
| 27 November 2008 | 27 November 2008 | 27 November 2013 | \$0.12 | \$0.026 |

* The fair value of the options has been determined by using the intrinsic value method as the underlying share value could not be reliably determined at the grant date of the options.

Copper Range Limited

REMUNERATION REPORT (continued)

Details of options over ordinary shares in the Company provided as remuneration to each Executive, Non Executive Director and Key Management Personnel of the Group for the financial year are set out below:

| | Number of options granted and vested | Value per option \$ | Exercise Price \$ | Options Granted as part of remuneration \$ | Total Remuneration represented by Options % | Options Exercised \$ | Options Lapsed |
|--------------|--------------------------------------|---------------------|-------------------|--|---|----------------------|----------------|
| R. Scargill | 1,000,000 | \$0.026 | \$0.12 | \$26,521 | 5.3% | - | - |
| M. Ware | 500,000 | \$0.035 | \$0.12 | \$17,344 | 7.0% | - | - |
| G. Broomhead | 75,000 | \$0.035 | \$0.12 | \$2,602 | 100% | - | (75,000) |
| J. Stone | 20,000 | \$0.035 | \$0.12 | \$694 | 100% | - | (20,000) |

Details of ordinary shares in the Company provided as remuneration to each Executive, Non Executive Director and Key Management Personnel of the Group for the financial year are set out below:

| | Number of shares granted and vested | Value per share \$ | Shares Granted as part of remuneration \$ | Total Remuneration represented by Shares % |
|-------------|-------------------------------------|--------------------|---|--|
| R. Scargill | 250,000 | \$0.034 | \$8,500 | 1.7% |

No shares were issued to a Director or a Key Management Personnel as a result of the exercise of remuneration options during the financial year. The Board does not have a policy in relation to limiting the exposure of Directors and Key Management Personnel to risks in relation to options forming part of their remuneration. There were no alterations to the terms and conditions of options granted as remuneration since their grant date. Options granted carry no dividend or voting rights.

Options granted have been valued using the Black-Scholes option pricing model, which takes account of factors such as the option exercise price, the current level and volatility of the underlying share price and the time to maturity of the option. The options granted vested immediately. For details on the valuation of options, including models and assumptions used, please refer to note 26. Shares granted have been fair valued at the closing market price on the date that they were issued.

Copper Range Limited

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings. The Company was not a party to any such proceedings during the year.


CORPORATE GOVERNANCE

In recognising the need for the highest standards of corporate behaviour and accountability, the Directors of Copper Range Limited support and have adhered to the principles of sound corporate governance. The Board recognises the recommendations of the Australian Securities Exchange Corporate Governance Council, and considers that Copper Range Limited is in compliance with those guidelines, which are of importance to the commercial operation of a junior listed resources company. During the financial year, shareholders continued to receive the benefit of an efficient and cost-effective corporate governance policy for the Company. The Company's Corporate Governance Statement and disclosures are contained elsewhere in the annual report.

AUDITOR INDEPENDENCE AND NON-AUDIT SERVICES

Section 307C of the Corporations Act 2001 requires the Group's auditors to provide the Directors of Copper Range Limited with an Independence Declaration in relation to the audit of the full-year financial report. A copy of that declaration is included at page 52 of this report. There were no non-audit services provided by the Group's auditor.

Signed in accordance with a resolution of the Directors



Timothy Flavel

Director

29th day of September 2009.

The information in this release which relates to Mineral Resources and exploration results has been compiled and reviewed by Mr Matthew Wood. This information, in the opinion of Mr Wood, complies with the reporting standards of the 2004 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Wood is a Member of the Australian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Wood is the Chairman of Copper Range Limited and consents to this release.

CORPORATE GOVERNANCE STATEMENT

The Board of Directors of Copper Range Limited is committed to achieving and demonstrating the highest standards of Corporate Governance. The Board guides and monitors the business and affairs of the Company on behalf of the shareholders by whom they are elected and to whom they are accountable.

The Company has established a set of corporate governance policies and procedures, which are contained in the Corporate Governance Manual. These policies and procedures are based on the Principles of Good Corporate Governance and Best Practice Recommendations set by the Australian Stock Exchange (“ASX”) Corporate Governance Council. During the year the Board has continued to monitor those areas of Best Practice Recommendations which had not been adopted at the end of the previous financial period. Due to the Company’s current size and nature and extent of operations, the Board is of the view that full adoption of the Best Practice Recommendations is currently not practical. The Board will continue to review the Company’s Corporate Governance framework and practices as the Company changes in profile and size.

A description of the Company’s main corporate governance principles and practices are set out below. All these practices were in place for the full year, unless otherwise stated:

The Roles of the Board of Directors and Management

The Board operates in accordance with the broad principles set out in the Company’s Corporate Governance Manual, a copy of which can be obtained from the Registered Office. The manual details the Board’s composition and responsibilities of both the Non Executive and Executive Directors.

Board Responsibilities

The Board’s responsibility is to govern the Company in the best interests of the Company as a whole. The functions of the Board include:

- Providing strategic guidance to the Company including contributing to the development of and approval of the corporate strategy
- Reviewing and approving business plans, the annual budget and financial plans
- Overseeing and monitoring organisational performance, progress of capital expenditure and other significant projects such as acquisitions
- Monitoring financial performance including approval of the annual and half-year financial reports and liaison with the Company’s auditors
- Appointment, performance assessment and if necessary removal of the Managing Director
- Enhancing and protecting the reputation of the organisation
- Overseeing the operation of the Company’s system for compliance and risk management reporting to shareholders.

It is the role of the Executive Directors to manage the Company in accordance with the Company’s strategy and policies.

Board Composition

The Board shall comprise of at least three, but no more than ten directors. The current Board comprises of two executive directors and two non executive Directors. The Board has accepted the following definition of an Independent Director:

“An Independent Director is a director who is not a member of management, is a non-executive director and who:

- is not a substantial shareholder (under the meaning of Corporations Act 2001) of the Company or an officer of, or otherwise associated, directly or indirectly, with a substantial shareholder of the Company;

- has not within the last three years been employed in an executive capacity by the Company or another group member, or been a director after ceasing to hold any such employment;
- is not a principal of a professional adviser to the Company or another group member;
- is not a significant consultant, supplier or customer of the Company or another group member, or an officer of or otherwise associated, directly or indirectly, with a significant consultant, supplier or customer;
- has no significant contractual relationship with the Company or another group member other than as a director of the Company;
- is free from any interest and any business or other relationship which could, or could reasonably be perceived to, materially interfere with the director's ability to act in the best interests of the Group.”

In accordance with the above principles, Mr Brian Rear is considered to be independent. The other non executive Director, Ken Maiden was an Executive Director until 30 April 2008 and is therefore considered not independent.

As a result the Company is not compliant with the principles recommending that the Chairman of the Board be independent and the majority of Directors be independent.

The skills, experience and expertise relevant to the position held by each Director in office at the date of the annual report are included in the Directors' Report. There are procedures in place, as agreed by the Board, to enable Directors to seek independent professional advice on issues arising in the course of their duties at the Company's expense.

Chairman and Executive Directors

The Chairman is responsible for leading the Board, ensuring all Directors are properly briefed in all matters relevant to their role and responsibilities, facilitating Board discussions and managing the Board's relationship with the Company's senior executives and acting as the spokesperson for the Company.

It is the role of the Executive Directors to manage the Company in accordance with the Company's strategy and policies. Until March 2009, the role of the Managing Director was carried out by Mr Robert Scargill. At that time the Board implemented cost cutting measures in order to conserve the Company's cash reserves. These measures included suspending all exploration activities, reducing the number of Directors and terminating the Managing Director's contract of employment due to redundancy. Currently the Company is managed by the Executive Directors Mr Matthew Wood and Mr Timothy Flavel.

Performance

The Board of Copper Range Limited conducts its performance review of itself on an ongoing basis throughout the year. The small size of the Group and hands on management style requires a high level of interaction between Directors and Senior Executives throughout the year. This contact has enabled the performance of the Senior Executives to be assessed and feedback given to the individuals on a regular basis. The Board considers that this approach to performance review provides the best guidance and value to the Group.

Board Committees

Nomination Committee

The Company is not compliant with this principle as it does not have a nomination committee. Given the size of the current Board, the Board does not consider it necessary to maintain a formal nomination committee, as the Board can properly address the function without the need to delegate to a committee. The Non Executive Directors establish the criteria for Board membership, they continuously review Board membership and nominate Directors. The main criteria for the appointment and re-appointment of Directors are expertise, experience and qualifications which will contribute to the competent and efficient operation of the Board. Appointment as a Non Executive Director is for an initial term of three years and it is subject to shareholder approval at a general meeting. Re-appointment is conditional on performance and re-election by shareholders at a general meeting. Removal of Non Executive Directors before the end of the three year term requires a shareholder resolution.

Audit Committee

The Company is not compliant with this principle as it does not have an audit committee. Given the size of the current Board, the Board does not consider it necessary to maintain a formal audit committee, as the Board can properly address the function without the need to delegate to a committee.

The Non Executive Directors:

- review annual and half-year reports, financial statements and other information distributed externally
- review audit reports and letters to the Board from the external auditors
- liaise with external auditors to ensure the annual audit and half-year review are adequate in terms of quality and scope and are conducted in an effective manner
- monitor compliance with the Corporations Act 2001, ASX Listing Rules, and other matters outstanding with other regulatory and financial authorities
- consider nominations for the external auditor role. The performance of the external auditor is reviewed annually and applications for tender of external audit services are requested as deemed appropriate. The criteria that are considered by the Board when they are nominating an external auditor are independence, experience, professional integrity and quality of service. The change of external auditor is subject to shareholder approval at an Annual General Meeting. The external audit partner is required to rotate after five consecutive years in office.

Remuneration Committee

The Company is not compliant with this principle as it does not have a remuneration committee. Given the size of the current Board, the Board does not consider it necessary to maintain a formal remuneration committee, as the Board can properly address the function without the need to delegate to a committee. The Board has adopted a formal Remuneration Policy (a copy of which can be obtained from the Company's Registered Office).

Please refer to the Remuneration Report in the Directors' Report for details of remuneration including principles followed by the Board for determining the remuneration of the Company's Non Executive Directors and Executive Directors.

There is no scheme to provide retirement benefits, other than statutory superannuation, to Non Executive Directors if payable.

Risk Assessment and Management

The Risk Oversight and Management Policy states that the Board has the primary responsibility for identifying the principal risks of the Company's business and for ensuring that an appropriate risk management system and effective internal control framework exists within the entity. A copy of this Policy can be obtained from the Registered Office. The Managing Director and Senior Executives are responsible for the establishment and maintenance of the Company's risk management system and framework of internal control in a changing business environment. The Board is not fully compliant with Principle 7.2 as it has not requested a statement from management on the effectiveness of the management of the Company's material business risks and that those risks are being managed effectively. Instead the Board requires that any matters of significance that are identified by management to be summarised for the Board's evaluation and sign off. Management is prohibited, without Board approval, from executing agreements, undertaking commitments on behalf of the Company or incurring substantial expenditure.

Code of Conduct

The Company's Corporate Governance Manual includes a written Code of Conduct for Directors and Key Management Personnel. In summary the Code requires that all times Directors and Key Management Personnel act with the upmost integrity, objectivity and in compliance with the letter and the spirit of the law and the Company policies. The Company has built a culture of integrity, fairness and ethical behaviour into its internal control policies and procedures. At all times the Board requires all employees and consultants to display high standards of ethical behaviour and integrity.

Copper Range Limited

Directors and Senior Executives are permitted to trade in the Company's securities during a two week period after the lodgement of the Company's Quarterly Reports, Half Yearly and Annual Financial reports, provided they have not become aware of any event which might reasonably be expected to influence the price of the Company's securities and which was not in the public domain. Prior to undertaking any trading in the Company's securities each Director or Senior Executive is required to inform the Chairman of their intentions.

No restrictions are formally placed on employees trading in the Company's securities provided that the employee has no access to privileged, confidential or market sensitive information. Employees with access to such information are required to comply with the conditions imposed on Senior Executives. The Company's policy concerning trading in its securities is contained within the Company's Corporate Governance Manual.

Continuous Disclosure and Shareholder Communication

As specified in the Corporate Governance Manual, the Board has designated the Company Secretary as the person responsible for overseeing and co-ordinating disclosure of information to the Australian Stock Exchange ("ASX"). The focus is on continuous disclosure of any information concerning the Company that a reasonable person would expect to have a material effect on the price of the Company's securities.

The Company distributes to every registered shareholder statutory notifications such as Notice of General Meeting. The Company also maintains a publicly accessible web site which includes all Quarterly Reports, Half Year Reports, Annual Reports and other Company announcements and presentations to analysts and institutional briefings.

The Company requests the external auditor to attend each Annual General Meeting and be available to answer shareholder questions.

Corporate Reporting

In accordance with section 295A of the Corporations Act, the Board receives annually from both the Managing Director and the Chief Financial Officer (or personnel performing those roles) a declaration disclosing that the financial records of the Company have been properly maintained in accordance with section 286, the Financial Statements and notes for the financial year comply with the accounting standards and the Financial Statements and notes for the financial year give a true and fair view.

Copper Range Limited

Income Statement for the year ended 30 June 2009

| | Notes | Consolidated | | Parent | |
|--|--------|--------------------|--------------------|--------------------|--------------------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | \$ | \$ | \$ | \$ |
| Revenue from continuing operations | | | | | |
| Interest income – third parties | | 71,478 | 228,189 | 70,688 | 226,659 |
| Administrative expenses | 3 | (125,687) | (292,466) | (14,379) | (226,259) |
| Audit fees | 21 | (41,498) | (40,360) | (41,498) | (40,360) |
| Consulting fees | | (56,500) | (105,960) | (41,000) | (105,929) |
| Depreciation and impairment expense | 7,8,10 | (422,072) | (27,074) | (366,737) | (3,003) |
| Employee benefits expense | | (1,198,051) | (1,028,496) | (106,719) | (81,720) |
| Equity benefits expense | 26 | (50,650) | 85,423 | (50,650) | 85,423 |
| Exploration and evaluation expenditure | | (702,080) | (2,190,959) | - | - |
| Listing and share registry expenses | | (53,140) | (74,223) | (51,031) | (74,011) |
| Profit on disposal of assets | | 80,637 | - | - | - |
| Provision for doubtful debts | | - | - | (1,839,303) | (6,391,847) |
| Service administration fee | | (204,000) | (422,000) | - | - |
| Other | | (6,780) | (37,564) | (1,913) | (20,842) |
| | | (2,779,821) | (4,133,679) | (2,513,230) | (6,858,548) |
| Loss from continuing operations before income tax | | (2,708,343) | (3,905,490) | (2,442,542) | (6,631,889) |
| Income tax expense | 4 | - | - | - | - |
| Loss from continuing operations after tax | | (2,708,343) | (3,905,490) | (2,442,542) | (6,631,889) |
| Net loss attributable to members of the parent entity | | (2,708,343) | (3,905,490) | (2,442,542) | (6,631,889) |
| Earnings / (loss) per share: | | | | | |
| Basic | | | | | |
| - All activities (cents per share) | 20 | (3.64) | (5.84) | | |
| Diluted | | | | | |
| - All activities (cents per share) | 20 | (3.64) | (5.84) | | |

The accompanying notes form part of the Financial Report

Copper Range Limited

Balance Sheet as at 30 June 2009

| | Notes | Consolidated | | Parent | |
|---|-------|------------------|------------------|----------------|------------------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | \$ | \$ | \$ | \$ |
| CURRENT ASSETS | | | | | |
| Cash and cash equivalents | 16 | 262,853 | 2,239,295 | 258,915 | 2,226,898 |
| Trade and other receivables | 5 | 51,921 | 122,009 | 25,737 | 23,523 |
| TOTAL CURRENT ASSETS | | 314,774 | 2,361,304 | 284,652 | 2,250,421 |
| NON CURRENT ASSETS | | | | | |
| Other receivables | 6 | - | 20,832 | - | 20,000 |
| Property, plant & equipment | 7 | - | 89,672 | - | 8,335 |
| Deferred exploration and evaluation expenditure | 8 | - | - | - | - |
| Available for sale investments | 9 | 25,000 | - | - | - |
| Investments in subsidiaries | 10 | - | - | - | 2 |
| TOTAL NON CURRENT ASSETS | | 25,000 | 110,504 | - | 28,337 |
| TOTAL ASSETS | | 339,774 | 2,471,808 | 284,652 | 2,278,758 |
| CURRENT LIABILITIES | | | | | |
| Trade and other payables | 12(a) | 451,939 | 190,368 | 203,310 | 79,306 |
| Provisions | 12(b) | 3,449 | 13,143 | - | - |
| TOTAL CURRENT LIABILITIES | | 455,388 | 203,511 | 203,310 | 79,306 |
| TOTAL LIABILITIES | | 455,388 | 203,511 | 203,310 | 79,306 |
| NET ASSETS | | (115,614) | 2,268,297 | 81,342 | 2,199,452 |
| EQUITY | | | | | |
| Issued capital | 13 | 10,800,199 | 10,517,917 | 10,800,199 | 10,517,917 |
| Reserves | 14 | 400,175 | 358,025 | 400,175 | 358,025 |
| Accumulated losses | 15 | (11,315,988) | (8,607,645) | (11,119,032) | (8,676,490) |
| TOTAL EQUITY | | (115,614) | 2,268,297 | 81,342 | 2,199,452 |

The accompanying notes form part of the Financial Report

Copper Range Limited

Cash Flow Statement for the year ended 30 June 2009

| | Notes | Consolidated | | Parent | |
|--|-------|--------------------|--------------------|--------------------|------------------|
| | | 2009 | 2008 | 2009 | 2008 |
| | | \$ | \$ | \$ | \$ |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | |
| Payments to suppliers & employees | | (1,077,487) | (1,713,201) | (269,943) | (590,154) |
| Payments for exploration expenditure | | (1,122,644) | (2,612,959) | - | (30) |
| Interest received | | 71,478 | 228,189 | 70,688 | 226,659 |
| NET CASH FLOWS USED IN OPERATING ACTIVITIES | 16 | (2,128,653) | (4,097,971) | (199,255) | (363,525) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | |
| Payments for property, plant and equipment | | - | (58,456) | - | (11,338) |
| Proceeds from sale of property, plant and equipment | | 31,637 | - | - | - |
| Proceeds from sale of tenement | | 50,000 | | | |
| NET CASH FLOWS PROVIDED BY INVESTING ACTIVITIES | | 81,637 | (58,456) | - | (11,338) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | |
| Proceeds from issue of shares | | 91,003 | 5,924,392 | 91,003 | 5,924,392 |
| Loans to controlled entities | | - | - | (1,839,302) | (3,744,149) |
| Cost of share issues and equity raising | | (20,429) | (25,633) | (20,429) | (25,633) |
| NET CASH FLOWS PROVIDED BY FINANCING ACTIVITIES | | 70,574 | 5,898,759 | (1,768,728) | 2,154,610 |
| Net increase / (decrease) in cash and cash equivalents | | (1,976,442) | 1,742,332 | (1,967,983) | 1,779,747 |
| Cash and cash equivalents at beginning of period | | 2,239,295 | 496,963 | 2,226,898 | 447,151 |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | 16 | 262,853 | 2,239,295 | 258,915 | 2,226,898 |

The accompanying notes form part of the Financial Report

Copper Range Limited

Statement of Changes in Equity for the year ended 30 June 2009

| Consolidated | Contributed Equity | | Accumulated Losses | Equity Benefits Reserve | Total |
|---|--------------------|-----------|---------------------|-------------------------|------------------|
| | Issued Capital | Options | | | |
| | \$ | \$ | \$ | \$ | \$ |
| At 1 July 2008 | 10,517,917 | - | (8,607,645) | 358,025 | 2,268,297 |
| Loss for the period | - | - | (2,708,343) | - | (2,708,343) |
| Equity Transactions: | | | | | |
| Shareholder equity contribution | 91,000 | - | - | - | 91,000 |
| Shareholder options contribution | 3 | - | - | - | 3 |
| Shares issued as part consideration for acquisition (Note 11) | 203,209 | - | - | - | 203,209 |
| Share based payments | 8,500 | - | - | - | 8,500 |
| Transaction costs on share issue | (20,430) | - | - | - | (20,430) |
| Employee options issued | - | - | - | 61,035 | 61,035 |
| Employee options reversed | - | - | - | (18,885) | (18,885) |
| At 30 June 2009 | 10,800,199 | - | (11,315,988) | 400,175 | (115,614) |
| At 1 July 2007 | 4,337,367 | 281,791 | (4,702,155) | 443,448 | 360,451 |
| Loss for the period | - | - | (3,905,490) | - | (3,905,490) |
| Equity Transactions: | | | | | |
| Shareholder equity contribution | 6,259,122 | (334,730) | - | - | 5,924,392 |
| Employee options reversed | - | - | - | (85,423) | (85,423) |
| Transaction costs on share issue | (78,572) | 52,939 | - | - | (25,633) |
| At 30 June 2008 | 10,517,917 | - | (8,607,645) | 358,025 | 2,268,297 |
| Parent | | | | | |
| At 1 July 2008 | 10,517,917 | - | (8,676,490) | 358,025 | 2,199,452 |
| Loss for the period | - | - | (2,442,542) | - | (2,442,542) |
| Equity Transactions: | | | | | |
| Shareholder equity contribution | 91,000 | - | - | - | 91,000 |
| Shareholder options contribution | 3 | - | - | - | 3 |
| Shares issued as part consideration for acquisition (Note 11) | 203,209 | - | - | - | 203,209 |
| Share based payments | 8,500 | - | - | - | 8,500 |
| Transaction costs on share issue | (20,430) | - | - | - | (20,430) |
| Employee options issued | - | - | - | 61,035 | 61,035 |
| Employee options reversed | - | - | - | (18,885) | (18,885) |
| At 30 June 2009 | 10,800,199 | - | (11,119,032) | 400,175 | 81,342 |
| At 1 July 2007 | 4,337,367 | 281,791 | (2,044,601) | 443,448 | 3,018,005 |
| Loss for the period | - | - | (6,631,889) | - | (6,631,889) |
| Equity Transactions: | | | | | |
| Shareholder equity contribution | 6,259,122 | (334,730) | - | - | 5,924,392 |
| Employee options reversed | - | - | - | (85,423) | (85,423) |
| Transaction costs on share issue | (78,572) | 52,939 | - | - | (25,633) |
| At 30 June 2008 | 10,517,917 | - | (8,676,490) | 358,025 | 2,199,452 |

The accompanying notes form part of the Financial Report

Copper Range Limited

Notes to the financial statements at 30 June 2009

1. CORPORATE INFORMATION

The financial report of Copper Range Limited ("Copper Range" or "the Company") for the period ended 30 June 2009 includes separate financial statements for Copper Range Limited as an individual parent entity and the Consolidated Entity consisting of Copper Range Limited and its controlled entities. Copper Range Limited is a listed public company incorporated and domiciled in Australia. The financial report was authorised for issue in accordance with a resolution of the Directors on 29 September 2009.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation and going concern basis of accounting

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standards, Urgent Issues Group Interpretations and other authoritative pronouncements. The financial report has been prepared on a historical cost basis modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been adopted. The presentation currency is Australian dollars.

Going Concern

The Directors have prepared the accounts on a going concern basis notwithstanding the Consolidated Entity's negative assets and the loss reported for the year. The Directors are of the opinion that following the successful acquisition of Icon Gold Pty Limited on 29 May 2009 and the fully underwritten Entitlement Issue which raised \$1,600,000 in July 2009, the Consolidated Entity has sufficient and potential funds to continue to operate as a going concern for a period of twelve months from the date of this Financial Report.

The Consolidated Entity, being a minerals explorer without a current significant revenue stream, may be required to raise additional equity and/or debt during the above mentioned period in order to finance its normal operating activities. At the date of this Report, the Directors believe that due to renegotiations of payment schedules, potential joint venture arrangements, the review of tenement holdings and flexibility in the pattern of exploration expenditure, it is not practical to quantify the amount of additional equity and/or debt that may be required. No assurance is given that the Consolidated Entity will be able to raise future funding on acceptable terms or in a timely manner. In the event that the Consolidated Entity is not able to raise sufficient funding within the timeframe required it may not realize its assets and extinguish its liabilities in the normal course of business as the amounts stated in this Financial Report. No adjustments have been made in the Financial Report relating to and classification of recorded asset amounts, or to amounts and classification of liabilities that may be necessary if the Consolidated Entity does not continue as a Going Concern.

The Directors continue to manage the Consolidated Entity's activities with due respect to and understanding of the Consolidated Entity's current and future funding requirements.

The Parent Entity has issued a Letter of Support to its wholly owned Controlled Entity, Copper Range (SA) Pty Ltd, having regard to the financial position of that Entity at 30 June 2009 whereby the Parent Entity undertakes not to call up the outstanding loan of \$8,231,149 for a period of twelve months from the date of this Financial Report and to continue to provide further funding to enable that Entity to pay its debts as and when they fall due.

The principal accounting policies are set out below and these have been consistently applied to all years reported on, unless otherwise stated.

(a) Compliance with IFRS

The financial report complies with Australian Accounting Standards ("AIFRS") in their entirety as issued by the Australian Accounting Standards Board, which are the equivalents to International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

Copper Range Limited
Notes to the financial statements at 30 June 2009

(b) New accounting standards and interpretations

Australian Accounting Standards and interpretations that have recently been issued or amended that are likely to be applicable to the Group, but are not yet effective, have not been adopted by the Group for the annual reporting period ended 30 June 2009. These are outlined in the table below.

| Reference | Title | Summary | Impact on Group financial report | Application date for Group |
|---|---|--|--|----------------------------|
| AASB 8 and AASB 2007-3 | Operating Segments and consequential amendments to other Australian Accounting Standards | New Standard replacing AASB 114 Segment Reporting, which adopts a management reporting approach to segment reporting. | AASB 8 is a disclosure standard so will have no direct impact on the amounts included in the Group's financial statements. The amendments may have an impact on the Group's segment disclosures. | 1 July 2009 |
| AASB 101 (Revised), AASB 2007-8 and AASB 2007-10 | Presentation of Financial Statements and consequential amendments to other Australian Accounting Standards | Introduces a statement of comprehensive income. Other revisions include impacts on the presentation of items in the statement of changes in equity, new presentation requirements for restatements or reclassifications of items in the financial statements, changes in the presentation requirements for dividends and changes to the titles of the financial statements. | These amendments are only expected to affect the presentation of the Group's financial report and will not have a direct impact on the measurement and recognition of amounts disclosed in the financial report. | 1 July 2009 |
| AASB 2008-1 | Amendments to Australian Accounting Standard – Share-based Payments: Vesting Conditions and Cancellations | The amendments clarify the definition of "vesting conditions", introducing the term "non-vesting conditions" for conditions other than vesting conditions as specifically defined and prescribe the accounting treatment of an award that is effectively cancelled because a non-vesting condition is not satisfied. | The Group has share-based payment arrangements that may be affected by these amendments. However, the Group has not yet determined the extent of the impact, if any. | 1 July 2009 |
| AASB 2009-2 | Amendments to Australian Accounting Standards – Improving Disclosures about Financial Instruments [AASB 4, AASB 7, AASB 1023 & AASB 1038] | The main amendment to AASB 7 requires fair value measurements to be disclosed by the source of inputs. | The Group is in the process to determine the extent of the impact of the amendments, if any. | 1 July 2009 |
| AASB 2008-5, 2008-6, 2009-4, 2009-5 and 2009-7 | Amendments to Australian Accounting Standards arising from the Annual Improvements Project | The amendments to some Standards result in accounting changes for presentation, recognition or measurement purposes, while some amendments that relate to terminology and editorial changes are expected to have no or minimal effect on accounting. | The Group is in the process of determining the extent of the impact of the amendments, if any. | 1 July 2009 |
| Amendments to International Financial Reporting Standards | Amendments to IFRS 2 | The amendments clarify the accounting for group cash-settled share-based payment transactions. | The Group is in the process of determining the extent of the impact of the amendments, if any. | 1 July 2010 |
| AASB 3, 127, 2008-3, 2008-7 | Amendments to Business Combinations and Consolidation Statements | The amendments will impact transactions on consolidation | These amendments will impact acquisitions made after 1 July 2009. The Group is in the process of determining the extent of the impact of the amendments, if any. | 1 July 2009 |

(c) Basis of Consolidation

The consolidated financial statements comprise the financial statements of Copper Range Limited and its controlled entities as at 30 June each year ('the Group').

Controlled entities are all those entities (including special purpose entities) over which the Group has the power to govern the financial and operating policies so as to obtain benefits from their activities (refer to note 10). The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether a group controls another entity.

The financial statements of the controlled entities are prepared for the same reporting period as the parent, using consistent accounting policies.

In preparing the consolidated financial statements, all balances and transactions, income and expenses and profit and losses resulting from intra-group transactions have been eliminated in full.

Controlled entities are fully consolidated from the date on which control is obtained by the Company and cease to be consolidated from the date on which control is transferred out of the Group. Minority equity interests in the equity and results of the entities that are controlled are shown as a separate item in the consolidated financial report.

The acquisition of controlled entities is accounted for using the purchase method of accounting. The purchase method of accounting involves allocating the cost of the business combination to the fair value of the assets acquired and the liabilities and contingent liabilities assumed at the date of acquisition. Goodwill on consolidation is initially recorded at the amount by which the purchase price for an ownership interest in a controlled entity exceeds the fair value attributed to its net assets at the date of acquisition. Goodwill is recorded as an intangible asset and tested annually for impairment and carried at cost less accumulated impairment losses. Where settlement of any part of the purchase consideration is material and it is deferred, the amounts payable in the future are discounted to their present value at the date of exchange taking into account any likely premium or discount on settlement.

Investments in Controlled Entities

Investments in controlled entities are initially accounted for at cost (fair value of the consideration given and acquisition charges associated with the investment) in the individual financial statements of Copper Range Limited. Subsequent to the initial measurement, investments in controlled entities are carried at cost less accumulated impairment losses.

(d) Critical accounting estimates and judgments

The preparation of financial statements in conformity with AIFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Impairment of capitalised exploration and evaluation expenditure

Capitalised exploration and evaluation expenditure is accrued at cost if the activities are acquired and the area of interest has not reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves at the date of acquisition.

Copper Range Limited

Notes to the financial statements at 30 June 2009

The future recoverability of capitalised exploration and evaluation expenditure carried at cost is dependent on a number of factors, including whether the Group decides to exploit the related lease itself or, if not, whether it successfully recovers the related exploration and evaluation asset through sale. Refer also Notes 2(g) and 8.

Factors which could impact the future recoverability include the level of proved and probable mineral reserves, future technological changes which could impact the cost of mining, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

To the extent that capitalised exploration and evaluation expenditure is determined not to be recoverable in the future, this will reduce profits and net assets in the period in which this determination is made.

Share based payment transactions

The Company measures the cost of equity settled transactions with employees and third parties by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of options issued is determined by using the Black Scholes formula, taking into account the terms and conditions upon which the instruments were granted, as discussed in note 26.

(e) Segment Reporting

A business segment is a distinguishable component of the entity that is engaged in providing products or services that are subject to risks and returns that are different to those of other business segments. A geographical segment is a distinguishable component of the entity that is engaged in providing products or services within a particular economic environment and is subject to risks and returns that are different than those of segments operating in other economic environments.

(f) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Consolidated Entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount (note 2(r)).

All assets are depreciated over their useful lives to the entity commencing from the time the asset is held ready for use. Depreciation rates are as follows:

| Class of Fixed Asset | Depreciation Rate |
|-----------------------------|--------------------------|
| Furniture & Fittings | 25 - 50% |
| Office Equipment | 20 - 50% |
| Software | 33.33 - 50% |
| Motor Vehicles | 20% |

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement.

(g) Exploration and Evaluation Expenditure

Exploration and evaluation expenditure is charged against earnings as incurred.

Exploration and evaluation expenditure is allocated separately to specific areas of interest. Each area of interest is limited to a size related to a known or probable Mineral Resource capable of supporting a mining operation. Such expenditure comprises net direct costs and an appropriate portion of related overhead expenditure directly related to activities in the area of interest.

Costs related to the acquisition of properties are allocated separately to specific areas of interest. Capitalised amounts for an area of interest may be written down if discounted future cash flows related to the area of interest are projected to be less than its carrying value. Refer also Note 8.

(h) Cash and cash equivalents

Cash and short term deposits in the balance sheet include cash on hand, deposits held at call with banks and other short term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown as current liabilities in the balance sheet. For the purpose of the cash flow statement, cash and cash equivalents consist of cash and cash equivalents as described above, net of outstanding bank overdrafts.

(i) Trade and other receivables

Trade receivables, which generally have 30-90 day terms, are recognised and carried at original invoice amount less an allowance for any uncollectible amounts.

An estimate for doubtful debts is made when collection of the full amount is no longer probable. Bad debts are written off when identified.

(j) Trade and other payables

Liabilities for trade creditors and other amounts are measured at amortised cost, which is the fair value of the consideration to be paid in the future for goods and services received that are unpaid, whether or not billed to the consolidated entity.

(k) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Group expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money, and where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(l) Contributed Equity

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction from the proceeds. Incremental costs directly attributable to the issue of new shares or options, or for the acquisition of a business, are included in the cost of the acquisition as part of the purchase consideration.

(m) Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue is capable of being reliably measured.

Interest income

Revenue is recognised on a time proportion basis using the effective interest method.

(n) Income Tax

The income tax expense for the period is based on the profit/loss for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates for each jurisdiction that have been enacted or are substantially enacted by the balance sheet date.

Deferred income tax is provided for on all temporary differences at balance date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes. No deferred income tax will be recognised from the initial recognition of goodwill or of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss. Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled.

Deferred income tax assets are recognised for all deductible temporary differences, carry forward of unused tax assets and unused tax losses to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at each balance date and only recognised to the extent that sufficient future assessable income is expected to be obtained.

No deferred income tax liabilities or assets will be recognised in respect of temporary differences between the carrying value and tax bases of investments in controlled entities if the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary differences will not reverse in the near future.

Current and deferred income taxes relating to items recognised directly in equity are recognised in equity and not in the income statement.

Copper Range Limited and its controlled entity Copper Range (SA) Pty Limited have formed an income tax consolidated group under the tax consolidation regime. The group notified the Australian Tax Office that it had formed an income tax Economic Entity to apply from 30 March 2006. Each entity recognises its own current and deferred tax assets/liabilities, except for any deferred tax liabilities resulting from unused tax losses and tax credits, which are immediately assumed by the Copper Range Limited ("Parent Entity"). The current tax liability of each group entity is then subsequently assumed by the Parent Entity. The tax consolidated group has entered a tax sharing agreement whereby each Company in the group contributes to the income tax payable in proportion to their contribution to the net profit/(loss) before tax of the tax consolidated group.

(o) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST. The net amount of GST recoverable from, or payable to, the Australian Tax Office is included as part of receivables or payables in the balance sheet.

(p) Share based payment transactions

The Group has a number of share based compensation arrangements involving shares and options, including an Employee Share Scheme; and provides benefits to employees (including Directors) and third parties providing services to the Company in the form of share based payment transactions, whereby individuals or third parties render services in exchange for shares or rights over shares ('equity settled transactions').

In the case of shares, the fair value is based on the price quoted at the time of allotment.

The options are measured by reference to the fair value at the date at which they are granted. The fair value of options granted is determined by using the Black Scholes formula, taking into account the terms and conditions upon which the instruments were granted, as discussed in note 26.

The cost of the equity settled transactions is recognised as an expense, together with a corresponding increase in equity, over the period in which the relevant individual becomes fully entitled to the award ('vesting date') unless the cost is deemed immaterial and then it is recognised in full at the grant date. The cumulative expense recognised for equity settled transactions at each reporting date until vesting date reflects (i) the extent to which the vesting period has expired and (ii) the number of awards that, in the opinion of the Directors of the group, will ultimately vest. This opinion is formed based on the best available information at balance date. No adjustment is made for the likelihood of the market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date. The income statement charge or credit for a period represents the movement in cumulative expense recognised at the beginning and end of the period.

(q) Foreign currency translation

Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Australian dollars, which is the functional and presentation currency of Copper Range.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of the initial transaction. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Group companies

The results and financial position of the Group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the Consolidated Entity's presentation currency are translated into the presentation currency as follows:

- assets and liabilities for each balance sheet presented are translated at the closing rate at the date of that balance sheet;
- income and expenses for each income statement are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions); and
- all resulting exchange differences are recognised as a separate component of equity.

On consolidation, exchange differences arising from the translation of any net investment in foreign entities, and of borrowings and other financial instruments designated as hedges of such investments, are taken to shareholders' equity. When a foreign operation is sold or any borrowings forming part of the net investment are repaid, a proportionate share of such exchange differences are recognised in the income statement, as part of the gain or loss on sale where applicable.

(r) Impairment of Assets

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets including goodwill to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement. Impairment testing is performed annually or more frequently if events or changes in circumstances indicate that impairment may have occurred.

Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The amount due to the Parent by a Controlled Entity is fully provided for, together with the investments in Controlled Entities.

(s) Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the profit/loss attributable to equity holders of the parent company, excluding any costs of servicing equity other than dividends, by the weighted average number of ordinary shares, adjusted for any bonus elements.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of the basic earnings per share to take into account :

- the after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses
- other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares and
- all dilutive potential ordinary shares, adjusted for any bonus elements.

Dilutive earnings per share are capped at basic earnings per share in the event of losses.

(t) Employee Benefits

Provision is made for the Consolidated Entity's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

(u) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Held-to-maturity investments

These investments have fixed maturities, and it is the Consolidated Entity's intention to hold these investments to maturity. Any held-to-maturity investments held by the Consolidated Entity are stated at amortised cost using the effective interest rate method.

Financial liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Available-for-sale financial assets

Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value are taken directly to equity. Impairment losses are taken to the Income Statement.

(v) Investments in controlled entities

All investments are initially recognised at cost, being the fair value of the consideration given and including acquisition charges associated with the investment. Subsequent to the initial measurement, investments in controlled entities are carried at cost less accumulated impairment losses. Refer also Note 2(c).

(w) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in income in the period in which they are incurred.

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|---------------------------------------|----------------|----------------|---------------|----------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| 3. Loss for the year is after: | | | | |
| (a) Administrative expenses | | | | |
| Insurance | 11,551 | 69,642 | 11,551 | 69,642 |
| Occupancy costs | 96,777 | 42,018 | 776 | 8,929 |
| Other | 17,359 | 180,806 | 2,052 | 147,688 |
| Total administrative expenses | 125,687 | 292,466 | 14,379 | 226,259 |

(b) The write back of prior year accruals of \$69,661 (2008 - \$nil).

4. Income Tax

Income tax expense

Major component of tax expense for the year:

| | | | | |
|--|----------|----------|----------|----------|
| Current income tax | - | - | - | - |
| Deferred income tax | - | - | - | - |
| Income tax reported in the income statement | - | - | - | - |

Numerical reconciliation between aggregate tax expense recognised in the income statement and tax expense calculated per the statutory income tax rate

A reconciliation between tax expense and the product of accounting loss before income tax multiplied by the Company's applicable tax rate is as follows:

Loss from continuing operations before

| | | | | |
|---|-------------|-------------|-------------|-------------|
| income tax expense | (2,708,343) | (3,905,490) | (2,442,542) | (6,631,889) |
| Tax at the statutory income tax rate of 30% | (812,503) | (1,171,647) | (732,763) | (1,989,567) |
| Expense of equity based compensation | 15,195 | (25,627) | 15,195 | (25,627) |
| Investment in subsidiary impaired | - | - | 107,521 | - |
| Exploration acquisition costs impaired | 107,520 | - | - | - |
| Income tax benefit not recognised | 689,788 | 1,197,274 | 610,047 | 2,015,194 |
| Income tax expense | - | - | - | - |

Balance Sheet

Assets

| | | | | |
|---|-----------|-----------|-----------|-----------|
| Losses available to offset against future taxable income | 2,840,885 | 2,131,083 | 2,938,939 | 1,982,137 |
| Share issue costs deductible over five years | 44,648 | 68,524 | 44,648 | 68,524 |
| Provisions | 1,035 | 3,943 | - | - |
| Accrued expenses | 45,000 | 32,100 | 7,500 | 17,100 |
| | 2,931,568 | 2,235,650 | 2,991,087 | 2,067,761 |
| Deferred tax assets offset against deferred tax liabilities | - | - | - | - |
| Deferred tax asset not recognised | 2,931,658 | 2,235,650 | 2,991,087 | 2,067,761 |

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|---|--------------|-----------|-----------|-----------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Unused tax losses | | | | |
| Unused tax losses | 9,469,616 | 7,103,611 | 9,796,463 | 6,607,123 |
| Potential tax benefit not recognised at 30% | 2,840,885 | 2,131,083 | 2,938,939 | 1,982,137 |

The benefit for tax losses will only be obtained if:

- (i) the Company derives future assessable income in Australia of a nature and of an amount sufficient to enable the benefit from the deductions for the losses to be realised, and
- (ii) the Company continues to comply with the conditions for deductibility imposed by tax legislation in Australia and
- (iii) no changes in tax legislation in Australia, adversely affect the Company in realising the benefit from the deductions for the losses.

Tax consolidation

Copper Range Limited and its 100% owned Australian resident subsidiary formed a tax consolidated group with effect from 30 March 2006. Copper Range is the head entity of the tax consolidated group. Members of the group have entered into a Separate Taxpayer within a Group approach, based on a full tax funding arrangement. No amounts have been recognised in the financial statements in respect of this agreement because the possibility of default is remote.

5. Trade and Other Receivables - Current

| | | | | |
|----------------------|---------------|----------------|---------------|---------------|
| GST Receivable | 19,261 | 122,009 | 5,737 | 23,523 |
| Rental security bond | 20,000 | - | 20,000 | - |
| Other receivables | 12,660 | - | - | - |
| | 51,921 | 122,009 | 25,737 | 23,523 |

At 30 June 2009, the property security bond was held in an Interest Bearing Money Market Account. Other receivables are non-interest bearing and neither past due nor impaired. Due to the short term nature of these receivables, their carrying value is assumed to approximate their fair value.

6. Other Receivables – Non - Current

| | | | | |
|-----------------------|---|---------------|---|---------------|
| Rental security bonds | - | 20,832 | - | 20,000 |
| | - | 20,832 | - | 20,000 |

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|--|--------------|---------------|----------|--------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| 7. Property, Plant and Equipment | | | | |
| Total Property, Plant and Equipment | | | | |
| At cost | 38,597 | 127,081 | 11,338 | 11,338 |
| Accumulated depreciation & impairment | (38,597) | (37,409) | (11,338) | (3,003) |
| | - | 89,672 | - | 8,335 |

Reconciliations of plant and equipment:

| | | | | |
|-----------------|----------|---------------|----------|--------------|
| Opening balance | 89,672 | 58,290 | 8,335 | - |
| Additions | - | 58,456 | - | 11,338 |
| Disposals | (26,000) | - | - | - |
| Depreciation | (26,166) | (27,074) | (1,905) | (3,003) |
| Impairment loss | (37,506) | - | (6,430) | - |
| Closing balance | - | 89,672 | - | 8,335 |

8. Deferred Exploration and Evaluation Expenditure

| | | | | |
|---|---|---|---|---|
| Exploration properties acquired at fair value | - | - | - | - |
|---|---|---|---|---|

Reconciliation of exploration acquired:

| | | | | |
|------------------------------------|-----------|----------|----------|----------|
| Opening balance | - | - | - | - |
| Acquisition of Icon Gold Pty Ltd | 358,400 | - | - | - |
| Impairment of exploration acquired | (358,400) | - | - | - |
| Closing balance | - | - | - | - |

On 29 May 2009 the Company entered into an agreement to acquire Icon Gold Pty Limited and its controlled entities, which includes Brazphos Pty Limited ("Brazphos") and Atalantica Mineracao Ltda (Atlantica). Atlantica holds 100% of the rights to four phosphate projects in Brazil. The acquisition costs of \$358,400 represents the fair value at the date of acquisition of the consideration paid (refer Note 11). As the projects have no current JORC resources the Directors have decided at 30 June 2009 to impair on consolidation fully the acquisition cost of the projects. (refer Note 2(g))

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|--|---------------|----------|----------|----------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| 9. Available for Sale Investments – Non Current | | | | |
| Shares in other corporations | 25,000 | - | - | - |
| | 25,000 | - | - | - |

Available for sale financial assets consist of an investment in ordinary shares and therefore have no fixed maturity date or coupon rate.

10. Investment in Subsidiaries – Non Current

| | | | | |
|--------------------------------------|----------|----------|-------------|-------------|
| Investments and loans - at cost | | | | |
| Amount due from wholly owned entity: | | | | |
| Copper Range (SA) Pty Limited | | | 8,231,149 | 6,391,847 |
| Less provision for doubtful debt | - | - | (8,231,149) | (6,391,847) |
| | - | - | - | - |
| Investments in wholly owned entities | | | 358,402 | 2 |
| Accumulated impairment | - | - | (358,402) | - |
| | - | - | - | 2 |
| | - | - | - | 2 |

The Company has issued a Letter of Support to its wholly owned controlled entity, Copper Range (SA) Pty Limited, agreeing not to call up loans totalling \$8,231,149 until the controlled entity is able to pay its debts as and when they fall due; and to provide further funding as is necessary to enable Copper Range (SA) Pty Limited to pay its debts when they become due and payable.

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2(c).

Details of controlled entities are as follows:

| Name | Country of incorporation | % Equity Interest | |
|-------------------------------|--------------------------|-------------------|------|
| | | 2009 | 2008 |
| Copper Range (SA) Pty Limited | Australia | 100% | 100% |
| Icon Gold Pty Limited | Australia | 100% | - |
| Brazphos Pty Limited | Australia | 100% | - |
| Atalantica Mineracao Ltda | Brazil | 100% | - |

Copper Range Limited
Notes to the financial statements at 30 June 2009

11. Acquisition of Controlled Entities

On 29 May 2009 Copper Range Limited entered in to an agreement to acquire 100% of the issued share capital of Icon Gold Pty Limited ("Icon"), which owns 100% of the issued share capital of Brazphos Pty Limited and Atalantica Mineracao Ltda. The purchase consideration comprised 10,000,000 ordinary shares and 20,000,000 options with a term of four years from the date of issue and an exercise price of \$0.015. The first tranche of 7,916,500 shares was issued to Icon shareholders on 1 June 2009, the remaining 2,083,500 shares and the 20,000,000 options were issued on 21 July 2009 following shareholder approval.

Details of the fair value of the assets and liabilities acquired and purchase consideration is as follows:

| | Carrying value of interest | Fair value of interest |
|----------------------------|-------------------------------|---------------------------|
| Non Current Asset | | |
| Exploration property | 153 | 358,400 |
| Net assets acquired | 153 | 358,400 |

Purchase Consideration

| | |
|---|----------------|
| 7,916,500 ordinary shares issued 1 June 2009 | 203,209 |
| Deferred purchase consideration: | |
| 2,083,500 ordinary shares issued 21 July 2009 | 30,082 |
| 20,000,000 options issued 21 July 2009 | 125,109 |
| Total Purchase Consideration | 358,400 |

Deferred purchase consideration of \$155,191 represents the fair value of 2,083,500 ordinary shares and 20,000,000 options issued on 22 July 2009 following approval by shareholders. The amount is included in Other Payables (refer Note 12(a)).

Shares issued to Icon shareholders have been fair valued at the closing market price on the date that they were issued. The fair value of the options granted was determined using the Black Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share and the risk free interest rate for the term of the option.

The acquired entities contributed revenue of \$nil and net profit of \$nil to the Group for the period 29 May 2009 to 30 June 2009. If the acquisition had occurred on 1 July 2008, there would have been no effect on the Group's revenue and net loss for the year ended 30 June 2009.

| | Consolidated | | Parent | |
|--|--------------|------|--------|------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |

12. (a) Trade and Other Payables - Current

| | | | | |
|--|----------------|----------------|----------------|---------------|
| Trade creditors (including Related Parties creditors of \$20,869, 2008 \$nil – refer note 23(b)) | 146,748 | 83,368 | 23,119 | 22,306 |
| Accruals | 150,000 | 107,000 | 25,000 | 57,000 |
| Deferred consideration for purchase of Icon Gold Limited (refer Note 11) | 155,191 | - | 155,191 | - |
| | 451,939 | 190,368 | 203,310 | 79,306 |

Trade and other creditors are unsecured and contractually mature within 30 days. Due to the short term nature of these liabilities their carrying value is assumed to approximate their fair value.

Copper Range Limited
Notes to the financial statements at 30 June 2009

12 (b) Provisions – Employee Entitlements

| | Consolidated | | Parent | |
|---------------------------------|--------------|---------------|--------|------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Employee Entitlements Provision | 3,449 | 13,143 | - | - |
| Movement | | | | |
| Balance at 1 July | 13,143 | 26,355 | - | - |
| Additional provisions | 29,823 | - | - | - |
| Amounts utilised | (39,517) | (13,212) | - | - |
| Balance at 30 June | 3,449 | 13,143 | - | - |

13. Issued Capital

Issued and paid up capital

| | | | | |
|----------------------------|-------------------|-------------------|-------------------|-------------------|
| Ordinary shares fully paid | 10,800,199 | 10,517,917 | 10,800,199 | 10,517,917 |
|----------------------------|-------------------|-------------------|-------------------|-------------------|

| | Parent and consolidated - | | Parent and consolidated - | |
|--|---------------------------|-------------------|---------------------------|-------------------|
| | 2009 | | 2008 | |
| | Number of shares | \$ | Number of shares | \$ |
| Opening balance | 72,748,920 | 10,517,917 | 43,126,962 | 4,337,367 |
| Exercise of loyalty options at \$0.20 per share | - | - | 29,621,958 | 6,259,122 |
| Share based compensation (refer note 26) | 250,000 | 8,500 | - | - |
| Issued under share purchase plan at \$0.03 per share | 3,033,319 | 91,000 | - | - |
| Issued on exercise of options at \$0.30 per share | 9 | 3 | - | - |
| Issued as part consideration for purchase of Icon Gold (refer Note 11) | 7,916,500 | 203,209 | - | - |
| Share issue costs | - | (20,430) | - | (78,572) |
| Closing balance | 83,948,748 | 10,800,199 | 72,748,920 | 10,517,917 |

Ordinary shares

Ordinary shares have the right to receive dividends as declared and, in the event of a winding up of the Company, to participate in the proceeds from sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or proxy, at a meeting of the Company. Upon a poll at a meeting of the Company each share is entitled to one vote.

Share options

Information relating to the Copper Range Ltd Employee Share Option Plan, including details of options issued under the plan, is set out in note 26.

There were 43,069,408 unissued ordinary shares under options at 30 June 2009 (2008: 41,799,417). A reconciliation of the movement in options on issue is tabled below.

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|--|--------------|------|--------|------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |

Issued and paid up capital

| | | | | |
|----------------|---|---|---|---|
| Equity Options | - | - | - | - |
|----------------|---|---|---|---|

Movements in equity options

| | Parent and consolidated | |
|--|-------------------------|-----------|
| | Number of options | \$ |
| Balance at 1 July 2007 | 39,238,038 | 281,791 |
| Incentive options issued, Sept 07 | 36,374,417 | - |
| Loyalty options exercised at \$0.20/share | (29,621,958) | (249,307) |
| Options lapsed | (4,191,080) | (85,423) |
| Cost of option issue | - | 52,939 |
| Balance as at 30 June 2008 | 41,799,417 | - |
| Incentive options exercised at \$0.30/share | (9) | - |
| Employee options issued as a share based payment | 995,000 | - |
| Employee options lapsed as share based payment | (725,000) | - |
| Issued to an Executive Director as a share based payment | 1,000,000 | - |
| Balance at 30 June 2009 | 43,069,408 | - |

The details of the options outstanding at reporting date are summarised below:

| Number | Exercise Price | Grant Date | Expiry Date |
|-------------------|----------------|-------------------|-------------------|
| 4,000,000 | \$0.25 | 30 March 2006 | 2 April 2011 |
| 920,000 | \$0.40 | 4 May 2007 | 3 May 2012 |
| 36,374,408 | \$0.30 | 28 September 2007 | 30 September 2010 |
| 775,000 | \$0.12 | 1 October 2008 | 30 September 2013 |
| 1,000,000 | \$0.12 | 27 November 2008 | 27 November 2013 |
| 43,069,408 | | | |

No option holder has any right under the options to participate in any other share issue of the Company or any other entity.

Capital risk management

The Group's capital comprises share capital, reserves less accumulated losses amounting to a net loss of \$115,614 at 30 June 2009 (2008: net surplus of \$2,268,297). The Group manages its capital to ensure its ability to continue as a going concern and to optimise returns to its shareholders. The Group was not geared at year end. Refer to note 24 for further information on the Group's financial risk management policies.

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|---|---------------------|----------------|----------------|----------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| 14. Reserves | | | | |
| Equity benefits reserve | 400,175 | 358,025 | 400,175 | 358,025 |
| Movement | | | | |
| <i>Equity benefits reserve</i> | | | | |
| Opening balance | 358,025 | 443,448 | 358,025 | 443,448 |
| Share based payment expense (refer note 26) | 42,150 | (85,423) | 42,150 | (85,423) |
| Closing balance | 400,175 | 358,025 | 400,175 | 358,025 |

Nature and purpose of reserves

Equity benefits reserve

The employee equity benefits reserve is used to record the value of share based payments provided to directors and employees, including Key Management Personnel. Refer to note 26 for details of the Copper Range Limited Employee Share Option Plan.

15. Accumulated losses

Movement in accumulated losses were as follows:

| | | | | |
|-------------------|---------------------|--------------------|---------------------|--------------------|
| Opening balance | (8,607,645) | (4,702,155) | (8,676,490) | (2,044,601) |
| Loss for the year | (2,708,343) | (3,905,490) | (2,442,542) | (6,631,889) |
| Closing balance | (11,315,988) | (8,607,645) | (11,119,032) | (8,676,490) |

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|---|--------------------|--------------------|------------------|------------------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| 16. Cash Flow Statement | | | | |
| Reconciliation of cash | | | | |
| Cash comprises of: | | | | |
| Cash at bank | 262,853 | 2,239,295 | 258,915 | 2,226,898 |
| The fair value of cash is equal to the carrying value. | | | | |
| Reconciliation of net loss after tax to the net cash flows from operations | | | | |
| Loss after tax | (2,708,343) | (3,905,490) | (2,442,542) | (6,631,889) |
| Non-cash items | | | | |
| Depreciation and impairment | 422,072 | 27,074 | 366,737 | 3,003 |
| Provision for doubtful debts | - | - | 1,839,302 | 6,391,847 |
| Profit on disposal of assets | (80,637) | - | - | - |
| Share based payment (see Note 26) | 50,650 | (85,423) | 50,650 | (85,423) |
| | (2,316,258) | (3,963,839) | (185,853) | (322,462) |
| Changes in assets and liabilities | | | | |
| Trade and other receivables | 90,920 | (51,836) | 17,786 | (20,703) |
| Trade and other payables | 96,685 | (82,296) | (31,188) | (20,360) |
| Net cash flows from operating activities | (2,128,653) | (4,097,971) | (199,255) | (363,525) |

The cash flows are after eliminating non-cash financing items of \$358,400 relating to the acquisition of Icon Gold Pty Limited (refer note 11).

17. Expenditure Commitments

The Group has leased premises and equipment under non-cancellable operating leases expiring within one to three years. These leases have varying terms, escalation clauses and renewal rights.

Lease commitments – non-cancellable

| | | | | |
|---|----------------|----------------|----------|----------|
| Payable not later than one year | 79,687 | 77,121 | - | - |
| Payable later than one year and not later than five years | 53,991 | 133,678 | - | - |
| Payable later than five years | - | - | - | - |
| | 133,678 | 210,799 | - | - |

Exploration tenements granted are based on a minimum annual expenditure commitment. The total commitments for South Australia tenements in the financial year ending 30 June 2010 are \$798,507 although there is some flexibility in expenditure patterns over the life of tenements where shortfalls in any single year can be made good in aggregate terms.

Under the option agreement to acquire the mineral rights relating to the Brazilian phosphate tenements the Company is required to pay \$US50,000 on 15 September 2009 and \$US75,000 on 15 March 2010. To complete the acquisition further payments of \$US175,000 are required on 15 September 2010 and \$US750,000 on 15 September 2011. A 1% Net Smelter Royalty is also payable on production. Subject to providing notice to the vendor, the Company can elect to withdraw from the agreement without penalty. Upon withdrawing from the agreement the mineral rights held under the agreement must be transferred back to the vendor. The Company is obliged keep tenement status in good order, this includes an obligation to pay annual mineral exploration land taxes amounting to approximately \$1.20 per hectare over the period of the option.

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The joint venture agreement with Flinders Mines Limited requires the Company to expend up to \$2,250,000 over a three year period ending on 6 March 2010 to earn its 90% interest in specific metals rights. As at 30 June 2009 the Company had spent \$1,117,715. Refer Note 28.

18. Contingent Liabilities

There are no contingent liabilities at the date of this report.

19. Subsequent Events

On 16 June 2009 the Company announced a pro rata renounceable entitlement issue of two shares for every one share held at an issue price of 1 cent per share to raise up to \$1,678,975 (before expenses estimated at \$120,000) The entitlements issue was fully underwritten. Following the close of the offer on 13 July 2009, a total of 167,897,496 ordinary shares were issued. The funds raised will be used to augment the Company's working capital to enable it to further explore existing projects and evaluate and acquire new projects.

On 20 July 2009, shareholders ratified the issue of 7,916,500 shares on 1 June 2009 and approved the issue of the 2,083,500 ordinary shares and 20,000,000 options (exercise price \$0.015) to complete the acquisition of Icon Gold Pty Ltd ("Icon"). In addition shareholders approved at the same meeting the issue of 3,000,000 shares and 5,000,000 options (exercise price \$0.015) to Taylor Collison Limited for advice received in relation to the Icon transaction. All securities approved at the meeting were issued on 21 July 2009.

The shareholders of Icon included Matthew Wood and Timothy Flavel who were appointed as Directors of Copper Range Limited on 28 May 2009. On 1 June 2009, Matthew Wood and Timothy Flavel received 3,694,365 and 1,583,300 shares respectively as part consideration for the purchase of Icon. On 21 July 2009 Matthew Wood was allotted a further 972,300 shares and 9,333,335 options and Timothy Flavel was allotted a further 416,700 ordinary shares and 4,000,000 options, being their share of the outstanding consideration for Icon approved by shareholders on 20 July 2009

20. Earnings per Share

Loss attributable to ordinary equity holders of the Company:

| Consolidated | |
|---------------------|-------------|
| 2009 | 2008 |
| \$ | \$ |
| (2,708,343) | (3,905,490) |

Weighted average number of ordinary shares used in calculating basic loss per share:

| Number of Shares | |
|-------------------------|------------|
| 2009 | 2008 |
| 74,411,831 | 66,875,184 |

Effect of dilution:

Share options

- -

Adjusted weighted average number of ordinary shares used in calculating diluted loss per share:

| | |
|------------|------------|
| 74,411,831 | 66,875,184 |
|------------|------------|

There is no impact from 43,069,408 options outstanding at 30 June 2009 (2008: 41,799,417 options) on the earnings per share calculation as they are anti-dilutive. These options could potentially dilute the basic Earnings per Share in the future.

Copper Range Limited
Notes to the financial statements at 30 June 2009

| Consolidated | | Parent | |
|--------------|------|--------|------|
| 2009 | 2008 | 2009 | 2008 |
| \$ | \$ | \$ | \$ |

21. Auditors Remuneration

The auditor of Copper Range Limited is Clarence Assurance

Amounts received or due and receivable by the auditor of the Group for:

- an audit or review of the financial report of the entity and any other entity in the Group.
- other services in relation to the Group

| | | | |
|---------------|---------------|---------------|---------------|
| 41,498 | 40,360 | 41,498 | 40,360 |
| - | - | - | - |
| 41,498 | 40,360 | 41,498 | 40,360 |

22. Key Management Personnel Disclosures

(a) The details of the Key Management Personnel of the Company and the Consolidated Entity are disclosed in the Remuneration Report in the Directors Report. Compensation paid to Key Management Personnel is as follows:

| | | | | |
|--|----------------|----------------|----------------|---------------|
| Short term employee benefits | 498,647 | 590,987 | 103,972 | 44,000 |
| Post employment benefits | 34,314 | 47,105 | 2,160 | 3,960 |
| Termination benefits due to redundancy | 316,667 | - | - | - |
| Share based payments | 55,661 | - | 55,661 | - |
| | 905,289 | 638,092 | 161,793 | 47,960 |

Copper Range Limited
Notes to the financial statements at 30 June 2009

(b) Share holdings of Key Management Personnel (including personally related parties)

All equity transactions with Key Management Personnel other than those arising from the grant of remuneration options have been entered into under terms and conditions no more favourable than those the entity would have adopted if dealing at arm's length. The number of shares in the Company held during the financial year held by each Key Management Personnel:

| | Year | Balance at the start of the period | Granted during the period as compensation | Exercise of options during the period | Other changes during the period | Balance at the end of the period |
|-----------------------|------|---------------------------------------|---|--|------------------------------------|-------------------------------------|
| Mr Brian Rear | 2009 | 1,342,412 | - | - | - | 1,342,412 |
| | 2008 | 1,342,412 | - | - | - | 1,342,412 |
| Dr Kenneth Maiden | 2009 | 3,137,400 | - | - | - | 3,137,400 |
| | 2008 | 2,214,737 | - | 872,663 | 50,000 | 3,137,400 |
| Mr Matthew Wood | 2009 | - | - | - | 3,694,365* | 3,694,365 |
| | 2008 | - | - | - | - | - |
| Mr Timothy Flavel | 2009 | - | - | - | 1,583,300* | 1,583,300 |
| | 2008 | - | - | - | - | - |
| Mr Stephen Blackman | 2009 | 4,022,186 | - | - | - | 4,022,186 |
| | 2008 | 2,517,033 | - | 987,930 | 517,223 | 4,022,186 |
| Mr Ian Daymond | 2009 | 747,990 | - | - | 333,332^ | 1,081,322 |
| | 2008 | 536,567 | - | 211,423 | - | 747,990 |
| Mr Trevor Sykes | 2009 | - | - | - | - | - |
| | 2008 | 100,000 | - | - | (100,000) | - |
| Mr Robert Scargill | 2009 | - | 250,000 | - | 166,666^ | 416,666 |
| | 2008 | - | - | - | - | - |
| Mr Michael Ware | 2009 | - | - | - | - | - |
| | 2008 | - | - | - | - | - |
| Mr Ian Garsed | 2009 | - | - | - | - | - |
| | 2008 | - | - | - | - | - |
| Mr John Stone | 2009 | 42,944 | - | - | - | 42,944 |
| | 2008 | 42,944 | - | - | - | 42,944 |
| Mr Geoffrey Broomhead | 2009 | 189,630 | - | - | - | 189,630 |
| | 2008 | - | - | - | 189,630 | 189,630 |
| Mrs Sarah Vaile | 2009 | - | - | - | - | - |
| | 2008 | - | - | - | - | - |

^ acquired under share purchase plan; * acquired as consideration for purchase of Icon Gold Limited (see note 11). All other changes refer to shares purchased or sold directly or indirectly by Key Management Personnel.

Copper Range Limited
Notes to the financial statements at 30 June 2009

(c) Option holdings of Key Management Personnel

The numbers of options over ordinary shares held during the financial year by Key Management Personnel of the Company, including their personally related parties, are set out below:

| | Year | Balance at the start of the period | Granted during the period as compensation | Exercise of options during the period | Other changes during the period [^] | Balance at end of period | Total not exercisable |
|---|------|------------------------------------|---|---------------------------------------|--|--------------------------|-----------------------|
| Mr Brian Rear | 2009 | 1,171,205 | - | - | - | 1,171,205 | - |
| | 2008 | 1,028,949 | - | - | 142,256 | 1,171,205 | - |
| Dr Kenneth Maiden | 2009 | 2,793,699 | - | - | - | 2,793,699 | - |
| | 2008 | 2,122,663 | - | (872,663) | 1,543,699 | 2,793,699 | - |
| Mr Matthew Wood | 2009 | - | - | - | - | - | - |
| | 2008 | - | - | - | - | - | - |
| Mr Timothy Flavel | 2009 | - | - | - | - | - | - |
| | 2008 | - | - | - | - | - | - |
| Mr Stephen Blackman | 2009 | 3,180,640 | - | - | - | 3,180,640 | - |
| | 2008 | 2,237,930 | - | (987,930) | 1,930,640 | 3,180,640 | - |
| Mr Ian Daymond | 2009 | 1,373,994 | - | - | - | 1,373,994 | - |
| | 2008 | 1,211,423 | - | (211,423) | 373,994 | 1,373,994 | - |
| Mr Trevor Sykes | 2009 | - | - | - | - | - | - |
| | 2008 | - | - | - | - | - | - |
| Mr Robert Scargill | 2009 | - | 1,000,000 | - | - | 1,000,000 | - |
| | 2008 | - | - | - | - | - | - |
| Mr Michael Ware | 2009 | - | 500,000 | - | - | 500,000 | - |
| | 2008 | - | - | - | - | - | - |
| Mr Ian Garsed (resigned 31/12/07 exclude) | 2009 | - | - | - | - | - | - |
| | 2008 | 320,000 | - | - | - | 320,000 | 80,000 |
| Mr John Stone | 2009 | 61,472 | 20,000 | - | (60,000) | 21,472 | - |
| | 2008 | 40,000 | - | - | 21,472 | 61,472 | 7,500 |
| Mr Geoffrey Broomhead | 2009 | 214,814 | 75,000 | - | (195,000) | 94,814 | - |
| | 2008 | 120,000 | - | - | 94,814 | 214,814 | 30,000 |
| Mrs Sarah Vaile | 2009 | - | - | - | - | - | - |
| | 2008 | - | - | - | - | - | - |

[^] includes forfeitures

There were no other key management personnel to disclose for the years ended 30 June 2009 or 30 June 2008.

23. Related Party Disclosures

For Key Management Personnel related party transactions please refer to Note 22 "Key Management Personnel Disclosures".

Interests in Controlled Entities are set out in Note 10. Transactions between related parties are on normal terms and conditions no more favourable than those available to other parties unless otherwise stated.

(a) Loans to/investment in Controlled Entity

The parent has advanced interest free funds to its Controlled Entity Copper Range (SA) Pty Limited to enable that entity to conduct its exploration activities and to pay its debts as and when they become due and payable. The parent has issued a Letter of Support to Copper Range (SA) Pty Limited agreeing not to call up loans totalling \$8,231,149, until the entity is able to pay its debts as and when they fall due; and to provide further funding to the entity as required. All other transactions between the two entities have been made on normal commercial terms.

(b) Transactions with related parties

The Company negotiated in March 2006 an Administrative Services Agreement with International Base Metals Limited (IBML) whereby IBML provides services of receptionist, secretarial, tenement management, accounting, investor relations, information technology and office facilities. The Administrative Services Agreement ceased on 31 October 2008. Under a separate agreement, the Technical Services Agreement, IBML provides geological services, as and when required, to the Consolidated Entity. The total amount paid by the Group to IBML during the year was \$204,000 (2008: \$866,125) and the total amount paid by the Company to IBML during the year was nil (2008: \$482,000). Mr Ian Daymond, Mr Stephen Blackman, and Dr Kenneth Maiden are directors of IBML

Following the termination of Robert Scargill's employment contract due to redundancy in March 2009, Copper Range (SA) Pty Limited entered into a three month fixed term consulting agreement with Rhino Solutions Pty Limited ("Rhino"), a company owned by Robert Scargill. During the three month period which commenced on 23 March 2009, Rhino agreed to provide the services of Robert Scargill as a corporate consultant for at least five days per month. Under a separate agreement, Rhino provides consultant geological services, as and when required, by the Group. The total amount paid to Rhino Solutions Pty Ltd for the year was \$19,437 (2008: \$ Nil)

Warrior Consulting Pty Ltd, a company of which Mr. Tim Flavel is a Director was due \$8,800 at the year end (2008: \$nil) for consulting services provided to the Company by Mr Tim Flavel. This amount is included in Note 22(a) "Remuneration of Key Management Personnel". No amounts were paid to Warrior Consulting Pty Ltd during the year. (2008: \$nil).

Mineral Quest Pty Ltd, a company of which Mr. Matthew Wood is a Director, was due \$12,069 at the year end (2008: \$nil) for consulting services provided to the Company by Mr Matthew Wood. This amount is included in Note 22(a) "Remuneration of Key Management Personnel". No amounts were paid to Mineral Quest Pty Ltd during the year. (2008: \$nil).

Details concerning Key Management Personnel are set out in the Remuneration Report and in Note 22.

24. Financial Risk Management

Exposure to interest rate risk, liquidity risk, commodity price risk, foreign currency risk and credit risk arises in the normal course of the Group's business. The Group does not hold or issue derivative financial instruments. The Group has no debt facilities outside of normal creditor trading terms and thus the Board does not deem necessary a formal Capital Risk Management charter.

Refer also Note 19 Subsequent Events.

(a) Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities.

The responsibility for liquidity risk management rests with the Board of Directors.

The Group manages liquidity risk by monitoring forecast cash flows to ensure that adequate funding is maintained to meet the operating requirements of the business and investing excess funds in highly liquid short term investments.

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Alternatives for sourcing future capital needs include the cash available and the issue of equity instruments. These alternatives are evaluated to determine the optimal mix of capital resources for the Group's capital needs. It is anticipated that, excluding a material adverse change in a combination of sources of liquidity, present levels of liquidity will be adequate to meet expected capital needs.

Maturity analysis

Financial liabilities of the Group comprise trade and other payables. As at 30 June 2009 and 30 June 2008, all financial liabilities are contractually matured within 30 days.

(b) Interest Rate Risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair value of financial instruments. The Group has not entered into interest rate hedging transactions. The Group's exposure to interest rate risk and the effective weighted average interest rate for classes of financial assets and financial liabilities is set out below:

| 2009 | Weighted | Floating | 1 year or | Over 1 year, | More than 5 | Non-Interest | Total |
|---|----------|------------------|-----------|--------------|-------------|-----------------|------------------|
| Carrying amount and fair value | average | Interest | less | less than 5 | years | bearing | |
| | interest | | | years | | | |
| | rate | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ | \$ |
| Financial assets | | | | | | | |
| - cash | 4.55% | 262,853 | - | - | - | - | 262,853 |
| - receivables | - | - | - | - | - | 31,921 | 31,921 |
| - deposits paid | - | - | - | - | - | 20,000 | 20,000 |
| Total assets | | 262,853 | - | - | - | 51,921 | 314,774 |
| Financial liabilities | | | | | | | |
| - payables | - | - | - | - | - | 146,748 | 146,748 |
| - non interest bearing loans | - | - | - | - | - | - | - |
| Total liabilities | | - | - | - | - | 146,748 | 146,748 |
| Net financial assets/(liabilities) | | 262,853 | - | - | - | (94,827) | 168,026 |
| | | | | | | | |
| 2008 | Weighted | Floating | 1 year | Over 1 year, | More than 5 | Non-Interest | Total |
| Carrying amount and fair value | average | Interest | or less | less than 5 | years | bearing | |
| | interest | | | years | | | |
| | rate | | | | | | |
| | | \$ | \$ | \$ | \$ | \$ | \$ |
| Financial assets | | | | | | | |
| - cash | 7.00% | 2,239,295 | - | - | - | - | 2,239,295 |
| - receivables | - | - | - | - | - | 122,009 | 122,009 |
| - deposits paid | - | - | - | - | - | 20,832 | 20,832 |
| Total assets | | 2,239,295 | - | - | - | 142,841 | 2,382,136 |
| Financial liabilities | | | | | | | |
| - payables | - | - | - | - | - | 83,368 | 83,368 |
| - non interest bearing loans | - | - | - | - | - | - | - |
| Total liabilities | | - | - | - | - | 83,368 | 83,368 |
| Net financial assets/(liabilities) | | 2,239,295 | - | - | - | 59,473 | 2,298,768 |

Copper Range Limited
Notes to the financial statements at 30 June 2009

The following methods and assumptions were used to estimate the fair value of each class of financial instrument:

Cash assets

The carrying amount approximates the fair value due to the short maturity of these instruments.

Debtors and creditors

Current debtors and creditors represent financial obligations in exchange for goods and services provided and received by the group in the normal course of operations, net of provisions for doubtful debts. Due to the short term nature of these obligations, their carrying amounts are estimated to be their fair values.

Interest rate sensitivity

The following table demonstrates the sensitivity of the Group's income statement to a reasonably possible change in interest rates, with all other variables constant.

| | Consolidated | | Parent | |
|---|---------------------|-----------|---------------|-----------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |
| Cash and cash equivalents –carrying amount and fair value | 262,853 | 2,239,295 | 258,915 | 2,226,898 |

Consolidated

| Change in Basis Points | Effect on Post Tax Loss (\$) Increase / (decrease) | | Effect on Equity including retained earnings (\$) Increase / (decrease) | |
|---------------------------|---|----------|---|----------|
| | 2009 | 2008 | 2009 | 2008 |
| Increase 100 basis points | (2,629) | (22,393) | 2,629 | 22,393 |
| Decrease 100 basis points | 2,629 | 22,393 | (2,629) | (22,393) |

Parent

| Change in Basis Points | Effect on Post Tax Loss (\$) Increase / (decrease) | | Effect on Equity including retained earnings (\$) Increase / (decrease) | |
|---------------------------|---|----------|---|----------|
| | 2009 | 2008 | 2009 | 2008 |
| Increase 100 basis points | (2,589) | (22,269) | 2,589 | 22,269 |
| Decrease 100 basis points | 2,589 | 22,269 | (2,589) | (22,269) |

A sensitivity of 100 basis points has been used as this is considered reasonable given the current level of both short term and long term Australian Dollar interest rates. This would represent two to four movements by the Reserve Bank of Australia.

(c) Commodity Price Risk

The Group is exposed to commodity price risk from its activities directed at exploration for commodities. A fall in the price of mineral commodities may result in a decline of market sentiment thus affecting the Company's ability to raise additional capital in the future.

Copper Range Limited
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(d) Credit Risk Exposures

Credit risk represents the risk that the counterparty to a financial instrument will fail to discharge an obligation and cause the Group to incur a financial loss. The Group's maximum credit exposure is the carrying amounts on the balance sheet. The Group holds financial instruments with credit worthy third parties.

At 30 June 2009, the Group held cash and term deposits. These were held with an institution covered under the Banking Act 1959 with a rating from Standard & Poors of AA/A-1+ (long term). The Group has no past due or impaired debtors as at 30 June 2009 (2008: Nil).

(e) Foreign Currency Risk

Given the minimal exposure to foreign currencies, it the current policy of the Consolidated Entity not to hedge foreign exchange risk. In the Directors opinion a sensitivity analysis of reasonably possible variances in foreign exchange rates would not have a material impact on the Group's financial position or performance.

25. Segment Information

| 2009 | Australia \$ | Brazil \$ | Consolidated \$ |
|---|-----------------|--------------|--------------------|
| Interest Income | 71,478 | - | 71,478 |
| Total revenue | 71,478 | - | 71,478 |
| Segment loss | (2,708,343) | - | (2,708,943) |
| Segment assets | 339,774 | - | 339,774 |
| Segment liabilities | (455,388) | - | (455,388) |
| Segment net assets/(liabilities) | (115,614) | - | (115,614) |
| Acquisition of non-current segment assets | - | 358,400 | 358,400 |
| Depreciation and impairment expense | 63,672 | 358,400 | 422,072 |
| Other non cash segment expenses | 392,085 | - | 392,085 |

During the financial year ended 30 June 2008 the Group operated within one business segment, mineral exploration, and primarily within one geographical segment, Australia. Due to the acquisition of Icon Gold Pty Limited on 29 May 2009, the group acquired the rights to several phosphate projects with non JORC resources in Brazil (see note 11). This one business segment and two geographical segments are the basis used for internal reporting and performance assessment.

26. Share Based Payments

- (a) Following shareholder approval at the Annual General Meeting, 250,000 ordinary shares and 1,000,000 share options with an exercise price of \$0.12 and expiry date of 27 November 2013 were issued to Robert Scargill, an Executive Director on 4 December 2008. Using the Black Scholes methodology a value of \$26,521 was expensed through the income statement in respect of the options and a fair value of \$8,500 was expensed for the shares. The fair value of the shares was determined by the underlying share price at the time of issue.
- (b) On 1 October 2008 300,000 share options with an exercise price of \$0.12 and an expiry date of 30 September 2013 were granted to a Key Management Personnel in accordance with the Contract of Employment. Using the Black Scholes methodology a value of \$10,406 was expensed through the income statement.
- (c) On 1 October 2008 695,000 share options with an exercise price of \$0.12 and an expiry date of 30 September 2013 were granted to employees and consultants to the Group under the terms of the Employee Share Plan. Using the Black Scholes methodology a value of \$24,108 was expensed through the income statement including \$10,233 relating to Key Management Personnel.

Copper Range Limited
Notes to the financial statements at 30 June 2009

| | Consolidated | | Parent | |
|--|--------------|------|--------|------|
| | 2009 | 2008 | 2009 | 2008 |
| | \$ | \$ | \$ | \$ |

Recognised share based payment expenses

Total expenses/(credit) arising from share based payment transactions during the period were as follows:

| | | | | |
|---|---------------|-----------------|---------------|-----------------|
| Shares issued to an Executive Director under Contract of Employment | 8,500 | - | 8,500 | - |
| Options issued to an Executive Director under Contract of Employment | 26,521 | - | 26,521 | - |
| Options issued to Key Management Personnel under Contract of Employment | 10,406 | - | 10,406 | - |
| Options issued to Employees under Employee Share Plan | 24,108 | - | 24,108 | - |
| Employee options not meeting vesting conditions during period | (18,885) | (85,432) | (18,885) | (85,432) |
| Total share based expense | 50,650 | (85,432) | 50,650 | (85,432) |

Employee Share Option Plan

The establishment of the Copper Range Limited Employee Share Option Plan ("Plan") was approved by shareholders in 2006. The Plan is designed to encourage participation by eligible employees and key management personnel in the Company through share ownership and to attract, motivate and retain eligible employees and key management personnel. Participation in the Plan is at the Board's discretion and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits. Each option issued confers a right to one ordinary share for every option held and options are granted for nil consideration.

A summary of all unlisted Options granted is as follows:

Consolidated and Parent Entity - 2009

| Grant Date | Expiry date | Exercise price | Balance at start of the year Number | Granted during the year Number | Exercised during the year Number | Forfeited during the year Number | Balance at end of the year Number | Exercisable at end of the year Number |
|---|-------------|----------------|--|-----------------------------------|-------------------------------------|-------------------------------------|--------------------------------------|--|
| Employee Share Option Scheme | | | | | | | | |
| 04/05/2007 | 03/05/2012 | \$0.40 | 1,425,000 | - | - | (505,000) | 920,000 | 920,000 |
| 01/10/2008 | 30/9/2013 | \$0.12 | - | 695,000 | - | (220,000) | 475,000 | 475,000 |
| Other Unlisted Incentive Options | | | | | | | | |
| 02/04/2006 | 02/04/2011 | \$0.25 | 4,000,000 | - | - | - | 4,000,000 | 4,000,000 |
| 01/10/2008 | 30/09/2013 | \$0.12 | - | 300,000 | - | - | 300,000 | 300,000 |
| 27/11/2008 | 27/11/2013 | \$0.12 | - | 1,000,000 | - | - | 1,000,000 | 1,000,000 |
| | | | 5,425,000 | 1,995,000 | - | (725,000) | 6,695,000 | 6,695,000 |
| Weighted average exercise price | | | \$0.29 | \$0.12 | - | \$0.32 | \$0.27 | \$0.27 |

Copper Range Limited
Notes to the financial statements at 30 June 2009

Consolidated and Parent Entity - 2008

| Grant Date | Expiry date | Exercise price | Balance at start of the year Number | Granted during the year Number | Exercised during the year Number | Forfeited during the year Number | Balance at end of the year Number | Exercisable at end of the year Number |
|---|-------------|----------------|-------------------------------------|--------------------------------|----------------------------------|----------------------------------|-----------------------------------|---------------------------------------|
| Employee Share Option Scheme | | | | | | | | |
| 04/05/2007 | 03/05/2012 | \$0.40 | 1,765,000 | - | - | (340,000) | 1,425,000 | 1,192,500 |
| Other Unlisted Incentive Options | | | | | | | | |
| 02/04/2006 | 02/04/2011 | \$0.25 | 4,000,000 | - | - | - | 4,000,000 | 4,000,000 |
| | | | 5,765,000 | - | - | (340,000) | 5,425,000 | 5,192,500 |
| Weighted average exercise price | | | \$0.30 | - | - | \$0.40 | \$0.29 | \$0.28 |

725,000 options lapsed during the period ended 30 June 2009 (2008: Nil)

The weighted average remaining contractual life of the options outstanding at the end of the period was 2.59 years (2008: 3.04 years)

The fair value at grant date of options granted during the reporting period was determined using the Black Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share and the risk free interest rate for the term of the option. The weighted **average fair value** of options granted during the year was \$0.030 (2008: Nil).

The model inputs for options granted during the year ended 30 June 2009 included:

- (a) options are granted for no consideration and vested at the grant date
- (b) Expected life of options granted was 5 years (2008: N/a)
- (c) share price at grant date had a range of \$0.030 to \$0.035 (2008: N/a);
- (d) expected volatility ranged from 1.631 to 2.469 (2008: N/a);
- (e) expected dividend yield of Nil (2008: N/a); and
- (f) a risk free interest rate had a range of 5.25% to 7.0% (2008: N/a)

The expected price volatility is based on the historic volatility (based on the remaining life of the options) adjusted for any expected changes to future volatility due to publicly available information.

27. Dividends

No dividend was paid or declared by the Company in the period during the financial year and up to the date of this report. The Directors do not recommend that any amount be paid by way of dividend for the financial year ended 30 June 2009 (2008: Nil).

28. Joint ventures

The Company announced on 14 November 2008 that Barrick Gold Of Australia Limited ("Barrick") a wholly owned subsidiary of Barrick Gold Corporation had signed a letter of intent to farm-in to the Company's tenements in the Olympic Domain for \$5 million. Under the terms of the agreement, Barrick has the right to earn a 75% interest in the tenements by spending a minimum of \$600,000 in the first year, and a total of \$5 million within five years. Upon Barrick earning its interest, Copper Range has the right to contribute as a 25% joint venture partner or dilute down to a 5% interest at which time the interest will convert to a 1.5% net smelter royalty. Barrick has no right to withdraw until it has met the minimum expenditure in the first year. Should Barrick withdraw following the minimum expenditure but prior to expending \$5 million they will have earned no interest in the tenements

The Company has entered into an earn-in agreement with Flinders Mines Limited ("Flinders") over approximately 8,500 sq km in the Adelaide Fold Belt in South Australia. This agreement relates to the ferrous, base and precious metal content of Flinders' Springfield and Jamestown project areas, which extend south from the town of Hawker almost to the town of Burra.

On 5 December 2008 the Company announced it had spent in excess of \$1 million on exploration including drilling in these areas and in accordance with the agreement it had earned a 50% interest in metallic, base and precious metal rights. This interest was acknowledged by Flinders. The Company may continue to fund additional exploration expenditure in these areas and if total eligible expenditure reaches \$2,250,000 by 6 March 2010, then the Company will earn a 90% interest in metallic, base and precious metals in the project areas. Once the Company has acquired a 90% interest, Flinders will retain a free carried interest through to completion of a bankable feasibility study. At this stage Flinders may elect to contribute 10% of the development costs of mine, and retain its 10% interest, or it may elect to transfer its interest to the Company and receive a 1.5% NSR royalty.

During the year the Group's Mt Grainger mining leases venture was terminated with no penalty to either party.

The Consolidated Entity's interests in joint venture entities, where it does not have joint control, are brought to account using the cost method of accounting, which approximates fair value.

29. Economic Dependency

The Group does not have an established revenue stream and is reliant upon the support of shareholders and capital markets to finance its on-going activities.

Directors' Declaration

In accordance with a resolution of the directors of Copper Range Limited, I state that:

1. In the opinion of the directors:


(a) the financial statements and notes of the Company and of the Group are in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the financial position of the Company and of the Group as at 30 June 2009 and of their performance, for the year ended on that date; and
- (ii) complying with Accounting Standards and the Corporations Regulations 2001; and

(b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

2. This declaration has been made after receiving the declarations required to be made to the directors in accordance with sections of 295A of the Corporations Act 2001 for the financial period ending 30 June 2009.

On behalf of the Board



Timothy Flavel
Director

Dated at Perth this 29th day of September 2009.

Independence Declaration

clarence assurance
chartered accountants

24 September 2009

The Board of Directors
Copper Range Limited
Level 1, 33 Richardson Street
Perth WA 6005

Dear Directors,

Copper Range Limited

I declare that to the best of my knowledge and belief, during the year ended 30 June 2009 there has been:

- i. No contraventions of auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit, and
- ii. No contraventions of any applicable code of professional conduct in relation to the audit.

Yours faithfully

G.K. Day,
Graeme Day

Clarence Assurance
Clarence Assurance
222 Clarence Street
Sydney NSW 2000

6th floor 222 Clarence St Sydney NSW 2000 Australia. Mail to: PO Box Q1023, QVB Post Office NSW 1230 Australia. ABN: 75 385 923 933. Tel (612) 8221 0990. Fax (612) 9267 9592. www.clarenceassurance.com.au
Email graeme@clarenceassurance.com.au Practitioner: Graeme Keith Day. BEc. FCA. ACIS.
A Preferred Provider to the Brentnalls National Affiliation of Accounting Firms and an independent member of the Affilica International Affiliation of Accountancy Practices. (Affiliations do not constitute Partnerships).
Liability is limited by a Scheme approved under Professional Standards Legislation.

Independent Auditor's Report To the Members

Scope

I have audited the accompanying Financial Report of Copper Range Limited ("the Company"), including the Financial Statements of the Company and the Controlled Entities ("the Consolidated Entity"), comprising the Balance Sheet as at 30 June 2009, and the Income Statement, Statement of Changes in Equity and Cash Flow Statement for the year then ended, a Summary of Significant Accounting Policies, other explanatory Notes and the Directors' Declaration.

Directors' Responsibility for the Financial Report

The Directors of the Company are responsible for the preparation and fair presentation of the Financial Report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations), International Financial Reporting Standards, and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the 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

My responsibility is to express an opinion on the Financial Report to the Members of the Company based on my audit. I conducted the audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the Financial Report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Financial Report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Financial Report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the Financial Report.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my audit opinion.

Independence

In conducting my audit, I have complied with the independence requirements of the Corporations Act 2001. I confirm that the independence declaration required by the Corporations Act 2001 previously provided to the Directors of the Company would be in the same terms if provided as at the date of this Auditor's report.

Auditor's Opinion

In my opinion, the Financial Report of the Company and the Consolidated Entity is in accordance with the Corporations Act 2001, including:

- a. Giving a true and fair view of the Company's and Consolidated Entity's financial position as at 30 June 2009 and of their financial performance for the year then ended; and
- b. Complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001.
- c. The Financial Report complies with International Financial Reporting Standards as disclosed in Note 2.

Independent Auditor's Report To the Members - Continued

Material Uncertainty Regarding Continuation as a Going Concern

Without qualifying my opinion, attention is drawn to Note 2 which indicates that the Consolidated Entity may be required to raise additional funding during the ensuing twelve months to cover its normal operating activities. In the event that the Consolidated Entity is not able to raise sufficient funding within the timeframe required it may not realise its assets and extinguish its liabilities in the normal course of business at the amounts stated in this Financial Report. No adjustments have been made in this Financial Report relating to and classification of recorded asset amounts, or to amounts and classification of liabilities that may be necessary if the Consolidated Entity does not continue as a Going Concern.

Independent Auditor's Report To the Members - Continued

Report on the Remuneration Report

I have audited the Remuneration Report included in the Directors' Report for the year. The Directors are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. My responsibility is to express an opinion on the Remuneration Report, based on my audit conducted in accordance with Australian Auditing Standards as described above.

Auditor's Opinion

In my opinion the Remuneration Report complies with section 300A of the Corporations Act 2001.

G. K. Day,

Graeme Keith Day

Clarence Assurance

Clarence Assurance. Sixth Floor, 222 Clarence Street, Sydney NSW 2000, Australia
Date: 29 September 2009

Copper Range Limited

Tenement Report

| Tenement | Name | ELA/EL Granted Date | EL Expiry Date | Area (km ²) |
|--|--------------------------|---------------------|----------------|-------------------------|
| COPPER RANGE (SA) PTY LTD - TENEMENTS 100% OWNERSHIP | | | | |
| EL3452 | Pernatty (Areas A,B & C) | 15/11/2005 | 14/11/2009 | 376 |
| EL3490 | West Lake Torrens | 18/01/2006 | 17/01/2011 | 794 |
| EL3491 | Murdie Island | 18/01/2006 | 17/01/2010 | 221 |
| EL3783 | Torrens A | 28/05/2007 | 27/05/2010 | 344 |
| EL3784 | Torrens B | 28/05/2007 | 27/05/2010 | 355 |
| EL3785 | Torrens C | 28/05/2007 | 27/05/2010 | 103 |
| EL3798 | Torrens D | 12/06/2007 | 11/06/2010 | 25 |
| EL3807 | Sandy Point | 18/06/2007 | 17/06/2010 | 29 |
| EL3809 | Red Lake | 18/06/2007 | 17/06/2010 | 171 |
| EL3959 | Horse Well | 22/10/2007 | 21/10/2009 | 118 |
| EL3960 | White Cliff | 22/10/2007 | 21/10/2009 | 143 |
| Adelaide Fold Belt | | | | |
| EL3450 | Worumba | 15/11/2005 | 14/11/2009 | 230 |
| EL3451 | Kapunda North | 15/11/2005 | 14/11/2009 | 292 |
| EL3492 | Wyacca | 18/01/2006 | 17/01/2011 | 131 |
| EL3567 | Three Creeks | 5/06/2006 | 4/06/2010 | 253 |
| EL3643 | Holowilena South | 27/10/2006 | 26/10/2009 | 73 |
| EL3646 | Mt Aleck | 6/11/2006 | 5/11/2009 | 213 |
| EL3647 | Mt Josephine | 6/11/2006 | 5/11/2009 | 222 |
| EL3961 | Mt Arden | 22/10/2007 | 21/10/2009 | 209 |
| EL3971 | Florieton | 5/11/2007 | 4/11/2009 | 607 |
| EL3972 | Apoinga | 5/11/2007 | 4/11/2009 | 470 |
| EL4268 | Gladstone | 23/6/2008 | 22/6/2010 | 316 |
| FLINDERS MINES LIMITED - COPPER RANGE (SA) PTY LTD AGREEMENT (Copper Range earning 90%) | | | | |
| Springfield | | | | |
| EL3919 | Springfield | 3/09/2007 | 2/09/2009* | 340 |
| EL3265/273/09 | Kanyaka | 26/10/2004 | 25/10/2009^ | 297 |
| EL4184 | Glen Oak | 18/09/08 | 17/09/2009* | 201 |
| EL4209 | Willochra | 18/11/08 | 17/11/2009 | 44 |
| EL4208 | Gilbert Hill | 18/11/08 | 17/11/2009 | 1367 |
| EL3444 | Quorn | 4/11/2005 | 3/11/2009 | 52 |
| EL3693 | Radford Creek | 6/02/2007 | 5/02/2010 | 236 |
| Jamestown | | | | |
| EL3240/201/09 | Mt Remarkable | 10/09/2004 | 9/09/2009^ | 81 |
| EL3241/202/09 | Slippery Corner | 10/09/2004 | 9/09/2009^ | 357 |
| EL3242/203/09 | Caltowie | 10/09/2004 | 9/09/2009^ | 765 |
| EL3243/204/09 | Jamestown | 10/09/2004 | 9/09/2009^ | 282 |
| EL3244/205/09 | Washpool | 10/09/2004 | 9/09/2009^ | 209 |
| EL3245/206/09 | Steves Gap | 10/09/2004 | 9/09/2009^ | 159 |
| EL3246/207/09 | Pekina | 10/09/2004 | 9/09/2009^ | 442 |
| EL3279/280/09 | Twelve Mile | 4/11/2004 | 3/11/2009^ | 208 |
| EL3247/208/09 | Lancelot | 10/09/2004 | 9/09/2009^ | 731 |
| EL3248/209/09 | Amyton | 10/09/2004 | 9/09/2009^ | 223 |
| Nackara | | | | |
| EL3741 | McCoys Well - Paratoo | 12/04/2007 | 11/04/2010 | 274 |

* Applied for extension of licence, ^Applied for replacement lease with reduction in area

Copper Range Limited

| Tenement | Name | ELA/EL Granted Date | EL Expiry Date | Area (km2) |
|---|---------|---------------------|----------------|------------|
| MAXIMUS RESOURCES LIMITED - COPPER RANGE (SA) PTY LTD AGREEMENT (Copper Range earning up to 95%) | | | | |
| EL4131 | Kapunda | 28/04/2008 | 27/04/2010 | 721 |

| DNPM Tenement No | Name | Granted Date or Status | Expiry Date | Area (km2) |
|-------------------------|--------------------|------------------------|-------------|------------|
| Brazil tenements | | | | |
| 878.077/08 | Estancia | 02/12/08 | 2014 | 19.9 |
| 878.078/08 | Estancia | 02/12/08 | 2014 | 18.9 |
| 832.771/08 | Joao Pinheiro | PR | | 20 |
| 832.772/08 | Joao Pinheiro | PR | | 20 |
| 832.773/08 | Joao Pinheiro | PR | | 20 |
| 873.930/08 | Serra da Batateira | 28/10/2008 | 2014 | 19.5 |
| 832.830/08 | Serra do Chapado | 28/10/2008 | 2014 | 20 |
| 833.459/08 | Serra do Chapado | PR | | 17.2 |
| 846.085/08 | Sume | PR | | 19.4 |
| 846.086/08 | Sume | PR | | 19.9 |
| 846.091/08 | Sume | PR | | 20 |
| 846.422/08 | Sume | 03/02/09 | 2015 | 18 |
| 846.420/08 | Sume | 18/11/08 | 2014 | 20 |
| 846.307/08 | Sume | 12/11/08 | 2014 | 20 |
| 846.329/08 | Sume | 18-11-08 | 2014 | 20 |

DNPM = Is the Brazilian regulatory body responsible for administration of mineral rights

PR = Priority Rights is a condition where the tenement is pending formal approval subject to DNPM internal processes which may include minor reshaping before final granting.

Native Title

Some of the exploration tenements held by the Company are subject to issues associated with claims of native title. The Company continues to work with all recognised claimant parties to identify mutually beneficial pathways forward.

Copper Range Limited

ASX Additional Information

Additional information required by the Australian Stock Exchange Ltd and not shown elsewhere in this report is as follows. The information is current at 7 September 2009.

Substantial Shareholders

There are no substantial shareholders

Distribution of Shareholders

| | Ordinary Shares | |
|--------------------|-------------------|--------------------|
| | Number of Holders | Number of Shares |
| 1 - 1,000 | 36 | 8,613 |
| 1,001 - 5,000 | 110 | 380,308 |
| 5,001 - 10,000 | 159 | 1,357,844 |
| 10,001 - 100,000 | 607 | 24,719,719 |
| 100,001 - and over | 354 | 230,463,260 |
| TOTAL | 1,266 | 256,929,744 |

All ordinary shares carry one vote per share without restriction. Options have no voting rights. There were 543 holders of ordinary shares holding less than a marketable parcel.

Top Twenty Holders of Ordinary Shares

| Holder Name | Number of Shares | % of total shares held |
|---|-------------------|------------------------|
| Mr MGW Wood & Mrs BL Wood <Wood Family A/C> | 12,055,395 | 4.692 |
| Singapore Brown Stone Pte Ltd | 11,925,000 | 4.641 |
| Mr Reginald Allan Buchanan | 6,100,183 | 2.374 |
| Blackmans & Associates Pty Ltd <Blackman Investment A/C> | 5,789,031 | 2.253 |
| Celtic Capital Pty Ltd <The Celtic Capital A/C> | 5,564,319 | 2.166 |
| Taycol Nominees Pty Ltd | 5,173,239 | 2.013 |
| Mr Timothy James Flavel <The Flavel Investment A/C> | 5,166,600 | 2.011 |
| Blackmans & Associates Pty Ltd <Super Fund A/C> | 4,695,858 | 1.828 |
| International Base Metals Limited | 3,975,000 | 1.547 |
| Calama Holdings Pty Ltd <Mambat Super Fund A/C> | 3,477,699 | 1.354 |
| Goldvance Pty Ltd <BMR A/C> | 3,251,181 | 1.265 |
| PT Resources Pty Ltd | 3,151,104 | 1.226 |
| Taylor Collison Limited | 3,000,000 | 1.168 |
| Mr KJ Maiden & Ms MF Hayes <Maiden Family Super Fund A/C> | 2,872,467 | 1.118 |
| Dairon Nominees Pty Ltd <Dairon Family A/C> | 2,500,000 | 0.973 |
| Mr Andrew John Randall | 2,500,000 | 0.973 |
| Wobbly Investments Pty Ltd | 2,325,469 | 0.905 |
| Amh Custodian Pty Ltd | 2,173,239 | 0.846 |
| Comsec Nominees Pty Limited | 2,070,503 | 0.806 |
| Hawthorne Park Investments Pty Ltd | 1,999,998 | 0.778 |
| Total | 89,766,285 | 34.938 |

Copper Range Limited

Top Twenty Holders of ASX Quoted Options (exercise price \$0.30, expire 30/09/10)

| Holder Name | Number of Options | % of total options held |
|---|-------------------|-------------------------|
| International Base Metals Limited | 1,987,500 | 5.464 |
| Singapore Brown Stone Pte Ltd | 1,987,500 | 5.464 |
| Mr Bruce Warren Clark | 1,610,000 | 4.426 |
| Kraton Geoscience Pty Ltd <Maiden Investment A/C> | 1,436,233 | 3.948 |
| Mr John Rudd | 1,400,000 | 3.849 |
| Mr Reginald Allan Buchanan | 1,000,000 | 2.749 |
| Blackmans & Associates Pty Ltd <Blackman Investment A/C> | 964,838 | 2.653 |
| Blackmans & Associates Pty Ltd <Super Fund A/C> | 782,643 | 2.152 |
| Mrs Zhi Xin Yu | 745,736 | 2.050 |
| Mr RJA Poli & Mrs TJ Poli <Ramon Poli A/C> | 735,000 | 2.021 |
| Mr Chee Chin | 609,667 | 1.676 |
| Merrill Lynch (Australia) Nominees Pty Limited | 552,675 | 1.519 |
| Ms Jade Kimberley Crozier | 547,864 | 1.506 |
| Goldvance Pty Ltd <Bmr A/C> | 541,863 | 1.490 |
| Mr Arthur John Day | 520,337 | 1.431 |
| Flinders Diamonds Limited | 500,000 | 1.375 |
| Mr Terence Mccarthy | 450,000 | 1.237 |
| Mr P Gebhardt & Mrs C Gebhardt <Petard Super Fund No 2 A/C> | 400,000 | 1.100 |
| Katdan Pty Ltd <Dk Veitch Investments A/C> | 360,000 | 0.990 |
| D M Lay Pty Limited | 302,000 | 0.830 |
| Total | 17,433,856 | 47.929 |

Unquoted Equity Securities

| Class | Number of securities | Number of holders | Holders with more than 20% |
|---|----------------------|-------------------|---|
| Options over ordinary shares exercisable at \$0.25 on or before 2 April 2011 | 4,000,000 | 4 | 3 Ken Maiden 1,250,000 options Stephen Blackman 1,250,000 options Ian Daymond 1,000,000 options |
| Options over ordinary shares exercisable at \$0.40 on or before 3 May 2012 | 920,000 | 6 | 1 Ian Garsed 320,000 options |
| Options over ordinary shares exercisable at \$0.12 on or before 30 September 2013 | 775,000 | 5 | 1 Michael Ware 500,000 options |
| Options over ordinary shares exercisable at \$0.12 on or before 27 November 2013 | 1,000,000 | 1 | 1 Robert Scargill 1,000,000 options |
| Options over ordinary shares exercisable at \$0.015 on or before 21 July 2013 | 25,000,000 | 8 | 2 Matthew Wood & Belinda Wood (Wood Family A/C) 9,333,335 options Taylor Collison Limited 5,000,000 options |