

COPPER RANGE (SA) PTY LTD
INTERIM INCOME STATEMENT
FOR THE PERIOD ENDED 31 DECEMBER 2005

	Note	Reviewed 31 December 2005 \$
Revenue		0
Administrative expenses		(5,395)
Tenement expense		(58,459)
Consultants' expense		(35)
Financial and legal advice		(1,055)
Occupancy expense		-
Employment expense		-
Finance costs		-
Profit/(Loss) before income tax		<u>(64,943)</u>
Income tax expense		-
Profit/(Loss) for the period		<u>(64,943)</u>
Profit/(Loss) attributable to members of the Company		<u>(64,943)</u>

The accompanying notes form part of the financial statements

COPPER RANGE (SA) PTY LTD
 INTERIM BALANCE SHEET
 AS AT 31 DECEMBER 2005

	Note	Reviewed 31 December 2005 \$
Current Assets		
Cash Assets		39,328
Receivables		5,680
Total Current Assets		<u>45,008</u>
Non-current Assets		
Other		43,191
Total Non-current Assets		<u>43,191</u>
Total Assets		<u>88,199</u>
Current Liabilities		
Payables		153,140
Total Current Liabilities		<u>153,140</u>
Total Liabilities		<u>153,140</u>
Net Assets		<u>(64,941)</u>
Equity		
Contributed Equity		2
Accumulated profits/(losses)		(64,943)
Total Equity		<u>(64,941)</u>

The accompanying notes form part of the financial statements

COPPER RANGE (SA) PTY LTD
 INTERIM STATEMENT OF CHANGES IN EQUITY
 FOR THE PERIOD ENDED 31 DECEMBER 2005

	Share Capital	Retained Profits	Asset Revaluation	Minority Interests	Total
Balance at 1 July 2005	-	-	-	-	-
Shares issued during the year	2	-	-	-	2
Profit/(loss) attributable to members of the Company	-	(64,943)	-	-	(64,943)
Sub-total	2	(64,943)	-	-	(64,941)
Dividends paid or provided for	-	-	-	-	-
Balance at 31 December 2005	2	(64,943)	-	-	(64,941)

The accompanying notes form part of the financial statements

COPPER RANGE (SA) PTY LTD
 INTERIM CASH FLOW STATEMENT
 FOR THE PERIOD ENDED 31 DECEMBER 2005

Note	Reviewed 31 December 2005 \$
Cash flow from operating activities	
Receipt from customers	-
Payments to suppliers and employees	(44,311)
Interest received	-
Net cash outflow from operating activities	<u>(44,311)</u>
Cash flows from investing activities	
Loans from related entities	113,341
Payments for exploration expenditure	(29,704)
Loss of cash from loss of control of subsidiary	-
Net cash outflow from investing	<u>83,638</u>
Cash flows from financing	
Proceeds from issue of shares	2
Funds received from loans previously advanced	-
Repayment of borrowings	-
Net cash inflow from financing activities	<u>2</u>
Net increase in cash held	39,328
Cash at 1 July 2005	-
Cash at 31 December 2005	<u>39,328</u>

The accompanying notes form part of the financial statements

COPPER RANGE (SA) PTY LTD
NOTES TO AND FORMING PART OF THE INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2005

Note 1. Statement of significant accounting policies

Financial reporting Framework

The financial information has been prepared in accordance with the measurement and recognition requirements of applicable Accounting Standards and other mandatory professional reporting requirements in Australia using the accruals basis of accounting.

(a) Going concern basis of accounting

The Directors have prepared the accounts on a going concern basis for the half-year. The directors are of the opinion the entity currently has sufficient financial support from its parent, and following the restructure through a proposed public fundraising, will continue to have enough capital to develop potential exportation projects, thus to allow the entity to continue to operate as a going concern.

(b) Accounts payable

Trade payables and other accounts payable are recognised when the entity becomes obliged to make future payments resulting from the purchase of goods and services. The amounts are unsecured and are normally repayable within 30 days of recognition.

(c) Acquisition of assets

Assets acquired are recorded at the cost of acquisition, being the fair value of assets given up, shares issued or liabilities undertaken, determined as at the date of acquisition plus costs incidental to the acquisition.

In the event that settlement of all or part of the cash consideration given in the acquisition of an asset is deferred, the fair value of the purchase consideration is determined by discounting the amounts payable in the future to their present value at the date of acquisition.

(d) Impairment of Assets

Non-current assets are carried at either cost or fair value not exceeding their recoverable amount. Where the cost or fair value exceeds the recoverable amount, the asset is identified as impaired, and an impairment loss is recorded in the income statement.

(e) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-borrowings in current liabilities on the balance sheet.

(f) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except:

- (i) Where the amount of GST incurred is not recoverable from the taxation authority, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or
- (ii) For receivables and payables which are recognised inclusive of GST.

The gross amounts of GST recoverable from, or payable to, the taxation authority are included as part of receivables or payables.

COPPER RANGE (SA) PTY LTD
NOTES TO AND FORMING PART OF THE INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2005

(g) Income Tax

The entity adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any non-assessable or disallowed items. Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of the 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 tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences or carried forward tax losses can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(h) Exploration and Development Expenditure

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest of which the company has tenure to explore. These costs are only carried forward to the extent that they are expected to be recouped through the successful development and/or exploitation of the area, or by sale, or where activities in the area have not reached a stage which permits reasonable assessment of the existence of economically recoverable reserves, and active and significant operations in relation to the area are continuing.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

(i) Accounts Receivable

Trade receivables and other receivables are recorded at amounts due less any provision for doubtful debts as they are due for settlement no more than 30 days from recognition.

(j) Revenue recognition

i) Sale of Goods and Disposal of Assets

Revenue from the sale of goods and disposal of other assets is recognised when the consolidated has passed control of the goods or other assets to the buyer.

(ii) Interest Income

Interest income is recognised on an accrual basis, taking into account the interest rates applicable to financial assets.

(iii) General

All revenue is stated net of goods and services tax (GST).

(k) Period of Income Statement

The Income Statement covers the period from 15 August 2005 (date of incorporation) to 31 December 2005.

**COPPER RANGE (SA) PTY LTD
NOTES TO AND FORMING PART OF THE INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2005**

Note 2: Related Party Disclosures

The directors of Copper Range Ltd from 30 March 2006 to the date of this report were:
Stephen Blackman
Kenneth Maiden
Ian Daymond
Brian Rear

Note 3: Subsequent Events

Subsequent to the interim balance date:

- The public company Copper Range Limited was incorporated on 30 March 2006. On incorporation the company issued 20 million ordinary shares to International Base Metals Limited (IBML). IBML provided as consideration for the ordinary shares, 2 ordinary shares in Copper Range (SA) Pty Ltd (Copper Range Pty Ltd changed their name on 30 March 2006 to Copper Range (SA) Pty Ltd). IBML undertook a demerger of Copper Range Limited by cancelling and reissuing 80.125% of the shares held in Copper Range Limited, to the existing shareholders of IBML, in the same proportion to their shareholding in IBML. The financial information presented in the Financial Statement is that of the wholly owned subsidiary Copper Range (SA) Pty Ltd, and would constitute the financial information of the consolidated group had the public company been incorporated on 31 December 2005.

Note 4: Contingent Liabilities:

The are no contingent liabilities identified that require to be disclosed in the financial information of this prospectus.

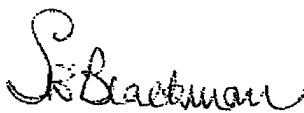
Note 5: Expenditure Commitments

In order to maintain the Company's interest in mining tenements, the Company is committed to meet the conditions under which the tenements were granted. The estimated financial commitment in respect of the tenements that the Company holds at the date of this prospectus is \$645,000 per year.

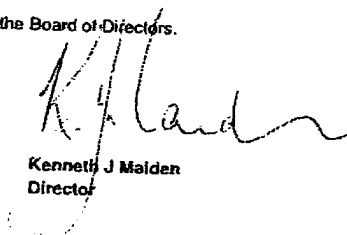
Directors' Declaration

- 1 The financial statements and notes, as set out on pages 1 to 7, are in accordance with the Corporations Regulations 2001:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the financial position as at 31 December 2005 and of its performance for the half year ended on that date of the Company and the economic entity.
- 2 In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



Stephen E Blackman
Director



Kenneth J Malden
Director

Signed this 6th day of April 2006

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chartered accountants

**Copper Range(SA) Pty Limited
Formerly Copper Range Pty Limited
(A.C.N.115 759 245)**

Independent Review Report To The Members

Scope

We have reviewed the Interim Financial Report of Copper Range (SA) Pty Limited ("the Company"), for the period from 15 August 2005 (Date of Incorporation) to 31 December 2005 comprising the Income Statement, Balance Sheet, Statement of Cash Flows, Statement of Changes in Equity, and Notes to and Forming Part of the Interim Financial Report. The Company's Directors are responsible for the Financial Report and for the systems of procedures and controls on which they are based, including the prevention and detection of fraud and error. We have performed an independent Review of the Financial Report in order to state whether, on the basis of the procedures described, anything has come to our attention that would indicate that the Financial Report is not presented fairly in accordance with Accounting Standard AASB 134: Interim Financial Reporting and other mandatory professional reporting and statutory requirements in Australia, so as to present a view which is consistent with our understanding of the Company's financial position, and performance as represented by the results of its operations and its cash flows.

Our Review has been conducted in accordance with Australian Auditing Standards applicable to Review engagements. A Review is limited primarily to inquiries of Company personnel and analytical procedures applied to the financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance provided is less than given in an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Statement

Based on our Review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of the Company is not in accordance with:

- a. The Corporations Act 2001, including:
 - i. giving a true and fair view of the Company's financial position at 31 December 2005 and of its performance for the period ended on that date; and
 - ii. complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
- b. Other mandatory professional reporting requirements in Australia.

S. K. Day

Name of Member : Graeme Keith Day

Brentnalls Assurance

Name of Firm: Brentnalls Assurance
Chartered Accountants

Date: This 5th day of April 2006.

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Member of the Brentnalls National Affiliation of Accounting Firms and of the Affilica International Affiliation of Accountancy Practices.

Practitioner: Graeme Keith Day. BEc. FCA. ACIS.