MACPHERSONS REWARD GOLD LIMITED

ABN 98 139 357 967

Interim Financial Report

31 December 2010

MACPHERSONS REWARD GOLD LIMITED

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DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity for the half-year ended 31 December 2010. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

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

Ashok Parekh	Chairman
Morrie Goodz	Managing Director
Jeffery Williams	Non-Executive Director

Review of Operations

MacPhersons Reward Gold Ltd's (MRP) strategy is to aggressively explore the eastern portion of the Coolgardie goldfield which has had very little drilling below the 70m depth profile, but since 1983 has had a significant amount of success in identifying gold occurrences on the surface (Figure 1).

The focus of the period ended 31 December 2010 was to move the company from a privately funded operation to a listed company with the available capital to achieve the goals set. During December 2010 the Company successfully completed its Initial Public Offering and was admitted to official quotation on the Australian Securities Exchange. During the period, the Company successfully achieved the reopening of three open pit mines, a pit cutback, construction of an operations site at the MacPhersons Reward mine, validation of the historical drilling through a due diligence diamond drill programme, and preparation of an aggressive drill programme to test the 'big pit' opportunity through the merger of adjacent pits. There currently exist 8 small open pits and several historical shafts over a strikelength of 2km.

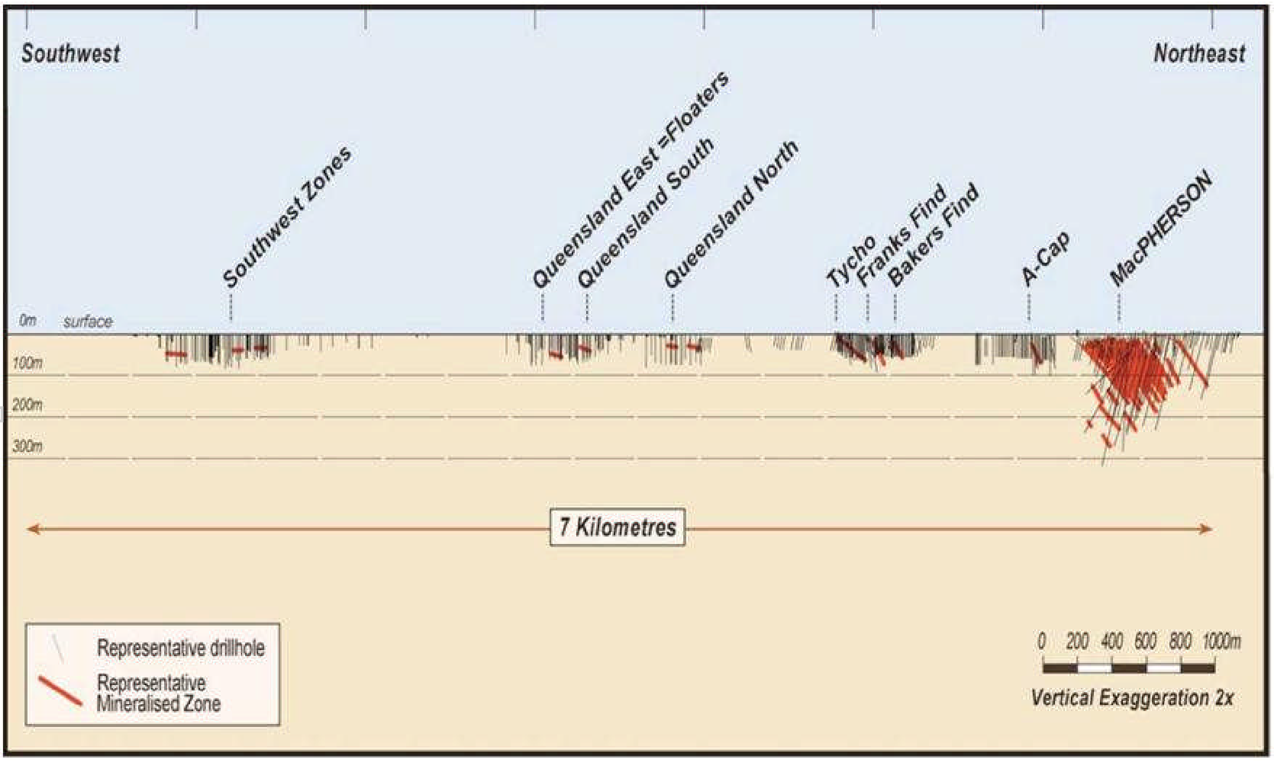

Figure 1 – Drillholes shown on 7 km strike longitudinal section of 100% MRP tenure, with >95% of drilling to <70m test depth.

MACPHERSONS REWARD GOLD LIMITED

The southern portions of the tenements are under shallow soil cover which has hidden mineral deposit potential from traditional prospecting methods and remains relatively unexplored. A focussed geophysical exploration will be carried out to identify marker signals in the northern areas where we have known deposits and extrapolate this to the southern areas. Our main deposits are hosted within tonalitic dykes and shear zones and both give measureable responses which will be targeted. Figure 2 shows an example of the mineralisation types intersected in the recent diamond drilling beneath the MacPherson open pit (see Figure 3).

Figure 2 – Drillhole MRDH400 displaying the development of Quartz Reef in the Biotite - Chlorite Stockwork envelope, gold grades (g/t) are written in yellow on drillcore. The position of pick tape shows where visible gold was observed.

In the six months ended 31 December 2010, the Company conducted a due diligence programme which included pit mapping and sampling and a 20 hole diamond drilling programme was completed. All drillholes reported gold intercepts with visible gold noted in numerous intervals. This work increased the understanding of the mineralisation controls within the tonalite at the Project, comprising a lower grade (0.5g/t to 2.0g/t) biotite – chlorite stockwork envelope with higher grade (1.0g/t to 138g/t) quartz reef development occurring within the stockwork envelope.

Studies were commenced to examine the opportunities to remove rib pillars between the small individual pits to consolidate the historical workings into one big pit. During the December Quarter, geotechnical and wall stability reports were completed. The independent geological report supported our exploration plan to continue to drill the Powell rib pillar and to consider the removal of the pillar and levelling of the pit floors to allow for deeper evaluation under the pit.

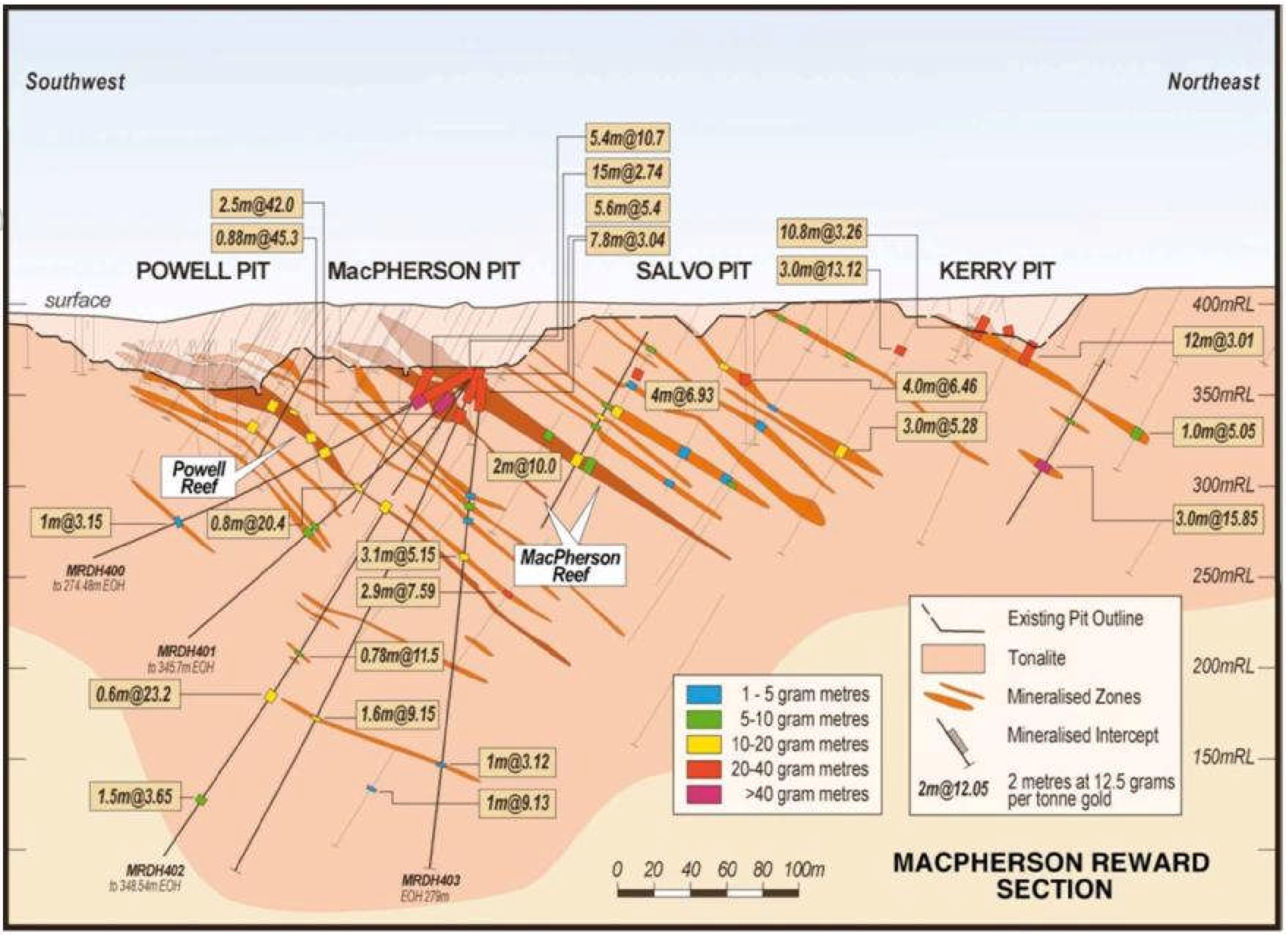

Figure 3 – MacPhersons Reward Open Pit section MR19XP, looking northwest.

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 4 and forms part of this directors' report for the half-year ended 31 December 2010.

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

Ashok Parekh
Chairman
16 March 2011

HLB Mann Judd

Accountants | Business and Financial Advisers

Auditor's Independence Declaration

As lead auditor for the review of the financial report of MacPhersons Reward Gold Limited for the half-year ended 31 December 2010, I declare that to the best of my knowledge and belief, there have been no contraventions of:

a) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and

b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
16 March 2011

L DI GIALLONARDO
Partner, HLB Mann Judd

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CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

	Notes	Consolidated 31 December 2010 $	31 December 2009 $
Continuing operations			
Revenue		**92,528**	**30**
Employee benefits expense		(188,287)	-
Depreciation and amortisation expense		(15,136)	-
Exploration expenditure		(1,111,299)	(164,381)
Acquisition costs – Stamp duty		(680,000)	-
Administration costs		(67,955)	(17,080)
Site office costs		(88,079)	-
Loss before income tax	2	**(2,058,228)**	**(181,431)**
Income tax expense		-	-
Net loss for the period		**(2,058,228)**	**(181,431)**
Other comprehensive income for the period, net of tax		**-**	**-**
Total comprehensive loss for the period		**(2,058,228)**	**(181,431)**
Basic loss per share (cents per share)		**(4.12) cents**	**(0.36) cents**

The accompanying notes form part of these financial statements.

MACPHERSONS REWARD GOLD LIMITED

CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010

	Notes	Consolidated 31 December 2010 $	Consolidated 30 June 2010 $
Assets			
Current Assets			
Cash and cash equivalents		30,206,307	1,509,248
Trade and other receivables		109,410	107,131
Total Current Assets		30,315,717	1,616,379
Non-Current Assets			
Property, plant and equipment		341,565	250,071
Deferred exploration and evaluation expenditure	3	16,349,151	-
Total Non-Current Assets		16,690,716	250,071
Total Assets		47,006,433	1,866,450
Liabilities			
Current Liabilities			
Trade and other payables		3,045,390	249,473
Total Current Liabilities		3,045,390	249,473
Non-Current Liabilities			
Trade and other payables		-	13,053
Provisions		137	-
Total Non-Current Liabilities		137	13,053
Total Liabilities		3,045,567	262,526
Net Assets		43,960,906	1,603,924
Equity			
Issued capital	4	47,318,962	2,903,752
Accumulated losses		(3,358,056)	(1,299,828)
Total Equity		43,960,906	1,603,924

The accompanying notes form part of these financial statements.

CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2010

		Consolidated		
		Issued Capital	Accumulated Losses	Total Equity
	Notes	$	$	$
Balance at 1 July 2009		**-**	**-**	**-**
Loss for the period		-	(181,431)	(181,431)
Total comprehensive loss for the period		**-**	(181,431)	(181,431)
Shares issued during the half-year		1	-	1
Balance at 31 December 2009		**1**	**(181,431)**	**(181,430)**
Balance at 1 July 2010		**2,903,752**	**(1,299,828)**	**1,603,924**
Loss for the period		-	(2,058,228)	(2,058,228)
Total comprehensive loss for the period		**-**	**(2,058,228)**	**(2,058,228)**
Shares issued to acquire tenements, acquire subsidiary and repay loans		16,246,022	-	16,246,022
Shares issued during the half-year		30,000,000	-	30,000,000
Share issue expenses		(1,830,812)	-	(1,830,812)
Balance at 31 December 2010		**47,318,962**	**(3,358,056)**	**43,960,906**

The accompanying notes form part of these financial statements.

CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

	Notes	Consolidated 31 December 2010 $	31 December 2009 $
		Inflows/(Outflows)	
Cash flows from operating activities			
Payments to suppliers and employees		(196,190)	(27,461)
Net cash outflow from operating activities		(196,190)	(27,461)
Cash flows from investing activities			
Payments for property, plant and equipment		(11,397)	(623)
Payments for exploration and evaluation expenditure		(1,032,371)	(8,478)
Payment for subsidiary, net of cash acquired	6	28,807	-
Interest received		92,528	30
Net cash outflow from investing activities		(922,432)	(9,071)
Cash flows from financing activities			
Proceeds from issue of shares		30,000,000	1
Payments for share issue costs		(171,266)	-
Repayment of borrowings		(13,053)	213,053
Net cash inflow from financing activities		29,815,681	213,054
Net increase in cash held		28,697,059	176,522
Cash and cash equivalents at the beginning of the period		1,509,248	-
Cash and cash equivalents at the end of the period		30,206,307	176,522

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These interim consolidated financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This interim financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2010 and any public announcements made by MacPhersons Reward Gold Limited and its subsidiaries during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies adopted are consistent with those of the previous financial year.

Basis of preparation

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

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

Principles of consolidation

The consolidated financial statements comprise the financial statements of MacPhersons Reward Gold Limited and its subsidiaries as at 31 December 2010 (the Consolidated Entity).

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

In preparing the consolidated financial statements, all intercompany balances and transactions, income and expenses and profit and losses resulting from intra-group transactions have been eliminated in full. Subsidiaries are fully consolidated from the date on which control is transferred to the Consolidated Entity and cease to be consolidated from the dated on which the control is transferred out of the Consolidated Entity.

The acquisition of subsidiaries has been 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. Accordingly, the consolidated financial statements include the results of subsidiaries for the period from their acquisition.

Business Combinations

The acquisition method of accounting is used to account for all business combinations, including business combinations involving entities or business under common control, regardless of whether equity instruments or other assets are acquired. The consideration transferred for the acquisition of a subsidiary comprises the fair value of the assets transferred, the liabilities incurred and the equity interests issued by the group. The consideration transferred also includes the fair value of any contingent consideration arrangement and the fair value of any pre-existing equity interest in the subsidiary. Acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are, with limited exceptions, measured initially at their fair values at the acquisition date. On an acquisition-by-acquisition basis, the group recognises any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net identifiable assets.

The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the group's share of the net identifiable assets acquired is recorded as goodwill. If those amounts are less than the fair value of the net identifiable assets of the subsidiary acquired and the measurement of all amounts has been reviewed, the difference is recognised directly in profit or loss as a bargain purchase.

Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is the entity's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions.

MACPHERSONS REWARD GOLD LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

Business Combinations (continued)

Contingent consideration is classified as either equity or a financial liability. Amounts classified as a financial liability are subsequently remeasured to fair value with changes in fair value recognised in profit or loss.

Exploration and evaluation expenditure

Exploration and evaluation costs, including the costs of acquiring licences, are capitalised as exploration and evaluation assets on an area of interest basis. Costs incurred before the Consolidated Entity has obtained the legal rights to explore an area are recognised in the statement of comprehensive income.

Exploration and evaluation assets are only recognised if the rights of interest are current and either:

– The expenditures are expected to be recouped through successful development and exploitation of the area of interest; or
– Activities in the area of interest have not, at the reporting date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves and active and significant operations in, or in relation to, the area of interest are continuing.

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.

An impairment exists when the carrying amount of capitalised exploration and evaluation expenditure relating to an area of interest exceeds its recoverable amount. The asset is then written down to its recoverable amount. Any impairment losses are recognised in the statement of comprehensive income.

Once the technical feasibility and commercial viability of the extraction of mineral resources in an area of interest are demonstrable, exploration and evaluation assets attributable to that area of interest are first tested for impairment and then reclassified from exploration and evaluation expenditure to mining property and development assets within property, plant and equipment and depreciated over the life of the mine.

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with clauses of the mining permits. Where applicable, such costs are determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Share based payments

The company measures the cost of equity settled transactions by reference to the fair value of the equity instruments at the date at which they are granted. The fair value of share options is determined by an external valuer using an appropriate valuation model.

Significant accounting judgments and key estimates

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

In preparing this interim report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2010.

Adoption of new and revised Accounting Standards

In the half-year ended 31 December 2010, the Group has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2010.

It has been determined by the Group that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to Group accounting policies.

The Group has also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2010. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change necessary to Group accounting policies.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

NOTE 2: LOSS BEFORE INCOME TAX EXPENSE

	Consolidated	
	31 December 2010 $	31 December 2009 $
Included in the net loss for the period are the following revenue and expense items:		
(a) Revenue		
Interest received	92,528	30
(b) Expenses		
Consultancy fees	663,640	50,721
Depreciation of non-current assets	15,136	-
Hire of plant & equipment	4,289	111,663
Drilling and assay costs	417,647	-

NOTE 3: DEFERRED EXPLORATION AND EVALUATION EXPENDITURE

	Consolidated	
	31 December 2010 $	30 June 2010 $
Costs carried forward in respect of areas of interest in the following phases:		
Exploration and evaluation phase – at cost		
Balance at beginning of period	**-**	**-**
Acquisition of subsidiary (Note 6)	**14,604,151**	**-**
Acquisition of tenements (i)	**1,745,000**	**-**
Total deferred exploration and evaluation expenditure	**16,349,151**	**-**

(i) This relates to shares issued as part of the Initial public Offering to acquire tenements (Note 4).

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent upon the successful development and commercial exploitation or sale of the respective areas.

NOTE 4: ISSUED CAPITAL

	Consolidated 31 December 2010 $	Consolidated 30 June 2010 $
Ordinary shares		
Issued and fully paid	47,318,962	2,903,752

	2010 No.	2010 $	2009 No.	2009 $
Movements in ordinary shares on issue				
Shares on issue at 1 July 2010	39,891,675	2,903,752	-	-
- Incorporation share	-	-	1	1
- IPO shares	100,000,000	30,000,000	-	-
- Acquisition of tenements	5,816,668	1,745,000	-	-
- Acquisition of subsidiary (note 6)	44,384,696	13,315,409	-	-
- Repayment of loan (i)	3,952,040	1,185,612	-	-
- Issue costs	-	(1,830,812)	-	-
At end of period	194,045,079	47,318,962	1	1

(i) Under the terms of the Option Agreement for the acquisition of MacPhersons Reward Pty Ltd, the Company agreed to repay amounts expended on the MacPhersons Reward gold project as follows:

• Palace Investment Trust (note 8)	1,976,020 shares	$592,506
• KM Wright Family Trust.	1,976,020 shares	$592,506

Under the terms of the agreement the loans were repaid through the issue of shares at the IPO price of 30 cents per share prior to listing on the Australian Securities Exchange.

Options	2010 No.	2010 Weighted average exercise price	2009 No.	2009 Weighted average exercise price
Outstanding at beginning of period	-	-	-	-
Issued during the period	22,000,000	0.30	-	-
Outstanding at the end of the period	22,000,000	0.30	-	-
Exercisable at the end of the period	22,000,000	0.30	-	-

NOTE 5: SEGMENT REPORTING

Operating segments are identified on the basis of internal reports about components of the company that are reviewed by the chief operating decision maker (deemed to be the Board of Directors) in order to allocate resources to the segment and assess its performance. The chief operating decision maker of MacPhersons Reward Gold Limited reviews internal reports prepared as financial statements and strategic decisions of the company are determined upon analysis of these internal reports. During the period, the company operated predominantly in one business and geographical segment being the gold exploration sector in Australia. Accordingly, under the 'management approach' outlined only one operating segment has been identified and no further disclosure is required in the notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

NOTE 6: ACQUISITION OF SUBSIDIARY

On 20 December 2010, the parent entity acquired 100 % of MacPhersons Reward Pty Ltd, an exploration entity with tenements prospective for gold, for consideration of $13,464,388.

	$
Purchase consideration:	
Cash paid – reimbursement of expenditure	148,879
44,384,696 shares at 30 cents per share	13,315,409
Total consideration	13,464,388

The net assets acquired in the business combination at the date of acquisition, and the goodwill arising, are as follows:

	Acquiree's carrying amount before acquisition $	Fair value adjustments $	Fair value $
Net assets acquired:			
Cash and cash equivalents	28,807	-	28,807
Trade and other receivables	60,280	-	60,280
Property, plant and equipment	95,234	-	95,234
Exploration assets (Note 3)	799,459	13,804,692	14,604,151
Trade and other payables	(1,324,084)	-	(1,324,084)
	(340,304)	13,804,692	13,464,388
Goodwill on consolidation			-

The cash outflow on acquisition is as follows:	
Net cash acquired with subsidiary	28,807
Cash paid (paid subsequent to period end)	(148,879)
Net cash outflow	(120,072)

Acquisition related costs of $680,000, being stamp duty on the acquisition of MacPhersons Reward Pty Ltd, are included in other expenses in the statement of comprehensive income.

If the acquisition had taken place at the beginning of the period, the loss of the Group would have been $1,452,303 and revenue from continuing operations would have been $ 92,528.

In determining the pro-forma revenue and profit of the Group had MacPhersons Reward Pty Ltd been acquired at the beginning of the current reporting period, the directors have:

- calculated depreciation and amortisation of plant and equipment acquired on the basis of the fair values arising in the initial accounting for the business combination rather than the carrying amounts recognised in the pre-acquisition financial statements and
- based borrowing costs on the funding levels, credit ratings and debt/equity position of the Group after the acquisition.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2010

NOTE 7: CONTINGENT LIABILITIES

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

NOTE 8: RELATED PARTY TRANSACTIONS

a) Goodz & Associates, a business controlled by Morrie Goodz has been providing corporate advisory services to MacPhersons Reward Gold Limited. The company paid an amount of $272,070 (31 December 2009: $23,200) in consultancy fees for the financial period ended 31 December 2010 to Goodz & Associates.

b) Ashok Parekh & Co Pty Ltd, a business controlled by Ashok Parekh has been providing accounting services to MacPhersons Reward Gold Limited. The company paid an amount of $30,000 (31 December 2009: $Nil) in professional fees for the financial period ended 31 December 2010 to Ashok Parekh & Co Pty Ltd.

c) On 20 December 2010 the Company issued 1,976,020 fully paid ordinary shares to Goldfields Hotels Pty Ltd as trustee for the Palace Investment Trust in full repayment of a $592,806 loan provided by the Palace Investment Trust to the Company's subsidiary, MacPhersons Reward Pty Ltd. Mr Parekh is a beneficiary of the Palace Investment Trust and an associate of Goldfields Hotels Pty Ltd.

NOTE 9: EVENTS SUBSEQUENT TO REPORTING DATE

There were no events subsequent to reporting date requiring disclosure.

MACPHERSONS REWARD GOLD LIMITED

DIRECTORS' DECLARATION

In the opinion of the directors of MacPhersons Reward Gold Limited ('the company'):

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

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

    b. giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the half-year then ended.

2. there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

Ashok Parekh

Chairman

16 March 2011

HLB Mann Judd

Accountants | Business and Financial Advisers

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of MacPhersons Reward Gold Limited

Report on the Interim Financial Report

We have reviewed the accompanying interim financial report of MacPhersons Reward Gold Limited ("the Company") which comprises the condensed statement of financial position as at 31 December 2010, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration of the consolidated entity comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' Responsibility for the Interim Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of MacPhersons Reward Gold Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

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HLB Mann Judd

Accountants | Business and Financial Advisers

Independence

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

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of MacPhersons Reward Gold Limited is not in accordance with the *Corporations Act 2001* including:

(a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

HLB MANN JUDD
Chartered Accountants

Perth, Western Australia
16 March 2011

L DI GIALLONARDO
Partner