



**ABN 15 074 728 019**

**AND CONTROLLED ENTITIES**

**HALF-YEAR FINANCIAL REPORT**

**FOR THE HALF-YEAR ENDED  
31 DECEMBER 2013**

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2013 and any public announcements made by Blaze International Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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## CORPORATE DIRECTORY

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### **Directors**

Michael Scivolo (Non-Executive Chairman)  
Robert John Collins (Non-Executive Director)  
Hersh Solomon Majteles (Non-Executive Director)

### **Company Secretary**

Norman Grafton

### **Registered Office**

Level 1  
8 Parliament Place  
West Perth WA 6005

### **Auditors**

HLB Mann Judd  
Level 4  
130 Stirling Street  
Perth WA 6000

### **Home Securities Exchange**

Australian Securities Exchange Limited  
Exchange Plaza  
2 The Esplanade  
Perth WA 6000

### **Share Registry**

Advanced Share Registry Limited  
150 Stirling Highway  
Nedlands WA 6009  
Telephone: +61 8 9389 8033  
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### **Website**

[blazelimited.com.au](http://blazelimited.com.au)

ASX Code: BLZ

## DIRECTORS REPORT (Continued)

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Your Directors submit the financial report of Blaze International Limited (“Blaze” or “the Company”) which includes the consolidated financial statements of the Company and its controlled entities (“Consolidated Entity” or “the Group”) for the half-year ended 31 December 2013. In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

### 1. Directors

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

Michael Scivolo	Non-Executive Chairman
Robert John Collins	Non-Executive Director
Hersh Solomon Majteles	Non-Executive Director

### 2. Results

The Consolidated Entity incurred a net loss for the period of \$401,294 (31 December 2012: loss of \$458,423).

### 3. Review of Operations

#### **Barkly Copper-Gold Project, Northern Territory**

On 2 September 2013, the Company announced that it had entered into a Farm-In Joint Venture Agreement with Meteoric Resources NL over the highly prospective Barkly Copper-Gold project. The project is located around 30 km east of the town of Tennant Creek in the Northern Territory.

##### *Farm-in*

Meteoric holds 100% of the Barkly project tenement (EL 28620) with the exception of one sub block south of the Bluebird prospect. The tenement covers 27.5 km<sup>2</sup>.

Blaze can earn a 50% interest in the Barkly Project by contributing \$250,000 to exploration expenditure before March 2015. A further 20% may be earned by spending an additional \$350,000 before 31 March 2017.

Blaze may also earn a further 10% if it sole-funds all expenditure up until the commencement of a Bankable Feasibility Study (BFS), which would bring Blaze’s holding to 80%.

Blaze considers the Barkly project an excellent opportunity to begin building a position in a high-grade mineral field, with a history of highly profitable production.

##### *Tennant Creek Mineral Field*

The Tennant Creek Mineral Field, NT, hosts numerous high-grade copper-gold deposits with overall past production totalling 4.7Moz of gold and 347,000t of copper. The copper-gold mineralisation is mainly hosted in magnetite-chlorite-hematite ironstones or sheared variants within the Proterozoic Warramunga Formation. The ironstones and mineralisation are often discordant to the host sediments and are considered to be a high-grade variant of the iron oxide-copper-gold (IOCG) deposits found in Proterozoic terranes in Australia. The copper-gold deposits are commonly characterised by discrete coincident magnetic and gravity anomalies which reflect the magnetite-hematite alteration associated with the mineralisation. Where hematite is the dominant iron oxide the mineralisation may be characterised by a gravity anomaly alone.

*The Barkly Project*

The Barkly Copper-Gold project is situated in the eastern part of the Tennant Creek Mineral field, around 30 km east of the town of Tennant Creek. The mineral field covers the Perseverance and Bluebird copper-gold prospects. Perseverance is not part of the project and occurs within an exclusion zone surrounding an aboriginal heritage site. Here historical drilling intersected 3m @ 43.2 g/t Au from 72 metres in hematite and magnetite ironstones (Figure 2).

Along strike from Perseverance, the Bluebird copper-gold prospect is located on a 1.6 kilometre long gravity ridge open to the east. Shallow geochemical drilling has identified a 600m-long copper anomaly, also open to the east (Figure 2).

Follow up RAB drilling intersected 8m @ 1.0% Cu & 0.29 g/t Au from 72 metres at the western end of the geochemical anomaly and 4m @ 0.1% Cu and 4m @ 0.11 g/t Au at the eastern end of the anomaly. RC drilling below the western intersection intersected 4m @ 4.69% Cu & 0.38 g/t Au from 115 metres in BBRC-2 as shown in Figure 3.

The drilling confirmed a mineralised ironstone open at depth and which appears to be thickening down dip. Drill hole BBRC-2 was aborted in broken ground at 137 metres and did not fully penetrate the ironstone.

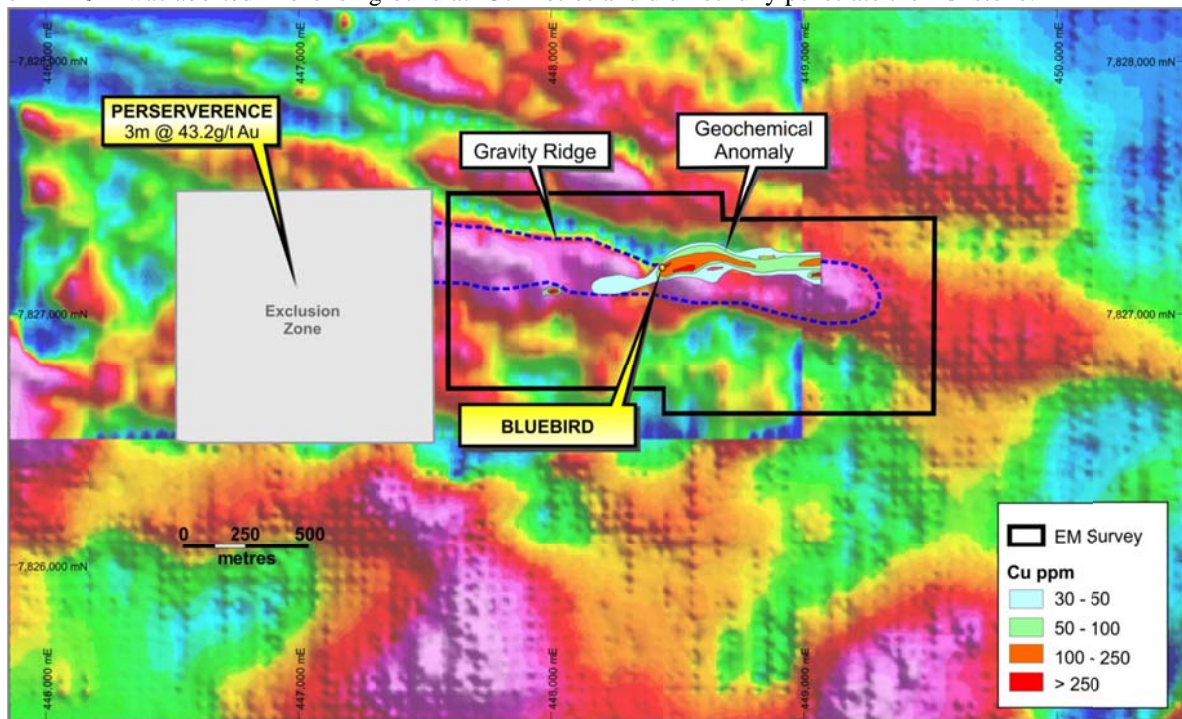


Figure 2 – Gravity image showing the Bluebird and Perseverance prospects

*Current work*

Since acquisition, an audit of all data was completed, and the data standardised and imported into the Company's databases. Work is presently underway to model the entire Barkly project in three dimensions. Once modelled, planned drill hole locations and orientations will be finalised in preparation for the forthcoming reverse circulation drill program.

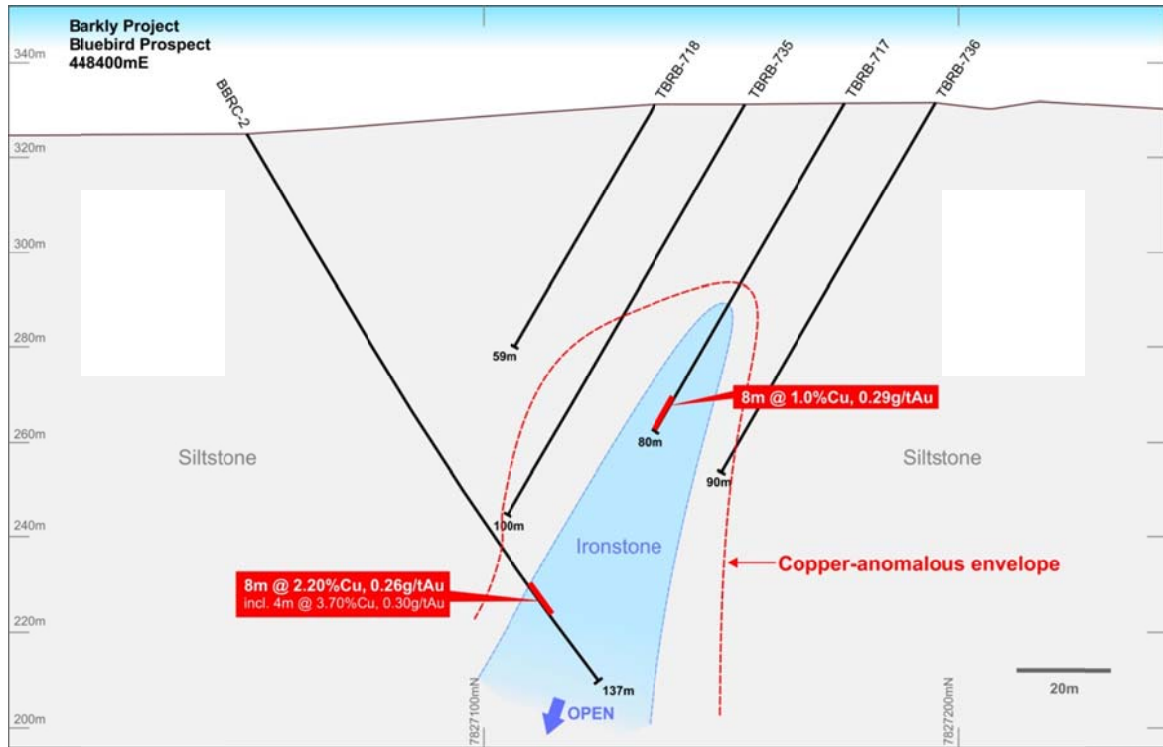


Figure 3 – Cross section of the Bluebird prospect (section 448400E)

*\*All information in this announcement, in relation to the Barkly Copper-Gold project, has been sourced from previous reports and announcements made by Meteoric Resources N.L. No previously undisclosed information has been included in this announcement.*

**Yeelirrie Valley Uranium Project, Western Australia**

The Yeelirrie Valley Uranium Project (Figure 1) is located in the north of the Eastern Goldfields of Western Australia, some 650 kilometres to the northeast of Perth. The project surrounds Cameco’s Yeelirrie uranium project.

The project now comprises one granted exploration lease, E53/1446. During the quarter, tenements E53/1453 and E67/739 were surrendered. The lease is located within the catchment of the Yeelirrie palaeochannel upstream from the Yeelirrie deposit.

In light of current poor market conditions, no field work was conducted during the reporting period.



**Figure 3 – Location of the Yeelirrie Valley project**

**Schedule of Mining and Exploration Tenements**

<i>Country</i>	<i>State/Region</i>	<i>Project</i>	<i>Tenement ID</i>	<i>Area (km<sup>2</sup>)</i>	<i>Grant date</i>	<i>Interest</i>
Australia	NT	Barkly copper-gold	EL28620	39.16	16/12/2011	Earning 50%
Australia	WA	Yeelirrie Valley uranium	E56/1446	49.70	14/07/2009	100%

**Competent Persons Declaration**

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Matthew Painter, who is a consultant to Blaze International Ltd and is a member of The Australian Institute of Geoscientists and the Society of Economic Geologists. Dr Painter has sufficient experience that is relevant to the various styles of mineralisation and types of deposit under consideration, and to the activity that they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resource and Ore Reserves”. Dr Painter consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

**Forward-Looking Statements**

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Blaze International Limited’s planned exploration programme and other statements that are not historical facts. When used in this document, the words such as “could,” “plan,” “estimate,” “expect,” “intend,” “may”, “potential,” “should,” and similar expressions are forward-looking statements. Although Blaze International Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

## **DIRECTORS REPORT (Continued)**

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### **4. Changes in State of Affairs**

On 14 January 2014, the Company issued 140,000,000 shares at 0.04 cents each raising a total of \$56,000 before costs.

In the opinion of the Directors, there were no significant changes in the state of affairs of the Consolidated Entity that occurred during the half-year under review not otherwise disclosed in this report or in the financial statements.

### **5. 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 half-year financial report. This Independence Declaration is set out on the following page and forms part of this Directors' Report for the half-year ended 31 December 2013.

This report is signed in accordance with a resolution of the Board of Directors, made pursuant to s306(3) of the Corporations Act 2001.



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**Michael Scivolo**  
**Non-Executive Chairman**

Dated this 13<sup>th</sup> day of March 2014



## AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Blaze International Limited for the half-year ended 31 December 2013, 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  
13 March 2014



**M R W Ohm**  
Partner

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2013**

	Notes	Consolidated 31 December 2013 \$	Consolidated 31 December 2012 \$
Revenue		11,162	7,701
Accounting and audit fees		(15,677)	(14,115)
Administration expenses		(89,495)	(73,094)
ASX and ASIC fees		(15,013)	(12,088)
Consulting fees		(14,852)	(16,000)
Employee benefits expense		(42,544)	(80,425)
Exploration expenditure written off		(89,415)	(20,084)
Legal fees		(264)	(1,277)
Management fees		(137,196)	(235,973)
Other expenses		(8,000)	(13,068)
<b>Loss before income tax benefit</b>		<b>(401,294)</b>	<b>(458,423)</b>
Income tax benefit		-	-
<b>Net loss for the period</b>		<b>(401,294)</b>	<b>(458,423)</b>
Other comprehensive income for the period:			
<i>Items which may subsequently be reclassified to profit and loss:</i>			
Net change in available-for-sale financial assets		-	1,350
Total comprehensive result for the period		<b>(401,294)</b>	<b>(457,073)</b>
Basic loss per share (cents)		<b>(0.01)</b>	(0.03)

The accompanying notes form part of these financial statements.

**CONDENSED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2013**

	Notes	Consolidated 31 December 2013 \$	Consolidated 30 June 2013 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents		462,411	379,064
Trade and other receivables		39,152	57,832
Other current assets		679	248
<b>Total Current Assets</b>		<b>502,242</b>	<b>437,144</b>
<b>Non-Current Assets</b>			
Available-for-sale financial assets		2,250	4,500
Deferred exploration expenditure	2	52,567	123,104
<b>Total Non-Current Assets</b>		<b>54,817</b>	<b>127,604</b>
<b>Total Assets</b>		<b>557,059</b>	<b>564,748</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables		74,797	75,152
<b>Total Current Liabilities</b>		<b>74,797</b>	<b>75,152</b>
<b>Total Liabilities</b>		<b>74,797</b>	<b>75,152</b>
<b>Net Assets</b>		<b>482,262</b>	<b>489,596</b>
<b>EQUITY</b>			
Share capital	3	32,465,000	32,071,040
Revaluation reserve		1,924,701	1,924,701
Accumulated losses		(33,907,439)	(33,506,145)
<b>Total Equity</b>		<b>482,262</b>	<b>489,596</b>

The accompanying notes form part of this financial report.

**CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2013**

	<b>Consolidated</b>				
	<b>Issued Capital</b>	<b>Accumulated Losses</b>	<b>Option Reserve</b>	<b>Revaluation Reserve</b>	<b>Total Equity</b>
	\$	\$	\$	\$	\$
<b>Balance 1 July 2012</b>	30,849,590	(32,470,495)	1,924,701	-	33,796
Profit/(loss) for the period	-	(458,423)	-	-	(458,423)
Net change in fair value of available-for-sale financial assets	-	-	-	1,350	1,350
<b>Total comprehensive result for the period</b>	-	<b>(458,423)</b>	-	<b>1,350</b>	<b>(457,073)</b>
Shares issued during the half-year	1,280,000	-	-	-	1,280,000
Share issue costs	(59,949)	-	-	-	(59,949)
<b>Balance at 31 December 2012</b>	<b>32,069,641</b>	<b>(33,198,918)</b>	<b>1,924,701</b>	<b>1,350</b>	<b>796,774</b>
<b>Balance 1 July 2013</b>	32,071,040	(33,506,145)	1,924,701	-	489,596
<b>Total comprehensive result for the period</b>	-	<b>(401,294)</b>	-	-	<b>(401,294)</b>
Shares issued during the half-year	420,000	-	-	-	420,000
Share issue costs	(26,040)	-	-	-	(26,040)
<b>Balance at 31 December 2013</b>	<b>32,465,000</b>	<b>(33,907,439)</b>	<b>1,924,701</b>	<b>-</b>	<b>482,262</b>

The accompanying notes form part of these financial statements.

**CONDENSED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2013**

	<b>Consolidated 31 December 2013 \$</b>	<b>Consolidated 31 December 2012 \$</b>
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	(308,567)	(680,109)
Interest received	11,162	7,701
Other	5,670	-
	<u>(291,735)</u>	<u>(672,408)</u>
<b>Cashflows from investing activities</b>		
Payment for exploration and evaluation	(18,878)	(41,451)
	<u>(18,878)</u>	<u>(41,451)</u>
<b>Cashflows from financing activities</b>		
Proceeds from issues of shares and options	420,000	1,280,000
Payment of share issue costs	(26,040)	(59,949)
	<u>393,960</u>	<u>1,220,051</u>
<b>Net increase / (decrease) in cash held</b>	<b>83,347</b>	<b>506,192</b>
Cash at beginning of period	<u>379,064</u>	<u>140,370</u>
Cash at end of period	<u><u>462,411</u></u>	<u><u>646,562</u></u>

The accompanying notes form part of these financial statements.

## **1. Basis of preparation**

### **Statement of compliance**

These interim consolidated financial statements are general purpose financial statements 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 condensed half-year 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 2013 and any public announcements made by Blaze International 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.

### **Basis of preparation**

The interim report has been prepared on a historical cost basis, except for the revaluation of certain financial instruments to fair value. 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.

### **Accounting policies and methods of computation**

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

### **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.

### **Going concern**

The financial report has been prepared on the basis of accounting principles applicable to a going concern, which assumes the commercial realisation of the future potential of the Group's assets and the discharge of its liabilities in the normal course of business.

The Group made a loss of \$401,294 and had a net outflow from operating activities and investing activities of \$310,613 for the half-year ended 31 December 2013. The Group had available cash and cash equivalents of \$462,411 as at 31 December 2013.

Notwithstanding the above financial conditions, the Directors are of the opinion that the Company is a going concern for the following reasons.

The Board considers that Blaze International Limited is a going concern and recognises that additional funding is required to ensure that it can continue to fund its operations and further develop its mineral exploration and evaluation assets during the twelve month period from the date of this financial report. This additional funding as occurred during the current period where the Company raised \$393,960 after the costs of the issue, can be derived from either one or a combination of the following: The placement of securities under the ASX Listing Rule 7.1 or otherwise;

- An excluded offer pursuant to the Corporations Act 2001;
- The sale of assets; or
- Deferral of management and director fees

**CONDENSED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2013**

**1. Basis of preparation (Continued)**

It is the intention of the Directors to pursue a capital raising as soon as practicable to enable Blaze International Limited to obtain sufficient funding to continue as a going concern. Accordingly, the Directors believe that it is appropriate to adopt that basis of accounting in the preparation of the half-year financial report. However, the existence of the above financial conditions constitutes a material uncertainty that may cast significant doubt over the Company's ability to continue as a going concern and realise its assets and discharge its liabilities in the normal course of business.

**2. Deferred Exploration Expenditure**

	<b>Consolidated</b>	
	<b>Six Months Ended 31 December 2013 \$</b>	<b>Year Ended 30 June 2013 \$</b>
Deferred exploration expenditure:		
Exploration and evaluation phase		
Expenditure brought forward	<b>123,104</b>	147,919
Expenditure incurred during the period	<b>18,878</b>	43,477
Expenditure written off during the period	<b>(89,415)</b>	(68,292)
	<hr/>	<hr/>
<b>Total deferred exploration expenditure</b>	<b>52,567</b>	123,104

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.

	<b>Consolidated 31 December 2013 Number</b>	<b>Consolidated 31 December 2013 \$</b>	<b>Consolidated 30 June 2013 Number</b>	<b>Consolidated 30 June 2013 \$</b>
<b>3. Share Capital</b>				
<i>Ordinary shares</i>				
Issued and fully paid	<b>3,359,124,444</b>	<b>32,409,000</b>	2,449,124,444	32,071,040
Unissued share capital	-	<b>56,000</b>	-	-
	<hr/> <b>3,359,124,444</b>	<hr/> <b>32,465,000</b>	<hr/> 2,449,124,444	<hr/> 32,071,040
<b>Movements in share capital</b>				
<i>Issued Capital</i>				
Balance at beginning of period	<b>2,449,124,444</b>	<b>32,071,040</b>	849,124,444	30,849,590
Shares issued during the period	<b>910,000,000</b>	<b>364,000</b>	1,600,000,000	1,280,000
Share issue costs	-	<b>(26,040)</b>	-	(58,550)
Balance at end of period	<hr/> <b>3,359,124,444</b>	<hr/> <b>32,409,000</b>	<hr/> 2,449,124,444	<hr/> 32,071,040
<i>Unissued Capital</i>				
Balance at beginning of period	-	-	-	-
Shares to be issued (i)	-	<b>56,000</b>	-	-
Balance at end of period	<hr/> <b>-</b>	<hr/> <b>56,000</b>	<hr/> -	<hr/> -

- (i) These shares were subsequently issued on 14 January 2014. The associated funds were received pre-balance date and as there were no attaching conditions other than the administrative issue of the shares, the shares have been treated as unissued capital.

**CONDENSED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2013**

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**4. Subsequent Events**

On 14 January 2014, the Company issued 140,000,000 shares at 0.04 cents each. The associated subscription monies were received prior to balance date (refer to Note 3).

There are no matters or circumstances which have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial periods.

**5. Contingent Liabilities**

The Directors are not aware of any contingent liabilities as at 31 December 2013.

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

**6. Segment Reporting**

AASB 8 “Operating Segments” requires operating segments to be identified on the basis of internal reports about components of the Group that are reviewed by the chief operating decision maker (considered to be Board of Directors) in order to allocate resources to the segment and assess its performance. The chief operating decision maker of the Group reviews internal reports prepared as consolidated financial statements and strategic decisions of the Group are determined upon analysis of these internal reports. During the period, the Group operated predominantly in one segment being the mineral exploration sector in Western Australia. Accordingly, under the “management approach” outlines only one operating segment has been identified and no further disclosure is required in the notes to the consolidated financial statements.

**7. Financial Instruments**

The group has financial investments in listed securities (Level 1) which are measured at fair value at the end of the reporting period. These are valued with reference to the closing market price at balance date.

In relation to other financial assets and liabilities held at balance date, the Directors consider that the carrying value recognised in the consolidated financial statements approximate their fair values.



## DIRECTORS' DECLARATION

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In the opinion of the directors of Blaze International 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 2013 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 s305(5) of the Corporations Act 2001.



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Michael Scivolo  
Non-Executive Chairman

Perth, 13<sup>th</sup> March 2014

## **INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Blaze International Limited

### **Report on the Condensed Half-Year Financial Report**

We have reviewed the accompanying half-year financial report of Blaze International Limited ("the company") which comprises the condensed statement of financial position as at 31 December 2013, 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 half-year financial report*

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

#### *Auditor's responsibility*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2013 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 the company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

#### *Independence*

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

*Conclusion*

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Blaze International 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 2013 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*.

*Emphasis of matter*

Without modifying our conclusion, we draw attention to Note 1 to the financial report which indicates that the Group made a loss of \$401,294 and had a net cash outflow from operating and investing activities of \$310,613 for the half-year ended 31 December 2013. The Group had available cash and cash equivalents of \$462,411 as at 31 December 2013. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business.

*HLB Mann Judd*

**HLB Mann Judd  
Chartered Accountants**



**M R W Ohm  
Partner**

**Perth, Western Australia  
13 March 2014**