

MINCOR DELIVERS RECORD \$37.2M FIRST-HALF PROFIT

- **271% increase in net profit after tax to \$37.2 million**
- **EBITDA up 150% to \$67.8 million**
- **Revenue up 85% to \$147.1 million**
- **Earnings per Share up 272% to 19 cents per share**
- **Interim Dividend up 200% to 6 cents per share**

Kambalda nickel producer Mincor Resources NL (**ASX: MCR**) has delivered its strongest-ever half-year financial performance, with record production and nickel prices generating a **271% increase** in net profit after tax to **\$37.2 million**. The record profit underlines the value of Mincor's aggressive growth strategy, under which the Company is targeting the development of up to three new nickel mines over the next 18 months.

The first-half net profit – which compares with a \$10.0 million net profit for the previous corresponding period and eclipses Mincor's 2005/06 full-year profit of \$29.3 million – was struck on an 85% increase in sales revenue to \$147.1 million (2005: \$79.7 million). It equates to record half-year earnings per share of 19 cents (December 2005: 5.1 cents).

The exceptional result and continued strong cash generation from Mincor's four Kambalda nickel mines has enabled the Company to declare an interim dividend of **6 cents per share**, representing a threefold increase on the 2 cents per share payout for the previous corresponding half.

Earnings before interest, tax, depreciation and amortisation (EBITDA) for the period increased by 150% to \$67.8 million (2005: \$27.1 million), while net operating cash flows were \$66.7 million for the 6 months, representing an almost fivefold increase on the previous corresponding period (2005: \$11.3 million).

The result further strengthens Mincor's balance sheet, with cash reserves rising to \$87.4 million at 31 December 2006 and net assets almost doubling to \$123.5 million (after excluding the impact of the fair value adjustment on derivative financial instruments). Return on equity (as adjusted) is 60% on an annualised basis and the Company remains debt free.

The first half result was underpinned by strong production from Mincor's four Kambalda mines of 6,888 tonnes of nickel-in-concentrate (2005: 6,754 tonnes). The principal driver of the increased revenue and earnings was an average realised nickel price of A\$14.26/lb for the 6 months to 31 December 2006 compared with A\$7.74/lb for the previous corresponding period. This resulted in an increase in average cash margin to A\$8.11 per pound payable nickel compared with A\$2.93/lb previously.

Cash operating costs increased to A\$6.15/lb from A\$4.81/lb previously, reflecting a general rise in costs as well as lower nickel grades resulting from production maximisation strategies.

“We are delighted with this exceptional first-half result, which reflects a strong operational performance at an opportune time of record nickel prices,” said Mincor’s managing director, David Moore. “It comes as we prepare to enter a new phase of production growth, driven by a combination of exploration success and prudent acquisitions that have generated a pipeline of potential new mine developments in our core nickel business,” he said.

Recent exploration successes for the Company include the discovery at Carnilya Hill near Kambalda and new discoveries at the Mariners Mine. The current \$30 million acquisition of the old Kambalda mines of McMahon and Durkin and the recent farm-in joint venture at the RAV 8 nickel mine near Ravensthorpe have added further near-term development and brownfields exploration opportunities.

“We are currently conducting feasibility studies on three separate nickel projects and, if these are successful, we could soon enter another major phase of new mine development that will establish Mincor’s growth profile well into the next decade,” Mr Moore commented. “In the meantime, our exploration effort will remain strong, both in nickel and in other commodities where we believe our expertise is applicable”.

Mincor has three exploration drilling rigs operating in the Kambalda Nickel District, and is working on completing the acquisition of the McMahon and Durkin nickel mines. The Company is also preparing an exploration program for the RAV 8 nickel project. A first resource estimate for the new Carnilya Hill discovery (Mincor 70%) is scheduled for release by the end of March, and the Company is continuing to drill out a potential new discovery beneath its operating Mariners Mine.

Elsewhere, Mincor has established a significant position in a major zinc-lead district in Ireland and has just completed a first round of drilling at its Gascoyne tungsten project in Western Australia. Drilling is also scheduled to commence at the Tottenham copper project in New South Wales within the next few days.

- ENDS -

Released by:

Nicholas Read
Jan Hope & Partners
Tel: (08) 9388 1474

On Behalf of:

Mr David Moore, Managing Director
Mincor Resources NL
Tel: (08) 9321 7125 www.mincor.com.au

MINCOR RESOURCES NL

**Half-Year 2006/07
(31 December 2006)**

FINANCIAL RESULTS

December 2006 Half-Year Highlights

- Strong earnings growth driven by record production and nickel prices
- Record half-year profit: up 271% to \$37.2M
- Record half-year EBITDA: up 150% to \$67.84M
- Cashflow from operations: up 490% to \$66.71M
- Interim Dividend: up 200% to 6 cents per share
- Development of new South Miitel ore body underway
- New initiatives lay foundation for strong growth:
 - Mariners and Carnilya Hill exploration discoveries
 - McMahon, Durkin and Rav 8 acquisitions
 - \$12 million exploration budget

Operational Results for the December 2006 Half-Year

	Dec Half 2006	Dec Half 2005
Ore Delivered (tonnes)	319,991	262,945
Nickel Grade	2.50%	2.93%
Nickel in Concentrate (tonnes)	6,888	6,754
Pounds Payable Nickel	9,870,435	9,678,414
Average Ni Price (A\$/lb)	14.26*	7.74
Average Cash Cost (A\$/lb)	6.15	4.81
Average Cash Margin (A\$/lb)	8.11	2.93

*Estimate, awaits the fixing of the nickel price for the months of October, November and December 2006 – see explanation following page.

Earnings for the December 2006 Half-Year

	Dec Half 2006	Dec Half 2005	Dec Half 2004
Revenues (\$M)	147.05*	79.65	55.42
EBITDA (\$M)	67.84	27.13	23.71
Net Profit After Tax (\$M)	37.18	10.02	10.06
Earnings per Share (CPS)	19.0	5.1	5.2
Interim Dividend per Share (CPS)	6.0	2.0	1.0

*The nickel price received by Mincor for any month of production is the average LME spot price during the third month following the month of delivery. Therefore the nickel price in the December 2006 half-year accounts for the production months of October, November and December 2006 must be estimated. The Company's policy is to base this estimate upon a 10% discount to the average LME spot price during the month of delivery. Revenue for October, November and December in this report has been estimated in this way, and is subject to an adjustment (up or down) when the final nickel price is known.

Earnings for the December 2006 Half-Year

	Dec Half 2006	Dec Half 2005
EBITDA from normal operations (\$M)	67.84	27.13
Depreciation and Amortisation (\$M)	(16.65)	(14.42)
EBIT (\$M)	51.19	12.71
Net Interest (\$M)	1.43	0.12
Income Tax Expense (\$M)	(15.44)	(2.81)
Net Profit after Tax (\$M)	37.18	10.02

Balance Sheet

	31 December 2006	31 December 2005	31 December 2004
Assets (\$M)	224.36	121.73	108.08
Liabilities (\$M)	143.23	52.26	51.15
Shareholder's Equity (\$M)	123.48	74.65	56.93
Return on Equity (annualised)	60%	27%	35%

Note: Shareholder's Equity has been adjusted (by \$42.36 million) to remove the impact of cashflow hedges. Under the current AIFRS rules hedges must be fair valued with mark to market adjustments made against equity. As this fair value adjustment fluctuates with nickel and currency prices and has no impact on the Company's profit for the period, it has been removed from the above table. In addition, earnings for the half year have been annualised when calculating Return on Equity.

Analysis of Cashflows – December 2006 Half-Year

	2006 \$000	2005 \$000
Net Operating Cash Inflow	66,710	11,312
Capital Expenditure	(13,690)	(12,057)
Exploration Expenditure	(5,592)	(2,450)
Dividends Paid	(5,840)	(3,893)
Proceeds from Issue of Shares	609	-
Other	70	127
Net Cash Inflow	42,267	(6,961)
Cash at 31 December 2006	87,402	11,244

Preliminary Half Year Report of Mincor Resources NL for the Half Year Ended 31 December 2006

(ABN 42 072 745 692)

*This Preliminary Half Year Report is provided to the Australian Stock Exchange (ASX) under
ASX Listing Rule 4.2A*

Current Reporting Period: Half Year ending 31 December 2006
Previous Corresponding Period: Half Year ending 31 December 2005

The information set out in this Preliminary Half Year Report should be read in conjunction with the
annual report for the year ended 30 June 2006

Results for announcement to the market

				\$'000
Revenue from ordinary activities	Up	84.6%	to	147,054
Profit from ordinary activities after tax attributable to members	Up	271.0%	to	37,182
Net profit for the period attributable to members	Up	271.0%	to	37,182
Dividends	Amount per security		Franked amount per security	
Half year ended 31 December 2006				
Final dividend	N/A		N/A	
Interim dividend	6 cents		6 cents	
Half year ended 31 December 2005				
Final dividend	N/A		N/A	
Interim dividend	2 cents		2 cents	

Dividend payments / Distributions

On 6 October 2006 the Company paid a final fully franked dividend of \$5,840,000 for the year ended 30 June 2006, comprising 3.0 cents per share.

On 19 February 2007 the Directors declared a fully franked interim dividend of 6 cents per share for the year ended 30 June 2007.

Date the interim 2007 dividend is payable

30 March 2007

Record date to determine entitlements to the dividend

2 March 2007

Date interim dividend was declared

19 February 2007

Total dividend per security (interim)

Ordinary securities – Interim dividend

Current period	Previous corresponding period
6 cents	2 cents

Total dividends paid or payable on all securities

Ordinary securities (payable on 30 March 2007)

Total

Current period \$'000	Previous period \$'000
11,732	3,893
11,732	3,893

Net Tangible Assets

	Current period	Previous period
Net tangible assets per ordinary security	41.51 ¢	35.69 ¢

Details of Entities Over Which Control Has Been Gained or Lost**Control gained over entities**

Name of entity (or group of entities)	N/A
Date control gained	N/A

	2006 \$'000
Contribution of the controlled entity (or group of entities) to profit/(loss) from ordinary activities during the period, from the date of gaining control.	N/A

	2005 \$'000
Net profit/(loss) of the controlled entity (or group of entities) for the whole of the previous corresponding period.	N/A

Loss of control of entities

Name of entity (or group of entities)	N/A
Date control lost	N/A

	2006 \$'000
Contribution of the controlled entity (or group of entities) to profit/(loss) from ordinary activities during the period, up to the date of losing control.	-

	2005 \$'000
Contribution of the controlled entity (or group of entities) to profit/(loss) from ordinary activities for the whole of the previous corresponding period.	-

Details of Associates and Joint Venture Entities

Name of Entity	Ownership Interest		Contribution to net profit	
	2006 %	2005 %	2006 \$'000	2005 \$'000
Associates	-	-	-	-
Joint Venture Entities	-	-	-	-
Aggregate Share of Profits/(Losses)	-	-	-	-

Other Information

Except for the matters noted above, all the disclosure requirements pursuant to ASX Listing Rule 4.2A are contained within Mincor Resources NL's Half Year Financial Report for the period ended 31 December 2006 which accompanies this Preliminary Half Year Report.



Sign here: _____

(Director)

Print name: David Moore

Date: 20 February 2007



M I N C O R

R E S O U R C E S N L

MINCOR RESOURCES NL

(ACN 072 745 692)

HALF YEAR FINANCIAL REPORT

31 December 2006

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DIRECTORS' REPORT

Your Directors present their report on the consolidated entity consisting of Mincor Resources NL and the entities it controlled at the end of, or during, the half-year ended 31 December 2006.

DIRECTORS

The following persons were Directors of Mincor Resources NL ("the Company") during the whole of the half-year and up to the date of this report:

<u>Name</u>	<u>Particulars</u>
DJ Humann	Non-Executive Director and Chairman
DCA Moore	Managing Director
JW Gardner	Non-Executive Director
IF Burston	Non-Executive Director
JS Reeve	Executive Director

REVIEW OF OPERATIONS

Mining Operations

The Company produced 6,888 tonnes of nickel in concentrate for the half year to 31 December 2006 (2005: 6,754 tonnes of nickel in concentrate).

During the period, the Company's Miitel Nickel Mine produced 144,218 dry metric tonnes at an average nickel grade of 2.33%, to produce 2,892 tonnes of nickel in concentrate (2005: 123,568 dry metric tonnes at 2.97% for 3,215 tonnes of nickel in concentrate).

The Company's Redross Nickel Mine produced 65,627 dry metric tonnes at an average nickel grade of 3.22% for 1,823 tonnes of nickel in concentrate (2005: 63,987 dry metric tonnes at 3.86% for 2,170 tonnes of nickel in concentrate).

The Company's Mariners Nickel Mine produced 97,500 dry metric tonnes at an average nickel grade of 2.30% for 1,933 tonnes of nickel in concentrate (2005: 59,982 dry metric tonnes at 1.99% for 1,046 tonnes of nickel in concentrate).

The Company's Wannaway Nickel Mine produced 12,646 dry metric tonnes of ore at an average grade of 2.24% for 241 tonnes of nickel in concentrate (2005: 15,408 dry metric tonnes at 2.46% for 323 tonnes of nickel in concentrate).

Exploration and Development Projects

Exploration and development drilling continued throughout the period, with considerable success. The Company has committed to an aggressive exploration drilling programme targeting nickel, gold and other base metals on its tenements throughout Australia.

In August 2006 the Company approved the development of the South Miitel orebody based upon initial probable ore reserve of 376,000 tonnes @ 2.6% nickel grade for 9,790 tonnes of nickel metal.

During the period the Company completed its earn-in into the Carnilya Hill project and now holds a vested 70% interest in the Carnilya Hill Joint Venture. Pre-feasibility studies commenced at Carnilya Hill during the December 2006 quarter.

In November 2006 the Company entered into an earn-in and joint venture agreement with Image Resources NL whereby Mincor Resources NL may spend up to \$1.5 million over five years to earn a 70% interest in ten exploration licences in the Kambalda region.

During the period the Company announced the \$30 million acquisition of historic nickel mines and surrounding ground from Goldfields Mine Management Pty Ltd. Upon completion of various conditions precedent the transaction will provide:

- an additional 28,830 tonnes of nickel metal to the Company's mineral resource;
- exploration upside on tenements with significant past production in the Kambalda Nickel District; and
- the potential for the development of the McMahon and Durkin mines.

Corporate Matters

On 6 October 2006 the Company paid its fourth fully franked annual dividend of 3.0 cents per share to shareholders, bringing the Company's total dividend payments to date to \$21.2 million.

On 19 February 2007 the Directors declared a fully franked interim dividend of 6 cents per share in respect of the year ending 30 June 2007.

During the half-year ended 31 December 2006, 744,800 ordinary shares were issued following the exercise of 120,000 employee options at an exercise price of 70 cents per share and 624,800 employee options at an exercise price of 84 cents per share.

Events Subsequent to 31 December 2006

The Company has entered into a conditional agreement with Goldfields Mine Management Pty Ltd ("Goldfields") whereby it will pay \$30 million and future royalty payments linked to the nickel price, to acquire Goldfields' entire interest in certain historic nickel mines together with the surrounding exploration portfolio. Finalisation of the transaction is subject to the Company completing due diligence by April 2007 and certain other conditions precedent, which were on going at the time of this report.

On 4 January 2007 the Company announced an agreement with Tectonic Resources NL ("Tectonic") whereby Mincor may earn an 80% interest in the tenement holding the RAV 8 nickel mine in Western Australia by paying \$700,000 to Tectonic, subscribing for 10 million Tectonic shares at a price of 13 cents per share and sole funding \$5 million over 3 years.

On 19 February 2007 the Directors declared a fully franked interim dividend of 6 cents per share in respect of the year ending 30 June 2007.

Auditor Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 4.

ROUNDING OF AMOUNTS

The Company is of a kind referred to in Class Order 98/0100 issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts in the directors' report and financial report. Amounts in the Directors' report and financial report have been rounded off to the nearest thousand dollars in accordance with that Class Order.

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



DCA Moore
Director
PERTH

20 February 2007

Auditors' Independence Declaration

As lead auditor for the review of Mincor Resources NL for the half year ended 31 December 2006, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Mincor Resources NL and the entities it controlled during the period.



John P O'Connor
Partner
PricewaterhouseCoopers

Perth
20 February 2007

CONSOLIDATED INCOME STATEMENT
For the half-year ended 31 December 2006

	CONSOLIDATED	
	31 December 2006 A\$'000	31 December 2005 A\$'000
Revenue	147,054	79,651
Mining contractor costs	(30,334)	(27,651)
Ore tolling costs	(10,897)	(8,815)
Utilities expense	(2,285)	(1,741)
Royalty expense	(12,397)	(4,798)
Employee benefits expense	(7,635)	(4,070)
Finance costs	(209)	(206)
Exploration costs expensed	(5,918)	(2,031)
Depreciation and amortisation expense	(16,650)	(14,422)
Other expenses from ordinary activities	(8,105)	(3,091)
Profit before income tax	52,624	12,826
Income tax expense	(15,442)	(2,805)
Profit attributable to the members of Mincor Resources NL	37,182	10,021
	<u>Cents</u>	<u>Cents</u>
Earnings per share	19.1	5.1
Diluted earnings per share	19.0	5.1

The above Consolidated Income Statement should be read in conjunction with the accompanying notes.

CONSOLIDATED BALANCE SHEET
As at 31 December 2006

	CONSOLIDATED	
	31 December 2006 A\$'000	30 June 2006 A\$'000
Current Assets		
Cash and cash equivalents	87,402	45,135
Trade and other receivables	71,335	54,188
Inventory	83	825
Derivative financial instruments	2,315	347
Total Current Assets	161,135	100,495
Non-Current Assets		
Available-for-sale financial assets	1,979	1,410
Property, plant and equipment	52,509	56,673
Exploration and evaluation expenditure	6,411	6,351
Derivative financial instruments	1,383	-
Deferred tax assets	939	-
Total Non-Current Assets	63,221	64,434
TOTAL ASSETS	224,356	164,929
Current Liabilities		
Payables	60,668	45,257
Interest bearing liabilities	1,089	1,116
Current tax liabilities	11,752	6,750
Provisions	1,202	1,128
Derivative financial instruments	41,191	20,178
Total Current Liabilities	115,902	74,429
Non-Current Liabilities		
Interest bearing liabilities	2,880	3,269
Provisions	1,435	1,435
Deferred tax liabilities	-	6,422
Derivative financial instruments	23,021	8,252
Total Non-Current Liabilities	27,336	19,378
TOTAL LIABILITIES	143,238	93,807
NET ASSETS	81,118	71,122
Equity		
Contributed equity	27,922	27,313
Reserves	(40,744)	(18,789)
Retained profits	93,940	62,598
TOTAL EQUITY	81,118	71,122

The above Consolidated Balance Sheet should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half-year ended 31 December 2006

	CONSOLIDATED	
	31 December 2006 A\$'000	31 December 2005 A\$'000
Total equity at the beginning of the half-year	71,122	65,225
Adjustment to retained earnings on adoption of AASB 132 and AASB 139, net of tax:		
- Derivative financial instruments	-	3,265
Adjustment to reserves on adoption of AASB 132 and AASB 139, net of tax:		
- Derivative financial instruments	-	(6,182)
- Available-for-sale financial assets	-	254
Restated total equity at the beginning of the half-year	71,122	62,562
Changes in the fair value of cash flow hedges, net of tax	(22,701)	997
Changes in the fair value of available-for-sale financial assets, net of tax	399	(245)
Net (expense)/income recognised directly in equity	(22,302)	752
Profit for the half-year	37,182	10,021
Total recognised income and expense for the period	14,880	10,773
Transactions with equity holders in their capacity as equity holders:		
- Contributions of equity, net of transaction costs (Note 4)	609	-
- Dividends provided for or paid (Note 3)	(5,840)	(3,893)
- Employee share options	347	25
	(4,884)	(3,868)
Total equity at the end of the half-year	81,118	69,467

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

CONSOLIDATED CASH FLOW STATEMENT

For the half-year ended 31 December 2006

	CONSOLIDATED	
	31 December 2006 A\$'000	31 December 2005 A\$'000
Cash Flows from Operating Activities		
Receipts from customers (inclusive of GST)	159,206	79,059
Payments to suppliers and employees (inclusive of GST)	(85,537)	(64,728)
	73,669	14,331
Interest received	1,593	324
Other revenue	29	-
Interest paid	(196)	(170)
Income tax paid	(8,385)	(3,173)
Net Cash Inflow from Operating Activities	66,710	11,312
Cash Flows from Investing Activities		
Payments for acquisition of exploration properties	(60)	-
Payments for property, plant and equipment	(13,690)	(12,057)
Payments for exploration, evaluation and development expenditure	(5,532)	(2,450)
Repayment of loans	65	110
Proceeds from sale of property, plant and equipment	5	17
Net Cash Outflow from Investing Activities	(19,212)	(14,380)
Cash Flows from Financing Activities		
Proceeds from issue of shares	609	-
Dividends paid	(5,840)	(3,893)
Net Cash Outflow from Financing Activities	(5,231)	(3,893)
Net Increase (Decrease) in Cash and Cash Equivalents	42,267	(6,961)
Cash and Cash Equivalents at the Beginning of the Half-Year	45,135	18,205
Cash and Cash Equivalents at the End of the Half-Year	87,402	11,244

The above Consolidated Cash Flow Statement should be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the half-year ended 31 December 2006

NOTE 1

Summary of significant accounting policies

This general purpose financial report for the interim half-year reporting period ended 31 December 2006 has been prepared in accordance with Accounting Standard AASB 134: *Interim Financial Reporting* and the Corporations Act 2001.

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 2006 and any public announcements made by Mincor Resources NL during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year end and corresponding interim reporting period.

NOTE 2

Segment Information

The consolidated entity operates predominantly in the mining industry, this being the primary business segment.

a) Primary Reporting Format – Business Segments

Half-Year 2006	Mining \$'000	Other \$'000	Consolidated \$'000
Sales to external customers	145,455	-	145,455
Total sales revenue	145,455	-	145,455
Other revenue/income	-	1,599	1,599
Total segment revenue/income	145,455	1,599	147,054
Segment result	51,025	1,599	52,624
Profit before income tax			<u>52,624</u>

Half-Year 2005	Mining \$'000	Other \$'000	Consolidated \$'000
Sales to external customers	78,142	-	78,142
Total sales revenue	78,142	-	78,142
Other revenue/income	918	591	1,509
Total segment revenue/income	79,060	591	79,651
Segment result	12,235	591	12,826
Profit before income tax			<u>12,826</u>

**NOTE 3
Dividends**

	CONSOLIDATED	
	31 December 2006 \$'000	31 December 2005 \$'000
Dividends provided for or paid during the half-year	5,840	3,893
Dividends not recognised at the end of the half-year		
Since the end of the half-year the Directors declared a fully franked interim dividend of 6 cents (2005: 2 cents) per fully paid ordinary share.		
Interim dividend expected to be paid out of retained profits at the end of the half-year, but not recognised as a liability	11,732	3,893

**NOTE 4
Equity Securities Issued**

	2006 Shares	2005 Shares	2006 \$'000	2005 \$'000
Issues of ordinary shares during the half-year				
Exercise of options issued under the 2002 Employee Share Option Plan	744,800	-	609	-

**NOTE 5
Contingent Liabilities**

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

**NOTE 6
Events Subsequent to Reporting Date**

The Company has entered into a conditional agreement with Goldfields Mine Management Pty Ltd ("Goldfields") whereby it will pay \$30 million and future royalty payments linked to the nickel price, to acquire Goldfields' entire interest in certain historic nickel mines together with the surrounding exploration portfolio. Finalisation of the transaction is subject to the Company completing due diligence by April 2007 and certain other conditions precedent, which were on going at the time of this report.

On 4 January 2007 the Company announced an agreement with Tectonic Resources NL ("Tectonic") whereby Mincor may earn an 80% interest in the tenement holding the RAV 8 nickel mine in Western Australia by paying \$700,000 to Tectonic, subscribing for 10 million Tectonic shares at a price of 13 cents per share and sole funding \$5 million over 3 years.

On 19 February 2007 the Directors declared a fully franked interim dividend of 6 cents per share in respect of the year ending 30 June 2007.

DIRECTORS' DECLARATION

In the Directors' opinion:

- (a) the financial statements and notes set out on pages 5 to 10 are in accordance with the Corporations Act 2001, including:
 - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2006 and of its performance, as represented by the results of its operations, changes in equity and its cash flows, for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that Mincor Resources NL 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 Directors.



DCA Moore
Director

PERTH

20 February 2007

**INDEPENDENT AUDITOR'S REVIEW REPORT
to the members of Mincor Resources NL**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Mincor Resources NL, which comprises the balance sheet as at 31 December 2006, and the income statement, statement of recognised income and expense and cash flow statement for the half-year ended on that date, other selected explanatory notes and the directors' declaration for the Mincor Resources NL Group (the consolidated entity). The consolidated entity comprises both Mincor Resources NL (the company) and the entities it controlled during that half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year 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

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 an Interim 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 2006 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 Mincor Resources NL, 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. It also includes reading the other information included with the financial report to determine whether it

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.

For further explanation of a review, visit our website <http://www.pwc.com/au/financialstatementaudit>.

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of business decisions made by directors or management.

Matters relating to the electronic presentation of the reviewed financial report

This review report relates to the financial report of Mincor Resources NL (the Company) for the half-year ended 31 December 2006 included on Mincor Resources NL's web site. The company's directors are responsible for the integrity of the Mincor Resources NL web site. We have not been engaged to report on the integrity of this web site. The review report refers only to the financial report identified above. It does not provide an opinion on any other information which may have been hyperlinked to/from the financial report. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the reviewed financial report to confirm the information included in the reviewed financial report presented on this web site.

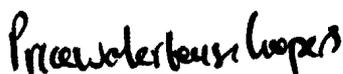
Independence

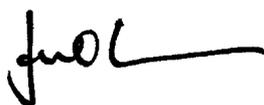
In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

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 Mincor Resources NL 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 2006 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.


PricewaterhouseCoopers



John P O'Connor
Partner

Perth
20 February 2007