Cleveland Mining Company Limited

ABN 85 122 711 880

Half-Year Report

For the half-year ended

31 December 2012

Contents

Corporate Directory

Directors

Mr David Mendelawitz	Managing Director
Mr Don Bailey	Non-Executive Chairman
Mr Aaron Finlay	Finance Director
Mr Jim Williams	Non-Executive Director
Mr Russell Scrimshaw	Non-Executive Director

Company Secretary

Mr Aaron Finlay

Registered Office

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Solicitors to the Company

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Tel: +61 8 9323 2000
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Auditors

Deloitte Touche Tohmatsu
Level 14
240 St George's Terrace
Perth WA 6000

Stock Exchange

Australian Securities Exchange
2 The Esplanade
Perth WA 6000

ASX Code: CDG

The directors of Cleveland Mining Company Limited ("the Company") submit herewith the financial report of Cleveland Mining Company Limited and its subsidiaries ("the Group") for the half-year ended 31 December 2012. In order to comply with the provisions of the *Corporations Act 2001*, the directors report as follows:

Directors

The names of the directors of the Company during or since the end of the half-year are:

Mr David Mendelawitz
Mr Don Bailey
Mr Aaron Finlay
Mr Jim Williams
Mr Russell Scrimshaw

All directors have been in office for this entire period unless otherwise stated.

Review of results and operations

The Group's net loss attributable to members of the Company for the half year ended 31 December 2012 was $4,258,741 (half-year ended 31 December 2011 loss of $2,713,781).

As at 31 December 2012 the cash position was $2,529,676 (30 June 2012 $1,565,896) and the Company had 177,816,669 shares on issue.

No dividends were declared or paid during the half-year ended 31 December 2012.

On 12 July 2012, the Company announced that construction of the Premier Gold Mine (Stage One) was nearly complete and the Company planned to commence commissioning of the plant shortly.

On 20 August 2012, the Company announced that it had formed a strategic alliance with BC Iron Ltd (ASX: BCI), a Western Australian Iron Ore producer operating the 5 million tonne per annum Nullagine Iron Ore Project as a 50/50 joint venture. Under the terms of the strategic alliance, BC Iron will form a Joint Venture partnership with the Company aimed at acquiring and developing new iron ore projects in Brazil and have taken a cornerstone ownership position in the Company.

On 22 August 2012, the Company announced that it had completed a private placement of approximately 17.1 million new ordinary shares raising approximately $10.8 million before costs. Of this placement, BC Iron took approximately 8.8 million new ordinary shares, representing 5% of the total ordinary shares on issue post this placement in the Company at the price of A$0.642 per share, or approximately $5.64m. The Company issued approximately 8.3 million new ordinary shares to sophisticated, professional and institutional investors at $0.62 per share to raise approximately $5.13 million.

On 29 August 2012, the Company announced that Australian stockbroking firm DJ Carmichael had initiated research coverage on the Company.

On 20 September 2012, the Company announced that it had commenced commissioning at the Premier Gold Mine. The Company announced its first trial gold pour on 25 October 2012, and the commencement of mining and processing of ore at Premier on 22 November 2012.

On 22 October 2012, the Company announced the release from escrow of 46,143,249 ordinary fully paid shares at the end of the 24-month ASX restriction period following quotation in October 2010.

On 30 November 2012, the Company announced the appointment of Peter Fisher as Chief Executive Officer. Mr Fisher will focus on operations at Cleveland's South American projects, starting with the optimisation and expansion of the Premier Gold Mine.

On 11 December 2012, the Company announced that company director Jim Williams had exercised two million options at $0.20 each, for $400,000.

Exploration

Crixás Hub

Premier

The six months to December 31 were primarily focused on the construction, commissioning and start of production at the Premier Mine with a gravity plant in what was a transformational period for the Company. Mining began at Premier in September, followed by first production in November. The last five weeks of the year saw the ramp up of more continuous mining begin.

Mining and processing were dedicated to batch processing and assessing the different mineralised zones, reprocessing old tailings material, as well as opening up new faces to access the ore. Mapping of areas near the mine combined with the mining process helped identify stratigraphic locations and controls on mineralisation.

The geological unit remained busy over the period, drilling 255 holes with an Augur rig over the tailing dams, digging 122 grade control channels, as well as boring 353 blast hole grade control drill holes.

Focus was also placed on interpreting the Premier South and North soil samples. Drilling programs were designed for Resource Definition within the mine area, and at Premier South and Premier North.

O Capitão

Scant exploration has been performed at O Capitão over the period as the Company awaited the confirmation of the lease extension. Work was limited to planning a drill-hole program for the Dona Maria Garimpo in preparation for when lease application is granted.

Mara Rosa

Work at Mara Rosa consisted of conducting initial field checks of the tenement package and planning for an initial program of mapping, soil sampling and auger drilling.

Amapá Hub

Porto Grande

Following a program of shaft sinking, the project was relinquished after the results showed that the area held low prospects of supporting a mine.

Ferradura

Mining consulting company SRK was contracted to review the existing geological data pertaining to the Ferradura project (formerly known as Adstone). The review concluded that further work was needed to confirm the assumptions used to generate the resource. Cleveland initiated a shaft-sinking program at Ferradura and sent bulk samples to the laboratory for analysis.

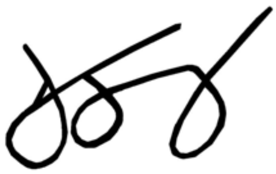
BC Iron Alliance

In August, Cleveland formed a strategic alliance with fellow ASX-listed company, BC Iron, to acquire and co-develop iron ore projects in Brazil. Following this, the companies visited various projects and performed desktop studies in order to find suitable projects.

Auditor's independence declaration

The auditor's independence declaration for the half-year ended 31 December 2012 is included on page 7 of the half-year report.

Signed in accordance with a resolution of the directors made pursuant to s306(3) of the *Corporations Act 2001*.



DAVID MENDELAWITZ
Managing Director
Dated at Perth this 6th day of March 2013

Deloitte.

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The Board of Directors
Cleveland Mining Company Limited
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SUBIACO WA 6008

6 March 2013

Dear Directors

Auditor's Independence Declaration to Cleveland Mining Company Limited

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of Cleveland Mining Company Limited.

As lead audit partner for the review of the financial statements of Cleveland Mining Company Limited for the half-year ended 31 December 2012, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

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

Yours sincerely

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

D Newman

David Newman
Partner
Chartered Accountants

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

for the half-year ended 31 December 2012

	Consolidated Half-year ended 31 December 2012 $	31 December 2011 $
Interest income	82,145	56,215
Other revenue	24,389	-
Administrative expenses	(89,122)	(48,855)
Compliance and regulatory expenses	(94,954)	(100,189)
Consultancy and legal expenses	(148,008)	(144,012)
Depreciation expense	(33,635)	(26,407)
Director and employee-related expenses	(1,779,480)	(1,088,254)
Insurance	(28,532)	(28,026)
Occupancy expenses	(286,315)	(90,980)
Promotion and communication costs	(105,806)	(94,510)
Travel and accommodation expenses	(418,499)	(327,506)
Finance costs	(97,101)	(19,380)
Write down of exploration expenditure	(1,273,978)	(795,875)
Other expenses	(9,845)	(6,002)
Loss before income tax expense	(4,258,741)	(2,713,781)
Income tax expense	-	-
Loss after income tax expense	(4,258,741)	(2,713,781)
Other Comprehensive Income		
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translating foreign operations	(354,906)	(1,136,685)
Total comprehensive income for the period	(4,613,647)	(3,850,466)
Total comprehensive income attributable to members of the Company	(4,613,647)	(3,850,466)
Basic loss per share (cents)	(2.50)	(1.93)
Diluted loss per share (cents)	(2.50)	(1.93)

The accompanying notes form part of these condensed consolidated financial statements.

Condensed Consolidated Statement of Financial Position

as at 31 December 2012

	Note	Consolidated 31 December 2012 $	Consolidated 30 June 2012 $
Current assets			
Cash and cash equivalents	2	2,529,676	1,565,896
Trade and other receivables		5,293	42,953
Other assets		78,893	137,012
Total current assets		2,613,862	1,745,861
Non-current assets			
Receivables		4,449,647	1,706,293
Plant and equipment		1,110,556	753,563
Exploration and development	4	14,012,034	9,597,247
Total non-current assets		19,572,237	12,057,103
Total assets		22,186,099	13,802,964
Current liabilities			
Trade and other payables		1,550,426	290,917
Borrowings	5	479,905	22,036
Provisions	6	172,260	98,475
Total current liabilities		2,202,591	411,428
Non-current liabilities			
Borrowings	5	-	1,999
Provisions	6	73,174	-
Total non-current liabilities		73,174	1,999
Total liabilities		2,275,765	413,427
Net assets		19,910,334	13,389,537
Equity			
Issued capital	7	34,640,576	23,741,857
Reserves		(2,477,544)	(2,358,363)
Accumulated losses		(12,252,698)	(7,993,957)
Total equity		19,910,334	13,389,537

The accompanying notes form part of these condensed consolidated financial statements.

Condensed Consolidated Statement of Cash Flows
for the half-year ended 31 December 2012

	Consolidated Half-year ended 31 December 2012 $	31 December 2011 $
Cash flows from operating activities		
Payments to suppliers and employees	(2,650,466)	(1,682,569)
Interest received	11,643	54,751
Interest paid	(1,575)	(6,827)
Net cash (used in) operating activities	(2,640,398)	(1,634,645)
Cash flows from investing activities		
Payments for plant and equipment	(400,832)	(490,793)
Proceeds from sale of plant and equipment	31,912	3,418
Payments for exploration and development	(5,327,915)	(1,928,144)
Loans to other parties	(2,682,589)	(219,204)
Net cash (used in) investing activities	(8,379,424)	(2,634,723)
Cash flows from financing activities		
Proceeds from issue of shares	11,175,867	10,118,000
Share issue costs	(277,148)	(237,595)
Proceeds from borrowings	500,000	80,554
Borrowing costs	(12,500)	-
Repayment of borrowings	(10,524)	(14,003)
Proceeds from shares to be issued	892,000	-
Net cash provided by financing activities	12,267,695	9,946,956
Net increase in cash and cash equivalents held	1,247,873	5,677,588
Cash and cash equivalents at the beginning of the period	1,565,896	2,747,804
Effects of exchange rate changes on the balance of cash held in foreign currencies	(284,093)	(155,631)
Cash and cash equivalents at the end of the period	2,529,676	8,269,761

The accompanying notes form part of these condensed consolidated financial statements.

Condensed Consolidated Statement of Changes in Equity

for the half-year ended 31 December 2012

	Consolidated				
	Issued capital	Foreign currency translation reserve	Option & convertible note reserve	Accumulated losses	Total
	$	$	$	$	$
Balance at 1 July 2011	13,586,452	(223,475)	-	(3,420,810)	9,942,167
Loss for the period	-	-	-	(2,713,781)	(2,713,781)
Other comprehensive loss for the period	-	(1,136,685)	-	-	(1,136,685)
Total comprehensive loss for the period	-	(1,136,685)	-	(2,713,781)	(3,850,466)
Shares issued	10,118,000	-	-	-	10,118,000
Share issue costs	(237,595)	-	-	-	(237,595)
Share-based payments	-	205,495	-	-	205,495
Balance at 31 December 2011	23,466,857	(1,154,665)	-	(6,134,591)	16,177,601
Balance at 1 July 2012	23,741,857	(2,659,450)	301,087	(7,993,957)	13,389,537
Loss for the period	-	-	-	(4,258,741)	(4,258,741)
Other comprehensive loss for the period	-	(354,906)	-	-	(354,906)
Total comprehensive loss for the period	-	(354,906)	-	(4,258,741)	(4,613,647)
Shares issued	11,175,867	-	-	-	11,175,867
Share issue costs	(277,148)	-	-	-	(277,148)
Share-based payments	-	-	223,347	-	223,347
Issue of convertible notes	-	-	12,378	-	12,378
Balance at 31 December 2012	34,640,576	(3,014,356)	536,812	(12,252,698)	19,910,334

The accompanying notes form part of these condensed consolidated financial statements.

1. Significant accounting policies

Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard AASB 134 "Interim Financial Reporting". Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting". The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

Basis of preparation

The condensed consolidated financial statements have been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's 2012 annual financial report for the financial year ended 30 June 2012, other than the recognition of a rehabilitation provision during the period as a result of the development of Premier. Information in relation to the accounting policy for the rehabilitation provision is included below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Rehabilitation provision

As a result of various local requirements to rehabilitate / restore operations on cessation of mining activities, a provision for rehabilitation has been recognised.

A corresponding asset of an amount equivalent to the provision is also created. The amount recognised is the estimated cost of restoration, discounted to its net present value and is reassessed each year in accordance with local conditions and requirements. This asset is subsequently depreciated on a unit-of-production basis. Changes in the estimates of commercial reserves or restoration cost estimates are dealt with prospectively by recording an adjustment to the provision and a corresponding adjustment to the restoration asset.

Adoption of new and revised Standards

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to their operations and effective for the current reporting period.

New and revised Standards and amendments thereof and Interpretations effective for the current half-year that are relevant to the Group include:

- Amendments to AASB 1, 5, 7, 101, 112, 120, 121, 132, 133 and 134 as a consequence of AASB 2011-9 'Amendments to Australian Accounting Standards – Presentation of Items of Other Comprehensive Income'

The adoption of all the new and revised Standards and Interpretations has not resulted in any changes to the Group's accounting policies and has no effect on the amounts reported for the current or prior periods. However, the application of AASB 2011-9 has resulted in changes to the Group's presentation of, or disclosure in, its half-year financial statements.

1. Significant accounting policies (continued)

Adoption of new and revised Standards (continued)

AASB 2011-9 introduces new terminology for the statement of comprehensive income and income statement. Under the amendments to AASB 101, the statement of comprehensive income is renamed as a statement of profit or loss and other comprehensive income and the income statement is renamed as a statement of profit or loss. The amendments to AASB 101 retain the option to present profit or loss and other comprehensive income in either a single statement or in two separate but consecutive statements. However, the amendments to AASB 101 require items of other comprehensive income to be grouped into two categories in the other comprehensive income section: (a) items that will not be reclassified subsequently to profit or loss and (b) items that may be reclassified subsequently to profit or loss when specific conditions are met. Income tax on items of other comprehensive income is required to be allocated on the same basis – the amendments do not change the option to present items of other comprehensive income either before tax or net of tax. The amendments have been applied retrospectively, and hence the presentation of items of other comprehensive income has been modified to reflect the changes. Other than the above mentioned presentation changes, the application of the amendments to AASB 101 does not result in any impact on profit or loss, other comprehensive income and total comprehensive income.

2. Cash and cash equivalents

For the purposes of the half-year statement of cash flows, cash and cash equivalents are comprised of the following:

	Consolidated	
	31 December 2012 $	**30 June 2012 $**
Cash at bank	2,200,862	1,218,899
Cash on short term deposit	328,814	346,997
	2,529,676	1,565,896

3. Dividends

No dividend has been declared or paid during the half-year or the previous corresponding period.

The Company does not have any franking credits available for current or future years as it is not in a tax paying position.

4. Exploration and development

Exploration properties	5,119,111	3,994,373
Development properties	8,892,923	5,602,874
	14,012,034	9,597,247

Development properties relate to the consolidated entity's Premier project in Brazil.

5. Borrowings

	Consolidated 31 December 2012 $	30 June 2012 $
Current		
Convertible note	466,521	-
Finance lease	13,384	22,036
	479,905	22,036
Non-current		
Finance lease	-	1,999

The Company issued a convertible note with a principal value of $500,000 on 21 December 2012.

The note carries a coupon rate of 7.5% p.a. with a conversion price of $0.32 for each dollar of debt, convertible by the holder at any time, and convertible by the Company in certain circumstances. The initial term of the convertible note is 6 months, with an automatic 6 month extension if the Company's share price (10 day VWAP) is less than $0.34.

The financial liability component has been calculated by discounting the face value of the convertible notes together with the interest payable thereon over the maturity period, followed by an allocation of the debt issue costs between the debt and equity components on a pro-rata basis. The discount rate used was 13%, representing the directors' estimate of the interest rate applicable to a debt instrument issued under similar terms with a similar maturity period. The unwinding of the discount is charged to the statement of profit or loss as an accretion expense within finance costs.

6. Provisions

Current		
Provision for employee entitlements	172,260	98,475
Non-current		
Provision for rehabilitation	73,174	-

The consolidated entity has recognised a rehabilitation provision in respect of its estimated rehabilitation obligations at the Premier project.

7. Issued capital

Fully paid ordinary shares	34,640,576	23,741,857

The following movements in issued capital occurred during the half-year:

	Number	$
Balance at 1 July 2012	158,748,171	23,741,857
Movements during the period		
Issues of shares		
- Placement	17,068,498	10,775,867
- Exercise of options	2,000,000	400,000
Capital raising expenses	-	(277,148)
Balance at 31 December 2012	177,816,669	34,640,576

8. Joint ventures

The Group has the following significant interests in joint ventures:

Joint venture	Principal activities	Percentage interest 31 December 2012	Percentage interest 30 June 2012
Premier	Exploration & development	50%	50%
Guarinhos	Exploration	50%	50%
Bau	Exploration	50%	50%

The joint ventures listed above are a mixture of both incorporated and unincorporated entities depending largely on the stage of development of the project concerned.

The following amounts are included in the Group's consolidated financial statements as a result of the proportionate consolidation of the various joint ventures:

	31 December 2012 $	30 June 2012 $
Current assets	33,374	4,453
Non-current assets	10,988,125	7,416,913
Total assets	11,021,499	7,421,366
Current liabilities	352,611	-
Non-current liabilities	-	-
Total liabilities	352,611	-
Net assets	10,668,888	7,421,366

	31 December 2012 $	31 December 2011 $
Financial performance		
Income	-	-
Expenses	(24,098)	-

9. Segment reporting

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segments and to assess their performance.

Information reported to the Group's chief operating decision maker for the purposes of resource allocation and assessment of performance is focused on the geographical region of operations. The Group's reportable segments under AASB 8 are therefore as follows:

- Brazilian operations
- Chilean operations

Information regarding the Group's reportable segments is presented below.

9. Segment reporting (continued)

Segment revenues and results

	Segment revenue Half-year ended		Segment result Half-year ended	
	31 December 2012 $	**31 December 2011 $**	**31 December 2012 $**	**31 December 2011 $**
Brazil	-	-	(1,325,158)	(814,368)
Chile	-	-	(316,275)	(568,180)
	-	-	(1,641,433)	(1,382,548)
Interest income			82,145	56,215
Central administration costs and directors' salaries			(2,699,453)	(1,387,448)
Loss before tax			(4,258,741)	(2,713,781)
Income tax expense			-	-
Consolidated loss for the period after tax			(4,258,741)	(2,713,781)

Segment loss represents the loss generated by each segment without allocation of central administration costs and directors' salaries. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

Segment assets and liabilities

	Consolidated	
	31 December 2012 $	**30 June 2012 $**
Segment assets		
Brazil	19,631,921	11,808,443
Chile	3,998	257,398
Total segment assets	19,635,919	12,065,841
Unallocated	2,550,180	1,737,123
Consolidated assets	22,186,099	13,802,964
Segment liabilities		
Brazil	483,524	61,717
Chile	3,368	15,405
Total segment liabilities	486,892	77,122
Unallocated	1,788,873	336,305
Consolidated liabilities	2,275,765	413,427

10. Key management personnel

Remuneration arrangements of key management personnel are disclosed in the annual financial report.

11. Share-based payments

During the half-year ended 31 December 2012 the Company undertook to issue options in relation to the $500,000 convertible note loan. A total of 500,000 options exercisable at $0.62 and expiring on 31 December 2014 were granted and vested immediately. These options were valued using the Black Scholes option pricing model and have been capitalised against the convertible note liability. Inputs into the model were as follows:

Grant date share price	$0.325
Exercise price	$0.62
Expected volatility	63%
Option life	1.02 years
Dividend yield	0%
Fair value per option at grant date	$0.024

12. Contingencies and commitments

The consolidated entity does not have any material contingent assets or liabilities.

13. Subsequent events

On 10 January 2013, the Company announced that Managing Director David Mendelawitz had exercised 4.46 million options at $0.20 each, for $892,000.

On 14 February 2013, the Company announced that it had received firm commitments for a $5.5 million placement to institutional sophisticated investors and a $1.5 million underwritten Share Purchase Plan, raising $7 million (before costs) to allow the Company to commence exploration and extensional drilling surrounding the Premier Gold Mine and sampling programs and drilling at the Mara Rosa Gold Project.

The directors declare that:

(a) in the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and

(b) in the directors' opinion, the attached financial statements and notes thereto are in accordance with the *Corporation Act 2001*, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the consolidated entity.

Signed in accordance with a resolution of the directors made pursuant to s303(5) of the *Corporations Act 2001*.

On behalf of the Directors.

DAVID MENDELAWITZ
Managing Director

Dated at Perth this 6th day of March 2013

Deloitte Touche Tohmatsu
ABN 74 490 121 060

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Independent Auditor's Review Report to the members of Cleveland Mining Company Limited

We have reviewed the accompanying half-year financial report of Cleveland Mining Company Limited, which comprises the condensed statement of financial position as at 31 December 2012, and the condensed statement of profit or loss and other comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the end of the half-year or from time to time during the half-year as set out on pages 8 to 18.

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 2012 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 Cleveland Mining Company Limited, 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.

Deloitte.

Auditor's Independence Declaration

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Cleveland Mining Company Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

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 Cleveland Mining Company 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 2012 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*.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

D Newman.

David Newman
Partner
Chartered Accountants
Perth, 6 March 2013