

**SABRE RESOURCES LTD**  
ACN 003 043 570

Half Yearly Report  
31 December 2007

**SABRE RESOURCES LTD  
ACN 003 043 570**

**HALF YEAR REPORT  
For the Half Year Ended 31 December 2007**

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**SABRE RESOURCES LTD**  
**ACN 003 043 570**

**COMPANY DIRECTORY**

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**DIRECTORS**

David Zukerman  
Alexander Clemen  
Michael Scivolo

**COMPANY SECRETARY**

Norman Grafton

**REGISTERED OFFICE**

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WEST PERTH WA 6005

Telephone: (08) 9481 7833  
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**SHARE REGISTRY**

Computershare Investor Services  
Level 2, Reserve Bank Building  
45 St Georges Terrace  
PERTH WA 6000

**AUDITORS**

Grant Thornton (WA) Partnership  
10 Kings Park Road  
WEST PERTH WA 6005

**STOCK EXCHANGE LISTING**

The Company is listed on the Australian Securities Exchange

Home Exchange: Perth, Western Australia

Australian Securities Exchange Code: SBR

**SABRE RESOURCES LTD**  
**ACN 003 043 570**

**DIRECTORS' REPORT**  
**For the Half Year Ended 31 December 2007**

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The Board of Directors of Sabre Resources Ltd submit the Balance Sheet of the Company at 31 December 2007 together with the Income Statement, the Cash Flow Statement, and the Statement of Changes in Equity for the half year then ended and report as follows:

## **DIRECTORS**

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

### **Name**

D N Zukerman

A Clemen

M Scivolo

## **RESULTS**

The loss of the consolidated entity for the half year was \$676,424 (2006: loss \$153,862).

## **REVIEW OF OPERATIONS**

### **1. Ongava Base Metal Project, Namibia**

During the period under review, the Company acquired 70% of the Ongava Base Metal Project. It is located in the Otavi Mountain Land, approximately 350 km to the northeast of Windhoek, the capital of Namibia. The project is accessed from Windhoek via the main sealed highway, which runs north to the mining town of Tsumeb. The Otavi Mountain Land hosts a wealth of mineral deposits, including the renowned Tsumeb and Kombat copper mines, as well as the historic Berg Aukas (zinc), Guchab (copper) and Abenab (vanadium) mining operations. The licence area covers approximately 800 square kilometres of highly mineralised carbonate stratigraphy, and hosts the lead-zinc deposits at Border, Driehoek and Harasib, as well as more than 22 known base metal prospects.

Logistically, the project is very well situated, being close to Weatherly International's recently refurbished base metal mining & smelting operations at Tsumeb. It also has access to reticulated power and rail services which link directly to the country's major port facilities at Walvis Bay. The project occupies a strategic position in the Otavi Mountain Land and covers much of the 'Tsumeb Triangle', defined by the nearby mining towns of Tsumeb, Otavi & Grootfontein.



Since acquiring the project, the Company has devoted considerable resources to the acquisition of a comprehensive GIS (Geographic Information System) dataset over the project area and its surrounds. This dataset comprises much of the exploration undertaken over the Otavi Mountain Land since the

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**For the Half Year Ended 31 December 2007**

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1970s by a number of different companies including Tsumeb Corporation, Etosha Petroleum, Eland Exploration and Goldfields of Namibia. They include Landsat imagery, regional gravity data, magnetic and radiometric surveys, regional and local geological mapping (government and private), deposit drill databases (~100 drill holes, pits and costeans), and surface geochemical sampling (>80,000 sample sites).

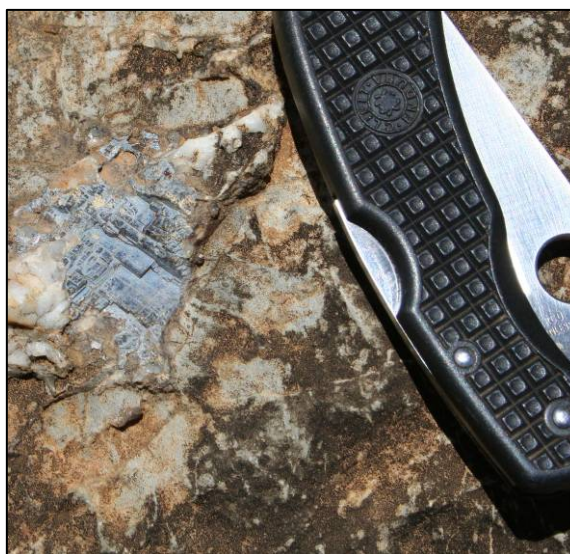
The Border and Driehoek deposits were identified as the initial focus for the Company's exploration efforts. A review of the public domain data has generated initial exploration targets at Border of 12 Mt at 5-6% combined lead and zinc\*, and at Driehoek of 3-6 Mt at over 4% combined lead and zinc\*

\* The potential quantity and grade of the Border and Driehoek deposits are conceptual in nature, as Sabre has determined that insufficient exploration has been undertaken to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource. The 'exploration target' size is based upon deposit calculations undertaken by Etosha Petroleum Ltd (Border) and Goldfields of Namibia Ltd (Driehoek).

Field work by the Company's geological team was successful in identifying mineralisation and indicators of mineralisation well beyond the extent of previous drilling at both the Border and Driehoek deposits (see below). Planned drilling of 40 reverse circulation drill holes at Border will expand the area explored by Etosha Minerals in the 1970s and Goldfields Namibia in the 1990s from a strike length of 800m to 2,200m, in 12 lines, each comprising 2 to 5 collars. This drilling will intercept steeply northward-dipping, stratabound base metal mineralisation. Drill density of 200 x 50m will allow a first-pass assessment of the Border deposit and provide a framework for future follow-up drilling. Spacing of drillholes at the eastern and western extremities of the programme will be at intervals of 200 x 100m. Drilling commenced in February 2008, and is also planned at Driehoek in the second quarter of 2008.



Oxidised strata at Border, after sulphides



Galena (grey) in outcrop at Border, west of drilled area

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**DIRECTORS' REPORT**  
**For the Half Year Ended 31 December 2007**

**2. Gnamma Dam Nickel Project, Western Australia**

The Gnamma Dam nickel project comprises 14 Prospecting Licences (P25/1766-1775 and P25/1783-1786) covering a total of 20 square kilometres in the Bulong area east of Kalgoorlie, Western Australia (see right). The prospect area covers the Archaean Bulong Greenstone Belt, which comprises mafic, ultramafic, and felsic volcanic rock types as well as sedimentary sequences. Sabre considers past exploration to be inadequate with respect to nickel.

Ultramafic rocks in the sequence are known to be prospective for nickel. The Company has identified primary sulphides exposed at surface within the licence areas. These outcrops correspond to copper and nickel soil geochemical anomalies. Reassessment of all recent soil geochemistry sampling is presently underway, and this will allow tight targeting of RAB and RC drillholes over the licence areas.



**3. Uranium projects, Tanzania**

The Company presently holds one licence in Tanzania, with two others pending. The Madaba Project (PLR 3447/2005) covers around 135km<sup>2</sup> on the northern boundary of the Selous Game Reserve, and is located around 260km south of the economic capital, Dar es Salaam, adjacent to the licences of Sterling Resources Ltd.

The pending licences comprise the Mkunju project, totalling 246km<sup>2</sup> in southern Tanzania, around 460 km southwest of Dar es Salaam. PLR 3323/2005 and PLR 3324/2005 expired in June 2007 and new applications were subsequently lodged with the Tanzanian government over these areas. These licences are yet to be granted.

In southern Tanzania, uranium is hosted by sandstones and siltstones of a Karoo sedimentary sequence. Of Upper Carboniferous to Lower Jurassic age, such sequences are considered prospective hosts to uranium mineralisation throughout southern Africa. Between 1976 and 1979, the Government of Tanzania contracted a systematic airborne survey of the whole country to ascertain its geology and uranium mineralisation potential. Total magnetic field and radiation intensity data were collected using spectrometry, EM and magnetics. The Madaba licence area was explored regionally between 1978 and 1982 by Uranerzbergbau GMBH (UEB), a German company.



No detailed work was undertaken on the area covered by the Madaba licence. The Company awaits confirmation of the Mkunju licences by the Government of Tanzania.

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**DIRECTORS' REPORT  
For the Half Year Ended 31 December 2007**

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**Auditor's Independence Declaration under Section 307C of the Corporations Act 2001**

The auditor's independence declaration is set out on page 20 and forms part of the directors' report for the half year ended 31 December 2007.

This report has been made in accordance with a resolution of Directors.



**D N Zukerman  
Director**

**Perth  
13 March 2008**

**SABRE RESOURCES LTD**  
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**CONDENSED INCOME STATEMENT**  
**For the Half Year Ended 31 December 2007**

	Note	Consolidated 31 December 2007 \$	Consolidated 31 December 2006 \$
Revenue	2	41,671	2,003
<hr/>			
Expenses			
Management fees	2	231,075	12,500
Office accommodation		82,110	48,588
Exploration expenditure		17,166	-
Directors fees and services		36,392	12,770
Option issues expensed		237,250	-
Foreign currency translation		5,405	-
Other operating costs		108,312	82,007
Depreciation		385	-
		<hr/>	<hr/>
		718,095	155,865
<hr/>			
Loss before income tax		(676,424)	(153,862)
Income tax		-	-
<hr/>			
Loss after income tax		<hr/>	<hr/>
		(676,424)	(153,862)
<hr/>			
Basic loss per share - cents		<hr/>	<hr/>
		(0.91)	(0.54)

Diluted loss per share is not disclosed as it does not show an inferior position.

The accompanying notes form part of these financial statements.

**SABRE RESOURCES LTD**  
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**CONDENSED BALANCE SHEET**  
**As at 31 December 2007**

	Notes	Consolidated 31 December 2007 \$	Consolidated 30 June 2007 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	9	2,773,475	60,488
Trade and other receivables		49,904	7,723
<b>TOTAL CURRENT ASSETS</b>		<b>2,823,379</b>	<b>68,211</b>
<b>NON-CURRENT ASSETS</b>			
Plant and equipment		1,671	2,056
Exploration expenditure		8,334,141	-
Other non-current asset		143	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>8,335,955</b>	<b>2,056</b>
<b>TOTAL ASSETS</b>		<b>11,159,334</b>	<b>70,267</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		79,953	62,843
<b>TOTAL CURRENT LIABILITIES</b>		<b>79,953</b>	<b>62,843</b>
<b>TOTAL LIABILITIES</b>		<b>79,953</b>	<b>62,843</b>
<b>NET ASSETS</b>		<b>11,079,381</b>	<b>7,424</b>
<b>EQUITY</b>			
Issued capital	6	27,703,957	16,203,957
Share option reserve	7	643,966	406,716
Foreign currency translation reserve		11,131	-
Accumulated losses		(17,279,673)	(16,603,249)
<b>TOTAL EQUITY</b>		<b>11,079,381</b>	<b>7,424</b>

The accompanying notes form part of these financial statements.

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**CONDENSED CASH FLOW STATEMENT**  
**For the Half Year Ended 31 December 2007**

	Note	Consolidated 31 December 2007 \$	Consolidated 31 December 2006 \$
<b>Cash Flow from Operating Activities</b>			
Payments to suppliers		(494,543)	(143,097)
Interest received		41,671	2,003
<b>Net cash (used in) operating activities</b>		<b>(452,872)</b>	<b>(141,094)</b>
<b>Cash Flow from Investing Activities</b>			
Payment for subsidiary, net of cash		(239,943)	-
Payment for exploration expenditure		(94,918)	-
<b>Net cash (used in) from investing activities</b>		<b>(334,141)</b>	<b>-</b>
<b>Cash Flow from Financing Activities</b>			
Proceeds from issue of shares/options		3,500,000	123,116
Capital raising costs		-	(5,000)
<b>Net Cash inflow from Financing Activities</b>		<b>3,500,000</b>	<b>118,116</b>
Net Increase/(Decrease) in cash and cash equivalents held		2,712,987	(22,978)
Cash and cash equivalents at beginning of the period	9	60,488	164,324
<b>Cash and cash equivalents at the end of the period</b>		<b>2,773,475</b>	<b>141,346</b>

The accompanying notes form part of these financial statements.

**SABRE RESOURCES LTD**  
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**CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**For the Half Year Ended 31 December 2007**

Consolidated Entity	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
<b>Balance as at 1 July 2006</b>	<b>16,203,957</b>	<b>288,600</b>	<b>(16,331,139)</b>	<b>161,418</b>
Loss for period	-	-	(153,862)	(153,862)
Grant of options	-	123,116	-	123,116
Less option placement fee	-	(5,000)	-	(5,000)
<b>Balance at 31 December 2006</b>	<b>16,203,957</b>	<b>406,716</b>	<b>(16,485,001)</b>	<b>125,672</b>
Loss for period	-	-	(118,248)	(118,248)
<b>Balance as at 30 June 2007</b>	<b>16,203,957</b>	<b>406,716</b>	<b>(16,603,249)</b>	<b>7,424</b>
Issue of shares	11,500,000	-	-	11,500,000
Loss for period	-	-	(676,424)	(676,424)
Foreign currency translation reserve	-	11,131	-	11,131
Grant of options	-	237,250	-	237,250
<b>Balance at 31 December 2007</b>	<b>27,703,957</b>	<b>655,097</b>	<b>(17,279,673)</b>	<b>11,079,381</b>

The accompanying notes form part of these financial statements.

**SABRE RESOURCES LTD**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Half Year Ended 31 December 2007**

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**1. BASIS OF PREPARATION**

**BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT**

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

The half-year financial report should be read in conjunction with the annual Financial Report of Sabre Resources Ltd as at 30 June 2007.

It is also recommended that the half-year financial report be considered together with any public announcements made by Sabre Resources Limited and its controlled entity during the half-year ended 31 December 2007 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

**(a) Basis of accounting**

The half-year financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards including AASB 134 "Interim Financial Reporting" and other mandatory professional reporting requirements.

The half-year financial report has been prepared on a historical cost basis.

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

**(b) Summary of significant accounting policies**

The half year consolidated financial statements have been prepared using the same accounting policies as used in the annual financial statements for the year ended 30 June 2007 except for the adoption of amending standards mandatory for annual periods beginning on or after 1 January 2007. The mandatory amending standards have no impact on the group.

**2. REVENUE AND EXPENSES**

**Specific Items**

Loss before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the performance of the entity:

<b>(i)</b>	<b>Revenue</b>	<b>Consolidated 31 December 2007</b>	<b>Consolidated 31 December 2006</b>
		<b>\$</b>	<b>\$</b>
	Interest received	41,671	2,003
	<b>TOTAL REVENUE</b>	<b>41,671</b>	<b>2,003</b>
<b>(ii)</b>	<b>Expenses</b>		
	Directors fees and services	36,392	12,770

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
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- (iii) Management Fee  
The Management Fee increased during the period under review by virtue of a Deed of Variation in respect of the Management Agreement with Kalgoorlie Mine Management Pty Ltd, combined with arrears not previously charged due to lower levels of Company activity,

**3. CONTINGENT LIABILITIES**

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

**4. EVENTS SUBSEQUENT TO REPORTING DATE**

The Directors are not aware of any matter or circumstance not otherwise dealt with in the report or financial statements that has significantly or may significantly affect the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity in subsequent financial years.

**5. SEGMENT REPORTING**

The company operates in Western Australia and Tanzania in the resources industry, and acquired an interest in prospecting licences in Namibia during the period.

<b>31 December 2007</b>	<b>Australia A\$</b>	<b>Tanzania A\$</b>	<b>Namibia A\$</b>	<b>Consolidated A\$</b>
Revenue	41,671	-	-	41,671
Segment Result	(646,123)	(3,246)	(27,055)	(676,424)
<hr/>				
<b>31 December 2006</b>				
Revenue	2,003	-		2,003
Segment Result	(153,862)	-		(153,862)
<hr/>				

**6. ISSUED CAPITAL**

Movement in ordinary share capital of the Company.

	<b>Number of Shares</b>	<b>Amount \$</b>
<b>Balance at 1 July 2006</b>	<b>28,434,851</b>	<b>16,203,957</b>
<b>Balance at 31 December 2006</b>	<b>28,434,851</b>	<b>16,203,957</b>
<b>Balance at 30 June 2007</b>	<b>28,434,851</b>	<b>16,203,957</b>
Issue of shares on 15 October 2007	46,000,000	11,500,000
<b>Balance at 31 December 2007</b>	<b>74,434,851</b>	<b>27,703,957</b>

**SABRE RESOURCES LTD**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Half Year Ended 31 December 2007**

**7. SHARE OPTION RESERVE**

	Number of options	Amount \$
<b>Balance at 1 July 2006</b>	<b>3,000,000</b>	<b>288,600</b>
Grant of options	20,000,000	100,000
Grant of options	600,000	23,116
Option grant costs		(5,000)
<b>Balance at 31 December 2006</b>	<b>23,600,000</b>	<b>406,716</b>
<b>Balance at 30 June 2007</b>	<b>23,600,000</b>	<b>406,716</b>
Grant of options to directors		94,500
	900,000	
Grant of options		-
	14,000,000	
Grant of options	250,000	81,500
Grant of options	250,000	61,250
<b>Balance at 31 December 2007</b>	<b>39,000,000</b>	<b>643,966</b>

**8. SHARE BASED PAYMENT PLAN**

During the half year, the Company granted the following options to Directors, management personnel and consultants:

- (1) 900,000 unlisted options to Directors, having an exercise price of 15 cents each, and expiring on 30 November 2008. The options were fair-valued at 10.5 cents per option, and vested immediately at date of grant.

The fair value of the options granted has been calculated using the Black Scholes option pricing model as follows:

Weighted average exercise price	15 cents
Weighted average life of options	1.12 years
Underlying share price	25.0 cents
Expected volatility	120%
Risk free interest rate	6.75%

- (2) 500,000 unlisted options to the Company's General Manager, Exploration, having an exercise price of 30 cents each in respect of 250,000 options and 40 cents each in respect of the remaining 250,000 options. Both tranches of options expire on 1 November 2019. The options were fair-valued at an average of 28.6 cents per option, and vested immediately at date of grant.

The fair value of the options granted has been calculated using the Black Scholes option pricing model as follows:

Weighted average exercise price	35 cents
Weighted average life of options	3.0 years
Underlying share price	51.0 cents
Expected volatility	120%
Risk free interest rate	6.75%

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
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None of the above options had been exercised up to 31 December 2007. The fair value of the options granted has been calculated using the Black Scholes option pricing model. Historical volatility has been the basis of determining expected share price volatility and it is assumed that this is indicative of future trends, which may not eventuate. The life of option is based on the historical exercise patterns, which may not eventuate in the future.

**9. CASH & CASH EQUIVALENTS**

For the purpose of the half year Condensed Cashflow Statement, Cash and Cash Equivalents are comprised of the following:

	<b>31 December 2007</b>	<b>30 June 2007</b>	<b>31 December 2006</b>
	\$	\$	\$
Cash at bank	173,475	60,488	141,346
Short term deposits	2,600,000	-	-
	<b>2,773,475</b>	<b>60,488</b>	<b>141,346</b>

**10. BUSINESS COMBINATION**

**Acquisition of Link National Pty Ltd**

On 14 September 2007 shareholders approved the acquisition of 100% of the voting shares of Link National Pty Ltd, a private company incorporated in Australia, which held an interest in a prospective mining tenement in Namibia through a partially (80%) owned subsidiary, Gazania Investments Three (Pty) Ltd, a company incorporated in Namibia.

The cost of the acquisition was a cash payment of A\$240,000, together with the issue of 32,000,000 shares in Sabre Resources Ltd. Full particulars of the transaction were disclosed in a Prospectus dated 10 September 2007, copies being lodged with both ASX and ASIC.

The fair value of the identifiable assets and liabilities of Link National Pty Ltd as at the date of acquisition were:

	<b>Consolidated Recognised on acquisition</b>	<b>Carrying value</b>
	\$	\$
Cash and cash equivalents	57	57
Exploration expenditure	240,000	240,000
Interest in Namibian tenement	8,000,000	-
	<b>8,240,057</b>	<b>240,057</b>
Fair value of identifiable net assets	<b>8,240,057</b>	
Cost of the combination:		
Cash payment	240,000	
32,000,000 shares valued at 25 cents	8,000,000	
Total cost of the combination	<b>8,240,000</b>	
The cash outflow on acquisition to date is as follows:		
Net cash acquired with the subsidiary	57	
Cash paid	(240,000)	
Net cash outflow	<b>(239,943)</b>	

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Half Year Ended 31 December 2007**

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From the date of acquisition, Link National Pty Ltd, through its subsidiary Gazania Investments Three (Pty) Ltd, (now known as Sabre Resources Namibia (Pty) Ltd) has contributed a loss of \$26,278 to the net loss of the Group.

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**DIRECTORS' DECLARATION**

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The Directors of the company declare that:

- (a) The financial statements and notes of the consolidated entity, as set out on pages 8 to 16 are in accordance of the *Corporations Act 2001*.
  - (i) comply with Accounting Standard AASB 134: *Interim Financial Reporting* and the Corporations Regulations 2001; and
  - (ii) give a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance as represented by the results of its operations and its cash flows for the half year ended on that date.
- (b) 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.

SIGNED in accordance with a resolution of the Directors on behalf of the Board.



**D N Zukerman  
DIRECTOR**

**Perth  
13 March 2008**

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

### **TO THE MEMBERS OF SABRE RESOURCES LIMITED**

#### **Report on the half-year financial report**

We have reviewed the accompanying half-year financial report of Sabre Resources Limited (the Company) and the entities it controlled (the consolidated entity), which comprises the condensed balance sheet as at 31 December 2007, and the condensed income statement, condensed statement of changes in equity and condensed cash flow statement for the half-year ended on that date, a description of accounting policies, and other selected explanatory notes. The consolidated entity comprises both Sabre Resources Limited (the Company) and the entities it controlled during that half-year.

#### **Directors' responsibility for the half-year financial report**

The directors of the consolidated entity 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 establishing 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 Engagement 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 2007 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 Sabre Resources 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.

**Independence**

In conducting our review, we 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 Sabre Resources 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 2007 and of its performance for the half-year ended on that date.
- (b) complying with Accounting Standard AASB 134: *Interim Financial Reporting* and Corporations Regulations 2001.

*Grant Thornton (WA) Partnership*

**GRANT THORNTON (WA) PARTNERSHIP**

*N. Wain.*

**Partner**  
Perth

Date: 13 March 2008

## **AUDITOR'S INDEPENDENCE DECLARATION**

### **TO THE DIRECTORS OF SABRE RESOURCES LIMITED**

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Sabre Resources Limited for the half-year ended 31 December 2007, 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.

*Grant Thornton (WA) Partnership*

### **GRANT THORNTON (WA) PARTNERSHIP**

*P. Warr.*

**P WARR**  
**Partner**  
Perth

Date: 13 March 2008