



BLACK RANGE
MINERALS

ABN 86 009 079 047

Financial Statements
for the half-year ended 31 December 2007

CORPORATE DIRECTORY

Directors

Mr Alan Scott (Chairman)
Mr Michael Haynes (Managing Director)
Mr Matthew Wood (Director)

Company Secretary

Mr Tim Flavel

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Share Register

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Auditors

Ernst & Young
11 Mounts Bay Road
Perth WA 6000 Australia

Stock Exchange Listing

Black Range Minerals Limited shares and options
are listed on the Australian Securities
Exchange, the home branch being Perth
ASX Code: BLR / BLRO

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DIRECTORS' REPORT

The Directors of Black Range Minerals Limited (Company) submit the financial report for the half-year ended 31 December 2007.

Directors

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

Mr Alan Scott	Chairman
Mr Michael Haynes	Managing Director
Mr Matthew Wood	Director

Review of Operations

Taylor Ranch Uranium Project

An extensive drilling programme continued at the Taylor Ranch Uranium Project during the second half of 2007. As many as six drilling rigs were operating at the project simultaneously during the period. Since April 2007 the Company has drilled approximately 70 holes for approximately 23,000 metres. This drilling has validated results from the more than 1,250 historic drill holes completed on the project during the 1970-80's (for more than 110,000 metres). The drilling programme also comprised infill, extensional and exploratory drilling in and around known deposits. As a result the Company discovered the new Boyer Uranium Deposit, which has added considerably to the Company's resource base.

One diamond core drill hole was also completed to obtain a sample for metallurgical test work. This sample has been submitted to an independent laboratory for assessment.

Inaugural JORC Code compliant resource calculations were completed for the majority of the deposits at the Taylor Ranch project during the December half. Applying an exceptionally high cut-off grade of 0.075% (750ppm) U_3O_8 , the high grade component of the JORC Code compliant resource base comprises:

8.4Mt at 0.12% U_3O_8 for 22.2 million pounds of U_3O_8 ¹

¹Applying a cut-off grade of 0.075% U_3O_8

In total, the global JORC Code compliant resource base for the project comprises:

132.8Mt at 0.027% U_3O_8 for 79.6 million pounds of U_3O_8 ²

²Applying a cut-off grade of 0.01% U_3O_8

Or

36.9Mt at 0.059% U_3O_8 for 48.1 million pounds of U_3O_8 ³

³Applying a cut-off grade of 0.025% U_3O_8

The discovery of the Boyer Uranium Deposit, announced in September 2007, has added 24.5 million pounds of U_3O_8 to the Company's global resource base, including more than 9 million pounds of U_3O_8 when applying an exceptionally high cut-off grade of 0.075% (750ppm) U_3O_8 .

Considerable potential remains to expand on the resource base. A resource calculation is currently in progress for the High Park Uranium Deposit. In addition mineralisation remains open to the south of the Boyer Deposit. The 800 metre long corridor extending south from the Boyer Deposit to the North Hansen Deposit is a high priority exploration target that is essentially untested with drilling.

Having delineated such a large resource base, which includes a sizeable high grade component, the Company commissioned a scoping study to evaluate the development of the Taylor Ranch Uranium Project. Independent consultants, including SRK Consulting, Harrison Western Engineering and Tetra Tech are conducting studies including resource/reserve calculations, mine design and engineering, metallurgical test work and geotechnical and hydrological studies.

The scoping study is evaluating the development of the Company's defined resources. Initial indications are that, in order to fast track the development of the project, a staged development approach should be adopted. This approach would potentially entail an initial mining operation comprising:

- Underground mining for the first three to five years of operation
- Extraction of 300,000 – 500,000 tonnes of ore per annum
- Ore grades of 0.12% U_3O_8 – 0.15% U_3O_8
- Toll treatment through existing licenced processing facilities
- Initial production of 1.0-1.25 million pounds of U_3O_8 per annum

Subsequent expansion would potentially comprise:

- Expansion of mining operations
- Extraction of ~1,000,000 tonnes of ore per annum
- Ore grades of 0.10% U_3O_8 – 0.12% U_3O_8
- Treatment of ore at own processing facilities – either heap leach or conventional milling
- Possible metal recoveries of 95% with conventional milling
- Production of 1.5-2.0 million pounds of U_3O_8 per annum

This scenario would result in the production of approximately 15 million pounds of U_3O_8 in the first 10 years of the mining operation, to be sold directly into the burgeoning US domestic market.

The Company is investigating options to initially toll treat mined ore through an existing licensed processing facility while it finalises permits for and then constructs its own processing facilities. This would require either a conventional mill or a heap leach operation. Metal recoveries of approximately 95% are envisaged with conventional milling methodologies, based on details contained in a previous feasibility study completed on the adjacent Hansen Uranium Deposit, which hosts a very similar style of mineralization within the same geological formation. Estimates of probable capital and operating costs are now being determined.

By adopting an initial low tonnage, high grade standard underground mining methodology the Company believes that it can fast track the development of the Taylor Ranch Uranium Project. The Company has commenced the mine permitting process.

The Company has applied for necessary permits to undertake an extensive drilling programme during the forthcoming summer season. It is anticipated that this programme will commence in the second quarter of 2008.

Cyclone Rim Uranium Project

The Company completed a confirmatory and extensional drilling programme at Cyclone Rim comprising 43 holes for approximately 5,700 metres. Drilling confirmed the presence of considerable uranium mineralisation at the project. Better results included:

- **2.7 metres at 0.059% eU_3O_8**
- **4.7 metres at 0.05% eU_3O_8**
- **4.6 metres at 0.045% eU_3O_8**
- **4.4 metres at 0.036% eU_3O_8**

Historic drilling data has been integrated with recently acquired data to facilitate the calculation of an independent JORC Code compliant resource. It is expected that this will be completed during the first quarter of 2008.

Ferris Haggerty Copper Deposit

The Company completed three diamond core drill holes as part of its due diligence on the Ferris Haggerty Copper Deposit. Mineralisation was intersected at several levels in all three holes. Significant intersections included:

- **2.2m at 5.04% copper, 1.21g/t gold and 5.95g/t silver**
- **0.4m at 1.72% copper, 0.11g/t gold, >10,000g/t silver and 0.16% nickel**

Koonenberry Base Metal Project

Data packages were forwarded to numerous parties that have expressed interest in farming into the Company's 100%-owned Koonenberry Base Metal Project in NSW.

The Company continues to assess numerous opportunities to participate in the exploration and development of other uranium projects within the USA.

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, Ernst & Young, 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 page 4 and forms part of this directors' report for the half-year ended 31 December 2007.

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



Mr Michael Haynes
Managing Director

Perth, Western Australia
12th March 2008.

Auditor's Independence Declaration to the Directors of Black Range Minerals Limited

Condensed Income Statement *for the half-year ended 31 December 2007*

	Notes	Consolidated	
		31/12/2007 \$	31/12/2006 \$
Continuing Operations			
Revenue	3(a)	434,027	68,169
Listing and share registry expenses		(99,671)	(77,605)
Accounting and audit fees		(34,001)	(28,049)
Legal fees		(7,271)	(38,176)
Borrowing costs		(153)	-
Consultants and Directors fees		(185,246)	(161,543)
Foreign exchange loss		(26,113)	(21,074)
Employee expenses		(211,482)	-
Depreciation		(16,869)	(1,195)
Administrative expenditure	3(b)	(196,158)	(165,057)
Other expenses		(10,601)	(7,650)
Loss before income tax from continuing operations		(353,538)	(432,180)
Income tax expense		-	-
Net loss attributable to members of parent entity		(353,538)	(432,180)
Basic loss per share (cents per share)		(0.06)	(0.09)
Diluted loss per share (cents per share)		(0.06)	(0.09)

Condensed Balance Sheet as at 31 December 2007

		Consolidated	
	Note	31/12/2007 \$	30/6/2007 \$
CURRENT ASSETS			
Cash and cash equivalents		13,540,748	18,222,146
Trade and other receivables		335,609	55,865
TOTAL CURRENT ASSETS		13,876,357	18,278,011
NON CURRENT ASSETS			
Property, plant and equipment		135,473	123,072
Exploration and evaluation expenditure		8,134,321	4,272,845
TOTAL NON CURRENT ASSETS		8,269,794	4,395,917
TOTAL ASSETS		22,146,151	22,673,928
CURRENT LIABILITIES			
Trade and other payables		302,019	581,343
Provisions		14,899	-
Interest bearing loans and borrowings		-	45,673
TOTAL CURRENT LIABILITIES		316,918	627,016
TOTAL LIABILITIES		316,918	627,016
NET ASSETS		21,829,233	22,046,912
EQUITY			
Contributed equity	4	51,651,700	51,525,338
Reserves		726,671	717,174
Accumulated losses		(30,549,138)	(30,195,600)
TOTAL EQUITY		21,829,233	22,046,912

Condensed Statement of Changes in Equity for the half-year ended 31 December 2007

31 DECEMBER 2007

CONSOLIDATED	Issued Capital \$	Accumulated Losses \$	Other Reserves \$	Total \$
At 1 July 2007	51,525,338	(30,195,600)	717,174	22,046,912
Exchange differences on translation of foreign operations	-	-	(95,263)	(95,263)
Total income and expense recognised directly in equity	-	-	(95,263)	(95,263)
Loss for the period	-	(353,538)	-	(353,538)
Total income and expense for the period	-	(353,538)	(95,263)	(448,801)
Equity Transactions:				
Cost of share-based payment	-	-	110,794	110,794
Refund due for share issue costs	66,020	-	-	66,020
Exercise of options during the half-year	54,308	-	-	54,308
Exercise of options from option reserve	6,034	-	(6,034)	-
At 31 December 2007	51,651,700	(30,549,138)	726,671	21,829,233

31 DECEMBER 2006

CONSOLIDATED	Issued Capital \$	Accumulated Losses \$	Other Reserves \$	Total \$
At 1 July 2006	31,339,050	(28,948,923)	548,154	2,938,281
Total income and expense recognised directly in equity	-	-	-	-
Loss for the period	-	(432,180)	-	(432,180)
Total income and expense for the period	-	(432,180)	-	(432,180)
Equity Transactions:				
Exercise of options during the half-year	8,990	-	-	8,990
Equity Issued by placement during the half-year	4,108,999	-	-	4,108,999
Exercise of options from option reserve	999	-	(999)	-
Cost of issue	(161,119)	-	-	(161,119)
Cost of share-based payment	-	-	7,650	7,650
At 31 December 2006	35,296,919	(29,381,103)	554,805	6,470,621

Condensed Cash Flow Statement *for the half-year ended 31 December 2007*

	Consolidated	
	31/12/2007	31/12/2006
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(633,701)	(394,923)
Interest received	415,794	68,169
	<u>(217,907)</u>	<u>(326,754)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(28,787)	-
Payments for refundable tenement expenditure guarantees	(218,388)	(250,960)
Payments for expenditure on exploration	(4,198,838)	(967,764)
	<u>(4,446,013)</u>	<u>(1,218,724)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments of finance lease liabilities	(45,673)	-
Proceeds from issue of shares	-	4,108,999
Proceeds from exercise of options	54,308	8,990
Cost associated with issue of shares	-	(161,119)
	<u>8,635</u>	<u>3,956,870</u>
Net (decrease) / increase in cash and cash equivalents	(4,655,285)	2,411,392
Cash and cash equivalents at beginning of period	18,222,146	1,136,030
Net foreign exchange variances on cash	(26,113)	(21,075)
	<u>13,540,748</u>	<u>3,526,347</u>
CASH AT THE END OF THE HALF-YEAR		

Notes to the Financial Statements for the half-year ended 31 December 2007

1. CORPORATE INFORMATION

The financial report of Black Range Minerals Limited (the Company) for the half-year ended 31 December 2007 was authorised for issue in accordance with a resolution of the directors on 12th March 2008.

Black Range Minerals Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange.

The nature of the operations and principal activities of the Group are described in the Directors report.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 entity 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 2007, of Black Range Minerals Limited, and any public announcements made by Black Range Minerals Limited and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

(a) Basis of Preparation

The half-year consolidated financial statements are a general purpose condensed financial report prepared in accordance with the requirements of the Corporations Act 2001 and AASB 134: Interim Financial Reporting.

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

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

The financial report is presented in Australian dollars.

(b) Significant accounting policies

Apart from the changes in accounting policy, as noted below, the half-year condensed 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.

Changes in Accounting Policy

Since 1 July 2007 the Group has adopted the following Standards and Interpretations, mandatory for annual periods beginning on or after 1 July 2007. Adoption of these Standards and Interpretations did not have any effect on the financial position or performance of the Group.

- AASB 101 (revised October 2006) *Presentation of Financial Statements*
- AASB 7 *Financial Instruments: Disclosures*
- AASB 2005-10 *Amendments to Australian Accounting Standards (AASB 132, 101, 114, 117, 133, 139, 1, 4, 1023 and 1038)*
- AASB 2007-1 *Amendments to Australian Accounting Standards arising from Interpretation 11 (AASB 2)*
- AASB 2007-4 *Amendments to Australian Accounting Standards arising from ED 151 and Other Amendments*
- AASB 2007-7 *Amendments to Australian Accounting Standards (AASB 1, AASB 2, AASB 4, AASB 5, AASB 107, & AASB 128)*
- Interpretation 10 *Interim Financial Reporting and Impairment*
- Interpretation 11 *AASB 2 – Group and Treasury Share Transactions*

(c) Basis of consolidation

The consolidated financial report comprises the financial statements of Black Range Minerals Limited and its controlled entities ('the group').

3. REVENUES AND EXPENSES

	Consolidated	
	31/12/2007	31/12/2006
	\$	\$
(a) Revenue		
Interest income	434,027	68,169
(b) Administration Expenses		
Advertising and promotions	10,000	6,500
Subscriptions	661	2,540
Bank fees	500	1,635
Computer expenses	4,532	4,275
Conferences and seminars	139	2,000
General office expenses	13,082	4,666
Insurance	42,871	26,269
Printing and Stationery	17,915	18,632
Postage	12,842	11,972
Rent and outgoings – USA	22,712	-
Serviced office	48,000	48,000
Telephone	11,855	4,819
Travel and accommodation	3,486	28,978
Other	7,563	4,771
	196,158	165,057

4. ISSUED CAPITAL

Ordinary shares		
Issued and fully paid	51,651,700	51,525,338
Fully paid ordinary shares carry one vote per share and the right to dividends.		
Movements in ordinary shares on issue	No.	\$
At 1 July 2007	601,979,814	51,525,338
Issued on 27 July 2007 for cash on exercise of options	500,000	25,000
Issued on 6 August 2007 for cash on exercise of options	6,621	331
Issued on 11 September 2007 for cash on exercise of options	10,175	509
Issued on 20 September 2007 for cash	640,043	32,002
Issued on 18 December 2007 for cash on exercise of options	50,000	2,500
Add: refund due for costs associated with the issue of shares	-	66,020
At 31 December 2007	603,186,653	51,651,700

5. DIVIDENDS

No dividends have been paid or provided for during the half-year (2006: \$Nil).

6. SEGMENT REPORTING

The Group's primary segment reporting format is geographical segments as the Group's risks and returns are primarily affected by the location of the Group's assets.

31 December 2007	Australia	USA	Consolidated
	\$	\$	\$
Revenue	368,150	65,877	434,027
Total revenue	368,150	65,877	434,027
Segment result	(227,834)	(125,704)	(353,538)

For the half-year ended 31 December 2006 the consolidated entity operated in two geographical segments – Australia and the United States of America (USA), and within one industry classification - exploration and evaluation of minerals. No revenue was generated and there was no contribution to the half-year results by the company from the USA.

7. CONTINGENT ASSETS AND LIABILITIES

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

8. SUBSEQUENT EVENTS

There have been no significant events subsequent to the reporting date.

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including;
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) 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.
2. 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.

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

On behalf of the Board



Mr Michael Haynes
Managing Director

Perth, Western Australia
12th March 2008.

Independent review report to members of Black Range Minerals Limited