



Sundance Resources Ltd
“and subsidiaries”

ABN 19 055 719 394

**Interim Financial Report
for the Half-Year ended
31 December 2007**



SUNDANCE RESOURCES LTD
CORPORATE DIRECTORY

DIRECTORS: George Jones (Non-Executive Chairman)
Donald Lewis (Managing Director)
Kenneth Talbot
John Saunders
Alec Pismiris
Geoff Wedlock

COMPANY SECRETARY: Alec Pismiris

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St Martin's Tower
44 St George's Terrace
Perth WA 6000

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Email: info@sundanceresources.com.au
Internet: <http://www.sundanceresources.com.au>

AUDITORS: **Deloitte Touche Tohmatsu**
Level 14, Woodside Plaza
240 St George's Terrace
Perth WA 6000

PO Box A46
Perth WA 6837

Tel: +61 (8) 9365 7000
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SHARE REGISTRY: **Computershare Investor Services Pty Ltd**
Level 2, Reserve Bank Building
45 St Georges Terrace
Perth, Western Australia 6000

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Perth, Western Australia 6840

Tel: +61 1300 557 010
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SUNDANCE RESOURCES LTD DIRECTORS' REPORT

Your directors present their report, together with the consolidated financial report for the half-year ended 31 December 2007 and the auditors review report thereon.

DIRECTORS

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

Name of Director	Period of Directorship
Executive	
Donald Lewis <i>Managing Director</i>	Director since November 2006
Alec Pismiris	Director since July 2006
Non-executive	
George Jones <i>Chairman (Non-executive)</i>	Director since November 2006
Kenneth Talbot	Director since September 2007
Geoff Wedlock	Director since October 2007
John Saunders	Director since November 2006

REVIEW OF RESULTS AND OPERATIONS

The consolidated loss after income tax for the half year was \$567,062 (2006: \$6,528,975)

MBALAM IRON ORE PROJECT

Sundance Resources Ltd ("Sundance") continued feasibility and resource definition studies on the Mbalam Iron Ore Project during the half year ended 31 December 2007, focusing on drilling of the Mbarga Prospect, completion of key infrastructure development planning studies, refinement of the Project scope together with completion of detailed updates of capital and operating cost estimates, and scoping of follow up surveys and site investigations.

The Mbalam Iron Ore Project is based within Exploration Permit No. 92 ("EP92") located ~300 km southeast of the capital city of Yaounde in the Republic of Cameroon.

Resource Definition Exploration Program

Resource definition drilling continued on the Mbarga Prospect in the half year ended 31 December 2007, having commenced in mid June 2007. RC drilling focused on the upper supergene profile (up to ~100m drill depth), with the diamond rig concentrating on drilling core to depth 130m to 500m drill depth.

A total of 36 holes have been completed to the end December 2007, comprising 25 RC, 6 diamond core and 5 combination holes (with RC collars and diamond core "tails").

While the broader geological model over the exploration permit area is still evolving, assay results received to date confirm significant intersections (ranging up to 64m) of high grade supergene iron mineralisation within the near surface profile of the prospect. In addition recently completed deep diamond drilling at Mbarga has identified a potentially large, lower grade hematite mineralisation to vertical depths of up to 400 metres. This mineralisation



SUNDANCE RESOURCES LTD DIRECTORS' REPORT

lies below the high-grade supergene hematite and is potentially similar to the itabirite hematite mineralisation found in a number of major iron ore projects in the Minas Gerais area of Brazil.

These Brazilian projects are based on upgrading of itabirite ore (grading around 40% - 50% Fe) by conventional grinding and reverse flotation to produce high grade concentrates and premium quality pellet feed typified by very low alumina and phosphorus contents.

Drilling Program

Drilling on the Mbarga prospect will continue to target near-surface DSO quality material whilst also extending to the deeper, potential "itabirite" mineralisation.

Significant additional drilling capacity has been secured to support this expanded drilling scope. Ausdrill Ltd has supplied an additional 2 RC rigs and 1 diamond drill rig to the exploration program which were delivered in country in March 2008. In addition two new RC drill rigs manufactured in South Africa has been delivered to Cameroon with the first rig commencing drilling in February 2008.

Access to Mbarga South and Metzimevin has been established and site works are currently underway to establish access to the Meridional prospect. Extensive drill pad development has been completed over the Mbarga and Mbarga South prospect.

Feasibility Study Program

Feasibility assessment of the Mbalam Iron Ore Project continued during the half year. A reporting study was received in December 2007, completed on the basis of a 35 Mtpa DSO export operation. The potential for beneficiation of "itabirite" style mineralisation was not considered in the scope of this report.

The key project areas addressed in this study report comprised:

Mine Planning, Process Plant and Infrastructure

Mine planning work was managed in-house by Sundance given the need for close collaboration between the geological and engineering teams. Only preliminary assessment has been completed in the study report pending further resource definition drilling.

The process plant and infrastructure scope was developed on the basis of processing and handling 35 Mtpa of supergene DSO quality hematite.

Rail Infrastructure

Rail route planning was based on satellite radar terrain modelling, across southern Cameroon. This mapping was used to define and evaluate a range of prospective rail alignments from the mine to the proposed port site. The preferred rail route was selected after optimisation of capital and operating costs, schedule and socio-environmental issues.

The satellite topographic mapping has recently been supplemented by detailed mapping from airborne laser radar (LIDAR) surveys completed in December 2007. This work has delivered high resolution aerial imagery over the preferred rail alignment.

Key survey, engineering and commercial work programs will continue as part of definitive project studies.



SUNDANCE RESOURCES LTD DIRECTORS' REPORT

Export Jetty and Materials Handling Infrastructure

General arrangements have been developed for the proposed export jetty site, south of Kribi. Current planning is based on an open water jetty with a dredged berth depth of 22m. Bathymetric and seismic refraction studies are currently underway to confirm water depths and sub-surface ground conditions at the preferred site. Planning of the export jetty incorporates a materials offloading facility to allow for direct importation and transport of major equipment to site.

Project Convention

The Draft Memorandum of Understanding ('MOU') detailing the key development and fiscal terms proposed for the Project was presented to a Task Force established by the Cameroon Government in December 2007.

The parties are currently negotiating terms of this MOU as a pre-cursor to negotiating and executing a Project Convention, to be ratified by the Cameroon Parliament. This Project Convention will provide legal and fiscal stability which overarches existing legislative codes relevant to the integrated mining and infrastructure scope proposed by this project.

Reporting to Government

The Annual Report, detailing the second year of activities undertaken on EP92, was submitted to the Ministry of Mines during December 2007. This report details activity and expenditure for the 6 month period April 2007 – September 2007.

CORPORATE

Share Placement

During the half year, the Company completed two share placements to international and Australian based institutional investors. The share placements comprised the issue of 150 million ordinary shares at 40 cents per share, raising \$60m.

Appointment of Non-Executive Director

In September 2007, the Company appointed Mr Ken Talbot to the Board of Sundance as a Non Executive Director.

Appointment of Non-Executive Director

In October 2007, the Company appointed Mr Geoff Wedlock to the Board of Sundance as a Non-Executive Director.

Proposed Merger with Gindalbie Metals

In September 2007, Sundance announced a proposed merger with Gindalbie Metals. Following due diligence being undertaken by each of the companies and feedback received from shareholders of both companies, the Boards of Sundance and Gindalbie decided not to proceed with the proposed merger.

SIGNIFICANT CHANGES AND REVIEW OF OPERATIONS

No significant changes in the state of affairs of the Company occurred during the financial half-year.



SUNDANCE RESOURCES LTD DIRECTORS' REPORT

AUDITORS INDEPENDENCE DECLARATION

In accordance with the Corporations Act 2001 section 307C the auditors of the Company, Deloitte Touche Tohmatsu Ltd have provided a signed auditors independence declaration to the directors in relation to the half-year ended 31 December 2007. The auditors independence declaration has been included in the half-year financial report.

Signed in accordance with a resolution of the directors.

G Jones
Director

D Lewis
Director

14 March 2008
Perth, Western Australia



**SUNDANCE RESOURCES LTD
DIRECTORS' DECLARATION**

The directors of Sundance Resources Ltd A.C.N. 055 719 394 ("Company") declare that:

- a) in the director's 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 their opinion, the attached financial statements and notes thereto are in accordance with the Corporations 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 s.303(5) of the Corporations Act 2001.

On behalf of the Directors

G Jones
Director

D Lewis
Director

14 March 2008
Perth, Western Australia



SUNDANCE RESOURCES LTD
CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Note	31 December 2007 \$	31 December 2006 \$
CONTINUING OPERATIONS			
Revenue	2(a)	2,248,846	103,459
Administration expenses		(810,572)	(1,575,932)
Other expenses	2(b)	(2,005,336)	(103,864)
LOSS FROM CONTINUING OPERATIONS		<u>(567,062)</u>	<u>(1,576,337)</u>
DISCONTINUED OPERATIONS			
LOSS FROM DISCONTINUED OPERATIONS	3	—	(4,952,638)
Income tax expense		—	—
LOSS FOR THE PERIOD		<u>(567,062)</u>	<u>(6,528,975)</u>
Attributable to:			
Equity holders of the parent		(600,887)	(6,456,735)
Minority interest		33,825	(72,240)
NET LOSS ATTRIBUTABLE TO MEMBERS		<u>(567,062)</u>	<u>(6,528,975)</u>
BASIC LOSS PER SHARE – CONTINUING OPERATIONS (CENTS PER SHARE)		(0.03)	(0.13)
DILUTED LOSS PER SHARE – CONTINUING OPERATIONS (CENTS PER SHARE)		(0.03)	(0.13)

The accompanying notes form part of this financial report



SUNDANCE RESOURCES LTD
CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2007

	Note	31 December 2007 \$	30 June 2007 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		66,731,199	24,171,094
Trade and other receivables		1,916,206	1,061,931
Inventory		626,418	-
Other current assets		3,689,051	2,011,122
TOTAL CURRENT ASSETS		72,962,874	27,244,147
NON-CURRENT ASSETS			
Property, plant and equipment		5,893,133	2,758,859
Exploration and evaluation assets		47,858,986	35,290,819
TOTAL NON-CURRENT ASSETS		53,752,119	38,049,678
TOTAL ASSETS		126,714,993	65,293,825
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		1,855,493	1,358,601
TOTAL CURRENT LIABILITIES		1,855,493	1,358,601
TOTAL LIABILITIES		1,855,493	1,358,601
NET ASSETS		124,859,500	63,935,224
EQUITY			
Issued capital	4	186,794,817	126,104,817
Reserves		9,840,978	9,039,640
Accumulated losses		(71,737,880)	(71,136,993)
Parent interest		124,897,915	64,007,464
Minority entity interest		(38,415)	(72,240)
TOTAL EQUITY		124,859,500	63,935,224

The accompanying notes form part of this financial report



SUNDANCE RESOURCES LTD
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	31 December 2007	31 December 2006
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(4,253,846)	(1,115,147)
Interest received	2,179,819	103,459
	(2,074,027)	(1,011,688)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,464,100)	(174,324)
Proceeds from disposal of property, plant & equipment	—	1,000
Exploration and evaluation expenditure	(12,575,437)	(1,466,441)
	(16,039,537)	(1,639,765)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from equity issues	61,350,000	14,934,744
Capital raising costs	(660,000)	(620,750)
	60,690,000	14,313,994
NET INCREASE IN CASH AND CASH EQUIVALENTS		
	42,576,436	11,662,541
Cash and cash equivalents at beginning of period	24,171,094	4,165,380
Effect of foreign currency movements	(16,331)	(3,686)
	66,731,199	15,824,235
CASH AND CASH EQUIVALENTS AT END OF PERIOD	5 66,731,199	15,824,235

The accompanying notes form part of this financial report



SUNDANCE RESOURCES LTD
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	Issued Capital \$	Option Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Attributable to equity holders of the parent \$	Minority Interest \$	Total Equity \$
<i>At 1 July 2006</i>	93,515,150	3,844,620	—	(61,891,244)	35,468,526	—	35,468,526
Loss for the period	—	—	—	(6,498,005)	(6,498,005)	(30,970)	(6,528,975)
TOTAL LOSS FOR THE PERIOD	—	—	—	(6,498,005)	(6,498,005)	(30,970)	(6,528,975)
Securities issued	11,940,916	—	—	—	11,940,916	—	11,940,916
Equity raising costs	—	—	—	—	—	—	—
Cost of share based payment	—	2,373,078	—	—	2,373,078	—	2,373,078
Foreign currency reserve	—	—	(3,685)	—	(3,685)	—	(3,685)
AT 31 DECEMBER 2006	105,456,066	6,217,698	(3,685)	(68,389,249)	43,280,830	(30,970)	43,249,860

	Issued Capital \$	Option Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Attributable to equity holders of the parent \$	Minority Interest \$	Total Equity \$
<i>At 1 July 2007</i>	126,104,817	9,003,675	35,965	(71,136,993)	64,007,464	(72,240)	63,935,224
Loss for the period	—	—	—	(600,887)	(600,887)	33,825	(567,062)
TOTAL LOSS FOR THE PERIOD	—	—	—	(600,887)	(600,887)	33,825	(567,062)
Securities issued	61,350,000	—	—	—	61,350,000	—	61,350,000
Equity raising costs	(660,000)	—	—	—	(660,000)	—	(660,000)
Cost of share based payment	—	825,843	—	—	825,843	—	825,843
Foreign currency reserve	—	—	(24,505)	—	(24,505)	—	(24,505)
AT 31 DECEMBER 2007	186,794,817	9,829,518	11,460	(71,737,880)	124,897,915	(38,415)	124,859,500



SUNDANCE RESOURCES LTD
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

NOTE 1. BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT

Reporting entity

Sundance Resources Limited is a company domiciled in Australia. The condensed consolidated interim financial report of the company as at and for the six months ended 31 December 2007 comprises the company and its subsidiaries (together referred to as the "consolidated entity") and the consolidated entity's interests in associates and jointly controlled entities.

The statutory annual financial report of the consolidated entity as at and for the year ended 30 June 2007 is available upon request from the company's registered office. A copy can also be downloaded from the company's website www.sundanceresources.com.au

Statement of compliance

The half-year financial report is a general purpose financial report which has been prepared in accordance with AASB 134: Interim Financial Reporting and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34: Interim Financial Reporting.

The half-year report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the consolidated entity as at and for the year ended 30 June 2007.

Significant accounting policies

The accounting policies applied by the consolidated entity in this condensed consolidated interim financial report are the same as those applied by the consolidated entity in the consolidated financial report as at and for the year ended 30 June 2007.



SUNDANCE RESOURCES LTD
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	2007	2006
	\$	\$
NOTE 2. REVENUE AND EXPENSES		
2(a) REVENUE		
Interest received from other persons	2,179,819	103,459
Other	69,027	—
TOTAL REVENUE	2,248,846	103,459
2(b) OTHER EXPENSES		
Depreciation	337,834	10,294
Due diligence	683,881	—
Employee option expense	825,843	—
Rent and occupancy	157,778	92,291
Loss on disposal of assets	—	1,279
TOTAL OTHER EXPENSES	2,005,336	103,864
NOTE 3. DISCONTINUED OPERATIONS		
Other expenses	—	(48,228)
Write down of exploration asset – Chacarilla Copper	—	(2,648,252)
Write down of exploration asset – Mantos Grandes	—	(2,256,158)
AT THE END OF THE PERIOD	—	(4,952,638)



SUNDANCE RESOURCES LTD
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

	31 December 2007	30 June 2007
	\$	\$
NOTE 4. ISSUED CAPITAL		
ORDINARY SHARES		
1,871,415,241 fully paid ordinary shares (30 June 2007: 1,675,081,908)	186,794,817	126,104,817
	186,794,817	126,104,817
 MOVEMENTS IN ORDINARY SHARES		
At the beginning of the period	126,104,817	93,515,150
13,000,000 shares issued 30 July 2007	390,000	-
4,000,000 shares issued 30 July 2007	80,000	-
118,500,000 shares issued 30 July 2007	47,400,000	-
6,500,000 shares issued 3 August 2007	2,600,000	-
4,000,000 shares issued 17 August 2007	120,000	-
25,000,000 shares issued 10 September 2007	10,000,000	-
13,333,333 shares issued 24 September 2007	400,000	-
12,000,000 shares issued 15 October 2007	360,000	-
1,500,000 shares issued 1 August 2006	-	30,000
5,833,333 shares issued 30 November 2006	-	116,667
155,187,500 shares issued 30 November 2006	-	12,415,000
53,057,500 shares issued 11 January 2007	-	4,224,600
166,755,000 shares issued 19 January 2007	-	13,360,400
3,000,000 shares issued 15 February 2007	-	90,000
13,500,000 shares issued 30 March 2007	-	405,000
1,400,000 shares issued 17 April 2007	-	42,000
6,600,000 shares issued 17 April 2007	-	198,000
2,000,000 shares issued 17 April 2007	-	24,000
13,000,000 shares issued 17 April 2007	-	260,000
2,000,000 shares issued 20 April 2007	-	24,000
6,666,666 shares issued 10 May 2007	-	200,000
1,500,000 shares issued 10 May 2007	-	30,000
3,250,000 shares issued 10 May 2007	-	97,500
29,333,334 shares issued 10 May 2007	-	352,000
4,000,000 shares issued 29 May 2007	-	48,000
1,000,000 shares issued 29 May 2007	-	30,000
366,667 shares issued 29 May 2007	-	11,000
10,000,000 shares issued 29 May 2007	-	1,000,000
1,500,000 shares issued 19 June 2007	-	30,000
8,300,000 shares issued 19 June 2007	-	249,000
4,000,000 shares issued 19 June 2007	-	120,000
19,583,333 shares issued 22 June 2007	-	587,500
500,000 shares issued 22 June 2007	-	15,000
5,500,000 shares issued 29 June 2007	-	130,000
Capital raising costs	(660,000)	(1,500,000)
	186,794,817	126,104,817
AT THE END OF THE PERIOD	186,794,817	126,104,817



SUNDANCE RESOURCES LTD
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

On 30 July 2007, the Company allotted and issued 13,000,000 fully paid ordinary shares in the Company for 3 cents per share, pursuant to the exercise of 13,000,000 options expiring on 30 June 2008.

On 30 July 2007, the Company allotted and issued 4,000,000 fully paid ordinary shares in the Company for 2 cents per share, pursuant to the exercise of 4,000,000 options expiring on 30 June 2008.

On 30 July 2007, the Company allotted and issued 118,500,000 fully paid ordinary shares in the Company for 40 cents per share, pursuant to a share placement to institutional investors.

On 3 August 2007, the Company allotted and issued 6,500,000 fully paid ordinary shares in the Company for 40 cents per share, pursuant to a share placement to institutional investors.

On 17 August 2007, the Company allotted and issued 4,000,000 fully paid ordinary shares in the Company for 3 cents per share, pursuant to the exercise of 4,000,000 options expiring on 30 June 2008.

On 10 September 2007, the Company allotted and issued 25,000,000 fully paid ordinary shares in the Company for 40 cents per share, pursuant to a share placement to institutional investors.

On 24 September 2007, the Company allotted and issued 13,333,333 fully paid ordinary shares in the Company for 3 cents per share, pursuant to the exercise of 13,333,333 options expiring on 30 June 2008.

On 15 October 2007, the Company allotted and issued 12,000,000 fully paid ordinary shares in the Company for 3 cents per share, pursuant to the exercise of 12,000,000 options expiring on 30 June 2008.

NOTE 5. RECONCILIATION OF CASH

For the purposes of the Condensed Cash Flow Statement, cash and cash equivalents comprise cash at bank at 31 December 2007 and 31 December 2006.

NOTE 6. SEGMENT INFORMATION

During the half-year ended 31 December 2007 and 31 December 2006, the Company was engaged entirely in the exploration industry in Central Africa.

NOTE 7. RELATED PARTY TRANSACTIONS

The company is a single entity and is not controlled by another entity.

Capital Investment Partners Pty Ltd received benefits from the Company of \$60,000 for services performed by Mr Alec Pismiris, a director of the Company. In addition, Capital Investment Partners Pty Ltd received \$385,000 for equity raising costs and \$90,000 for corporate advisory services.

NOTE 8. CONTINGENT LIABILITIES

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



SUNDANCE RESOURCES LTD
NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

NOTE 9. EVENTS SUBSEQUENT TO BALANCE DATE

On 20 February 2008, the Company announced that it had finalized the sale of its interest in the Mantos Grandes Copper Project in Chile, South America. Sundance had previously announced in July 2007, that it had entered into an option agreement with TSX-listed Southern Hemisphere Mining Limited for the sale of the Company's interest in Servicios E Inversiones Futuro Limitada ('Futuro'), a Chilean-based company which owns mining concessions and property in Chile covering the Mantos Grandes project.

No other matters or circumstances have arisen since the end of the financial year which significantly affected 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.

Independent review report to the members of Sundance Resources Limited

We have reviewed the accompanying half-year financial report of Sundance Resources Limited, which comprises the balance sheet as at 31 December 2007, and the income statement, cash flow statement, 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 6 to 15

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 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 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 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 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 Sundance 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.

Deloitte.

Auditor's Independence Declaration

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

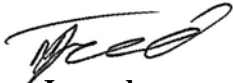
Conclusion

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 Sundance 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; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU



Ross Jerrard
Partner
Chartered Accountants
Perth, 14 March 2008

The Board of Directors
Sundance Resources Limited
St Martin's Tower
Level 27, 44 St Georges Terrace
PERTH WA 6000

14 March 2008

Dear Board Members

Sundance Resources 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 Sundance Resources Limited.

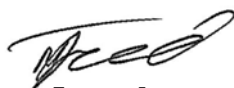
As lead audit partner for the review of the financial statements of Sundance Resources Limited for the half-year ended 31 December 2007, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (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



Ross Jerrard
Partner
Chartered Accountants
Perth, WA