

ARDIDEN LIMITED
(FORMERLY STRATOS RESOURCES LIMITED)

ABN 82 110 884 252

ANNUAL REPORT

30 JUNE 2015

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CONTENTS PAGE

FOR THE YEAR ENDED 30 JUNE 2015

	Page
Corporate Directory	2
Directors' Report	3
Auditor's Independence Declaration	17
Consolidated Statement of Profit or Loss and Other Comprehensive Income	18
Consolidated Statement of Financial Position	19
Consolidated Statement of Changes in Equity	20
Consolidated Statement of Cash Flows	21
Notes to the Financial Statements	22
Directors' Declaration	46
Independent Auditor's Report	47
Shareholder Information	49
Corporate Governance Statement	52

DIRECTORS

James Thompson
Piers Lewis
Neil Hackett

JOINT COMPANY SECRETARIES

Neil Hackett
Arron Canicaïs

REGISTERED AND PRINCIPAL OFFICE

Suite 6, 295 Rokeby Road
Subiaco WA 6008

Telephone: (08) 6555 2950
Facsimile: (08) 9382 1222

SHARE REGISTRY

Computershare Investors Services Pty Limited
Level 2, 45 St Georges Terrace
Perth WA 6000, Australia

Telephone: (08) 9415 4000
Facsimile: (08) 9473 2500

AUDITORS

PKF Mack
4th Floor
35 Havelock Street
West Perth WA 6005

SOLICITORS

Steinepreis Paganin
The Read Buildings
Level 4, 16 Milligan Street
Perth WA 6000

AUSTRALIAN SECURITIES EXCHANGE

Ardiden Limited shares (ADV) are listed on the Australian Securities Exchange.

Your Directors present their report for Ardiden Limited (the 'Company') and its controlled entities ('Consolidated Entity' or 'Group') for the financial year ended 30 June 2015.

1. DIRECTORS

The names of the Directors of the Company in office during the financial year and up to the date of this report are as follows:

- James Thompson
- Piers Lewis
- Neil Hackett

Directors were in office from the beginning of the financial year until the date of this report unless otherwise stated.

The particulars of the qualifications, experience and special responsibilities of each director are as follows:

James Thompson (Non-Executive Director), appointed 5 June 2012

Mr Thompson has 20 years' experience in principal investment, private equity and investment banking. He has held senior positions in New York, Sydney, London, HK/China and Perth with organisations including Macquarie Bank, Quadrant Private Equity and KPMG.

Mr Thompson is a qualified chartered accountant, admitted legal practitioner, Fellow of FINSIA and holds a Bachelor of Commerce and Bachelor of Laws. He has been a director of various private and public companies and is currently a director of RZJ Capital Management LLC.

Other directorships in listed companies in the last 3 years:

- Voyager Global Group Limited (Resigned 22 August 2013),
- Modun Resources Ltd (Resigned 14 October 2013).

Piers Lewis (Non-Executive Director), appointed 27 March 2012

Mr Lewis has more than 15 years global corporate experience and is currently Company Secretary for several ASX listed companies. In 2001 Mr Lewis qualified as a Chartered Accountant with Deloitte (Perth), and brings to the Stratos Resources Board extensive and diverse financial and corporate experience from previous senior management roles with Credit Suisse (London), Mizuho International and NAB Capital.

Other directorships in listed companies in the last 3 years:

- Talga Resources Limited (Resigned 20 February 2014),
- Zeta Petroleum PLC (Resigned 26 September 2013).

Neil Hackett (Non-Executive Director /Joint Company Secretary), Appointed 5 June 2012

Mr Hackett is a professionally qualified ASX200 senior executive with 20 years practical experience with mining entities, diversified industrials, financial services, and the ASIC. Mr Hackett is also an experienced company secretary with current and previous roles including Ampella Mining Ltd, Steel Blue Pty Ltd, Modun Resources Limited and Sundance Resources Limited. Neil holds a Bachelor of Economics, is a Fellow of FINSIA, and a Graduate (Order of Merit) with the Australian Institute of Company Directors.

Other directorships in listed companies in the last 3 years:

- Azonto Petroleum Ltd (Current),
- Modun Resources Ltd (Resigned 11 March 2015),
- JustKapital Litigation Partners Limited (Resigned 28 February 2014)

2. INTEREST IN THE SHARES AND OPTIONS OF THE COMPANY AND RELATED BODIES CORPORATE

As at the date of this report, the interests of the directors in the shares and options of Ardiden Limited were:

	Number of Ordinary Shares	Number of Options Over Ordinary Shares
James Thompson	47,692,430	25,513,014
Piers Lewis	27,598,579	11,035,274
Neil Hackett	14,384,845	9,350,055

3. JOINT COMPANY SECRETARIES

Neil Hackett and Arron Canicaïs

Neil Hackett: Refer above for details of experience and qualifications.

Arron Canicaïs: Mr Canicaïs is a corporate advisory executive of corporate advisory firm SmallCap Corporate which specialises in corporate advice and compliance administration to public companies. Mr Canicaïs is a member of the Institute of Chartered Accountants.

4. CORPORATE STRUCTURE

Ardiden Limited is a limited liability company that is incorporated and domiciled in Australia. Ardiden Limited has prepared a consolidated financial report incorporating the entities that it controlled during the financial year as follows:

Ardiden Limited	- Parent Entity
Knights Landing Limited	- 100% owned controlled entity
Billiton Island Pte Ltd	- 100% owned controlled entity

5. NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

The principal continuing activities during the year of entities within the Consolidated Entity were the exploration for and evaluation of mineral resources.

6. OPERATING AND FINANCIAL REVIEW

PROJECT REVIEW

Manitouwadge Graphite Project

During the financial year, the Company took an important step forward in its growth strategy after completing the acquisition of 100% of a 3,400 Ha graphite project located north-east of the town of Manitouwadge in Ontario, Canada ("Manitouwadge Project").

Key Points:

- Successful drilling and metallurgical test work completed at the Manitouwadge Project.
- Maiden diamond drilling program completed, confirming the continuity of previously identified outcropping graphite at depth.
- Metallurgical test work indicates 80% of graphite is jumbo (>300 microns) and large flake (>180 microns) graphite which places the project at the top end of global graphite peers. Larger flake sizes yield significantly higher prices per tonne than medium and fine flake graphite and is expected to be in demand for use in new technologies such as lithium ion batteries, electric vehicles, home and industrial storage.
- Jumbo flake graphite can be beneficiated using low cost gravity and flotation to 95.6% purity.

- Purification test work indicates ultra-high purity graphite (>99.95%) can be produced from Manitouwadge graphite using the caustic bake process. This grade is comparable to synthetic graphite that can trade for US\$10,000/ tonne and is potentially a US\$13bn market.
- Graphene testwork undertaken by Adelaide University indicates that the graphite can produce outstanding quality graphene that is comparable to that of synthetic graphene.
- The excellent flake distribution and purity levels indicates that Manitouwadge graphite has potential to achieve a premium price product with multiple end use markets. The project demonstrates the potential for a low capex shallow surface mining operation extracting high-value jumbo and large flake graphite.
- Discussions held with numerous parties to progress potential growth and acquisition opportunities in graphite and related technologies such as graphene.

Key Project Attributes:

- Ardiden owns 100% of the 3,400Ha graphite project in Ontario, Canada
- Maiden 833 m drilling program completed April 2015 (see Figure 1 below):
 - Confirmation that extensive outcropping graphite extends at depth
 - Graphite grades comparable to other deposits in Ontario being developed by TSX-listed companies such as Zenyatta Ventures and Northern Graphite
 - Majority of graphite is premium-priced jumbo/large flake size
 - Simple, low-cost gravity and flotation beneficiation yields 95.6% purity for jumbo flake
 - Ultra high purity graphite of >99.95% produced using caustic bake process
- Graphene testwork has confirmed that graphene can be extracted from Manitouwadge graphite using rapid and scalable extraction techniques
- Located in an established mining province, with good access to infrastructure and local contractors and suppliers.

The project contains 6 anomalies of up to 1.5km in length with extensive zones of outcropping graphite. Metallurgical testwork undertaken on samples taken from the drill program indicates that a significant proportion of the graphite is large or jumbo flake size, which is expected to be in high demand due to its use in new technologies (refer ADV Investor Presentation lodged with ASX on 18 June 2015).



Figure 1: Drill rig completing maiden drill program



Figure 2: Jumbo and large flake graphite present in drill core from maiden drilling program

Metallurgical testwork on graphite from drill core indicates that simple, low cost gravity and flotation beneficiation techniques can result in graphite purity levels of up to 95.6% for jumbo flake and 94.0% for large flake. Additional caustic bake purification can increase the grade to >99.95% which is comparable to synthetic graphite.

The Company received a petrographic report undertaken on drill core from the Manitouwage maiden drilling campaign, providing visual evidence of the presence of jumbo and super-jumbo flake graphite. The sample shown in Figure 3 below was taken from MG-02 which also reported some of the higher assay grades from the drilling program.

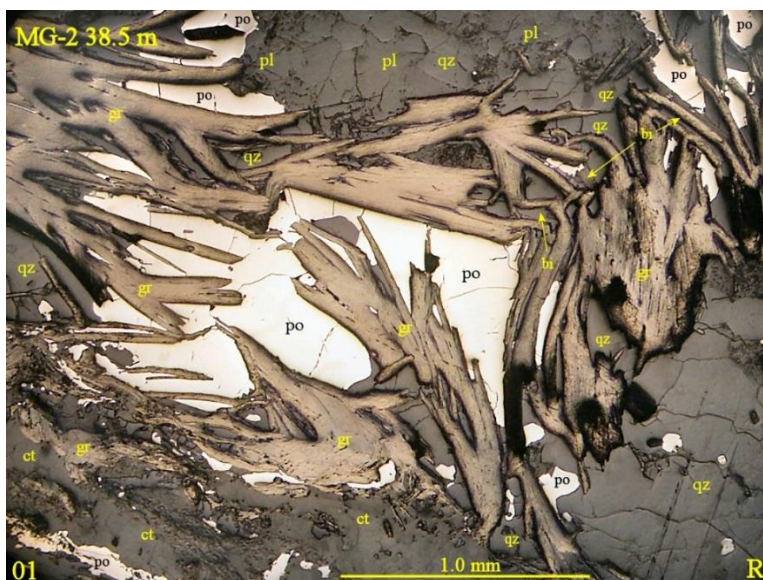


Figure 3: Graphite flakes from Manitouwage measuring 1mm (1,000 microns) in length, which is classified as super-jumbo size. Thin section in reflected light showing in situ graphite flake size. Source: Vancouver Petrographics (MG-02 at 38.5m)

Analysis indicated that up to 80% of graphite was jumbo and large flake size (see figure 4 below) which compares favourably to global peers.

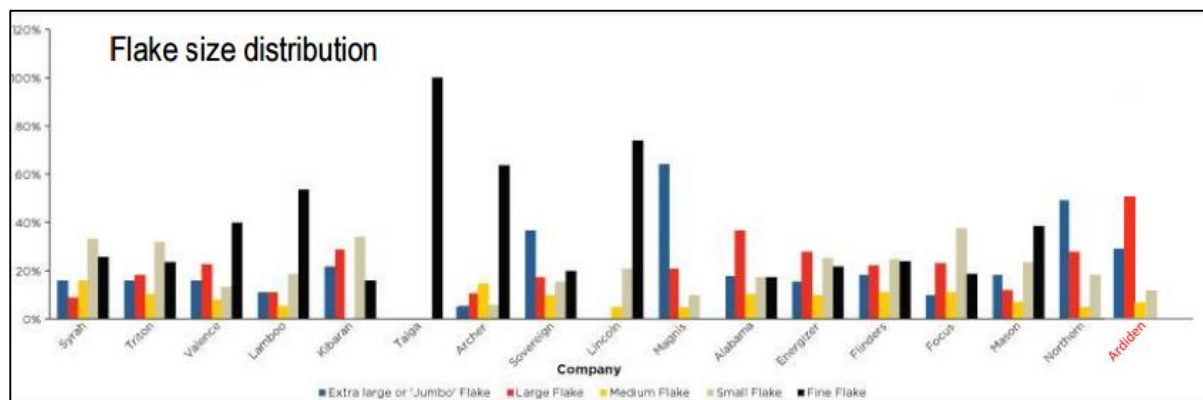


Figure 4: Flake size distribution indicating Ardiden has high % of jumbo and large flake compared to ASX and TSX peers.

The demand for graphite (and graphene) is being driven upwards by green technology – lithium ion batteries used in electric car batteries, home and industrial storage, smart phones and tablets. This is reflected in the forecasts for larger flake sizes as seen in Figure 5 below.

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Jumbo	3365	2135	1577	1726	1884	1676	1555	2596	3573	6175
Large	2514	1595	1178	1192	976	996	684	811	947	1165
Medium	2138	1514	1025	991	959	867	521	500	508	517
Small	1375	1089	855	874	806	784	476	481	487	493
Very Fine	930	689	505	524	509	493	342	347	353	359

Figure 5: US\$/tonne forecasts by flake size. Source: Stormcrow, Industrial Minerals Experts

The California-based electric car manufacturer, Tesla, has recently unveiled plans to launch a home storage battery – Powerwall – later in 2015. Tesla is building a US\$5bn gigafactory in Nevada to produce batteries and has said it will aim to source raw materials locally in North America where possible to reduce its environmental footprint – the Manitouwadge Project is located in close proximity to Tesla representing an exciting potential opportunity for Ardiden.

Hinton North Project

The Hinton North project is held under a separate option and is a development stage project. The project is in the foothills of the Rocky Mountains and has had approximately 7,000m of historical drilling. The project has a granted coal mining lease and a historical NI43-101 resource (not a JORC-compliant resource) of high quality thermal coal (HV C Bituminous). The coal is a multi-seam product that exhibits attractive characteristics with the main seams to be targeted showing potential for low sulphur, moderate ash and high energy values.

Yinchen Tin Project

The Yinchen Tin Project comprises 1,200 Ha of highly prospective area predominantly on the Western half of Belitung Island. In most cases the tenements are surrounded by or adjacent to tenements owned by PT Timah, the major tin producer in Indonesia.

7. FINANCIAL POSITION & OPERATING RESULTS

The financial results of the Group for the financial year ended 30 June 2015 are:

	30-Jun-15	30-Jun-14	% Change
Cash and cash equivalents (\$)	200,751	190,152	6%
Net assets (\$)	590,833	44,205	1237%
Revenue (\$)	109,864	96,178	14%
Net loss after tax (\$)	(597,596)	(723,343)	(17%)
Loss per share (cents)	(0.18)	(0.30)	(40%)

8. FINANCING AND INVESTING ACTIVITIES

The Company issued the following securities during the year:

- On 5 September 2014 the Company completed a share and option consolidation on the basis of every 20 shares/options to be consolidated into one share/option as approved by shareholders at the general meeting of shareholders held 3 September 2014.
- On 16 September 2014 the Company issued 56,977,753 post consolidation shares at \$0.005 per share on conversion of the Company's convertible notes, as approved by shareholders at the general meeting of shareholders held 3 September 2014.
- On 9 October 2014 the Company completed its share purchase plan and raised \$106,000 via the issue of 21,200,000 shares at \$0.005 per share. On the same date the Company also issued 6,000,000 shares at \$0.005 per share to private investors to raise an additional \$30,000.
- On 5 February 2015 the Company successfully raised \$300,000 through a private placement to underpin its upcoming maiden drilling program at Manitouwadge Graphite Project. The share placement comprised 60 million shares at an issue price of \$0.5 cents each. Directors agreed to invest \$75,000 of the Placement, which was approved by shareholders.
- On 29 April 2015 the Company raised a further \$210,000 through a share placement to underpin key beneficiation testwork programs and marketing activities to potential customers and investors. The share placement, which was undertaken to sophisticated and professional investors, comprises 35 million shares at an issue price of 0.6 cents each.
- On 6 May 2015 the Company issues shares to Directors in satisfaction of unpaid director remuneration, as approved by resolutions 4 to 6 at the General Meeting held 20 April 2015.

9. DIVIDENDS

No dividends were paid during the year and no recommendation is made as to dividends.

10. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

In the opinion of the directors, there were no significant changes in the state of affairs of the Consolidated Entity that occurred during the financial year under review not otherwise disclosed in this report or in the financial report.

11. EVENTS SUBSEQUENT TO REPORTING DATE

On 10 August 2015, the Company entered into a graphene research partnership contract with University of Waterloo in Ontario (near Toronto), which was voted the most Innovative University in Canada in 2014. Beneficiated graphite from the Company's Manitouwadge Jumbo Flake Graphite Project in Ontario has been provided to the research team, which will initially focus on the potential extraction of ultra-large graphene. This research team has extensive academic and commercial experience with graphene extraction and applications.

On 2 September 2015, the Company received a detailed geophysical review for its 100%-owned Manitouwadge Jumbo Flake Graphite Project in Ontario, Canada. The review identified multiple new areas of potential graphite prospectively on its existing tenement package. All areas are located approximately 25kms north / north east of the town of Manitouwadge and have good access via a series of main and logging roads.

On 14 September 2015 the Company advised that its registered address and principal place of business changed effectively immediately to Suite 6, 295 Rokeby Road Subiaco WA 6008.

On 18 September 2015 the Company confirmed extensive zones of outcropping flake graphite within a newly identified 2.6km long anomaly (Silver Star) at its 100% owned Manitouwadge Jumbo Flake Graphite Project in Ontario, Canada. The new discovery has significantly upgraded the scale and potential of the Manitouwadge Project and represents a priority drilling target.

Apart from the above, 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.

12. LIKELY DEVELOPMENTS AND EXPECTED RESULTS

The Company will continue to pursue its principal activity of exploration and evaluation, particularly in respect to the Manitouwadge Graphite Project, as outlined under the heading 'Operating and Financial Review' of this Report. The Company will also continue to pursue other potential investment opportunities to enhance shareholder value.

Exploration Risk

Mineral exploration and development are high-risk undertakings, and there is no assurance that exploration of the Tenements will result in the discovery of an economic deposit. Even if an apparently viable deposit is identified there is no guarantee that it can be economically exploited.

The future exploration activities of the Company may be affected by a range of factors including geological conditions, limitations on activities due to permitting requirements, availability of appropriate exploration equipment, exploration costs, seasonal weather patterns, unanticipated operational and technical difficulties, industrial and environmental accidents and many other factors beyond the control of the Company.

13. MEETINGS OF DIRECTORS

The numbers of meetings of directors (including meetings of committees of directors) held during the year and the number of meetings attended by each director were as follows:

	Number eligible to attend	Number attended
James Thompson	6	6
Piers Lewis	6	6
Neil Hackett	6	6

14. REMUNERATION REPORT (AUDITED)

This report details the nature and amount of remuneration for each director and executive of Ardiden Limited. The information provided in the remuneration report includes remuneration disclosures that are audited as required by the Corporations Act 2001 and its regulations.

For the purposes of this report Key Management Personnel of the Group are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of the parent company.

For the purposes of this report the term "executive" includes those key management personnel who are not directors of the parent company.

Remuneration Committee

The Board carries out the role and responsibilities of the Remuneration Committee and is responsible for determining and reviewing the compensation arrangements for the Directors themselves.

Executive remuneration is reviewed annually having regard to individual and business performance, relevant comparative remuneration and internal and independent external advice.

A. Remuneration policy

The Board policy is to remunerate directors at market rates for time, commitment and responsibilities. The Board determines payments to the directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of non-executive directors' fees that can be paid is subject to approval by shareholders in general meeting, from time to time. Fees for non-executive directors are not linked to the performance of the Consolidated Entity. However, to align directors' interests with shareholders' interests, the directors are encouraged to hold shares in the Company.

The Company's aim is to remunerate at a level that will attract and retain high-calibre directors and employees. Company officers and directors are remunerated to a level consistent with the size of the Company.

The Company does not have a policy for limiting directors and executives' exposure to compensation shares or options.

B. Remuneration structure

In accordance with best practice corporate governance, the structure of non-executive director and executive compensation is separate and distinct.

Non-Executive Director Compensation

Objective

The Board seeks to set aggregate compensation at a level that provides the Company with the ability to attract and retain directors of the highest calibre, whilst incurring a cost that is acceptable to shareholders.

Structure

The Constitution and the ASX Listing Rules specify that the aggregate fees of non-executive directors shall be determined from time to time by a general meeting. An amount not exceeding the amount determined is then divided between the directors as agreed. The latest determination approved by shareholders was an aggregate fees of \$250,000 per year.

The amount of aggregate compensation sought to be approved by shareholders and the manner in which it is apportioned amongst directors is reviewed annually. The Board considers advice from external consultants as well as the fees paid to non-executive directors of comparable companies when undertaking the annual review process. Non-Executive Directors' remuneration may include an incentive portion consisting of options, as considered appropriate by the Board, which may be subject to Shareholder approval in accordance with ASX listing rules.

Separate from their duties as Directors, the Non-Executive Directors undertake work for the Company directly related to the evaluation and implementation of various business opportunities, including mineral exploration/evaluation and new business ventures, for which they receive a daily rate. These payments are made pursuant to individual agreement with the non-executive Directors and are not taken into account when determining their aggregate remuneration levels.

Executive Compensation

Objective

The Company aims to reward executives with a level and mix of compensation commensurate with their position and responsibilities within the Company so as to:

- reward executives for company and individual performance against targets set by appropriate benchmarks;
- align the interests of executives with those of shareholders;
- link rewards with the strategic goals and performance of the Company; and
- ensure total compensation is competitive by market standards.

Structure

In determining the level and make-up of executive remuneration, the Board negotiates a remuneration to reflect the market salary for a position and individual of comparable responsibility and experience. Due to the limited size of the Company and of its operations and financial affairs, the use of a separate remuneration committee is not considered appropriate. Remuneration is regularly compared with the external market by participation in industry salary surveys and during recruitment activities generally. If required, the Board may engage an external consultant to provide independent advice in the form of a written report detailing market levels of remuneration for comparable executive roles.

Remuneration consists of a fixed remuneration and a long term incentive portion as considered appropriate.

Compensation may consist of the following key elements:

- Fixed Compensation; and
- Variable Compensation;
 - Short Term Incentive (STI); and
 - Long Term Incentive (LTI).

Fixed Remuneration

The level of fixed remuneration is set so as to provide a base level of remuneration which is both appropriate to the position and is competitive in the market. Fixed remuneration is reviewed annually by the Board having regard to the Company and individual performance, relevant comparable remuneration in the mining exploration sector and external advice.

The fixed remuneration is a base salary or monthly consulting fee.

Variable Pay — Long Term Incentives

The objective of long term incentives is to reward directors/executives in a manner which aligns this element of remuneration with the creation of shareholder wealth. The incentive portion is payable based upon attainment of objectives related to the director's/executive's job responsibilities. The objectives vary, but all are targeted to relate directly to the Company's business and financial performance and thus to shareholder value. Due to the exploration phase of the Company current remuneration is not linked to performance conditions and the Board has not established detailed performance conditions.

Long term incentives (LTI's) granted to directors/executives are delivered in the form of options.

LTI grants to Executives are delivered in the form of employee share options. These options are issued at an exercise price determined by the Board at the time of issue. The employee share options generally vest over a selected period.

The objective of the granting options is to reward Executives in a manner which aligns the element of remuneration with the creation of shareholder wealth. As such LTI's are made to Executives who are able to influence the generation of shareholder wealth and thus have an impact on the Company's performance. The Board feels that the expiring date and exercise price of options currently on issue to the directors and the executives are sufficient to align those of directors and executives with those of the shareholders. The Board will continue to monitor this policy to ensure that it is appropriate for the Company in future years.

The level of LTI granted is, in turn, dependent on the Company's recent share price performance, the seniority of the Executive and the responsibilities the Executive assumes in the Company.

Typically, the grant of LTIs occurs at the commencement of employment or in the event that the individual receives a promotion and, as such, is not subsequently affected by the individual's performance over time.

C. Employment contracts of directors and senior executives

Contract with Piers Lewis as Non- Executive Director:

The contract is ongoing and on commercial terms. Notice period is one month for either Piers Lewis or the Company with no additional termination benefits.

Contract with James Thompson as Non- Executive Director:

There is no set term in the contract. Notice period is one month for either James Thompson or the Company with no additional termination benefits.

D. Details of remuneration for year

The following persons were directors of Ardiden Limited during the financial year:

Piers Lewis (Non-Executive Director)

Neil Hackett (Non-Executive Director)

James Thompson (Non-Executive Director)

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2015

Executives

There were no other persons that fulfilled the role of a key management person, other than those disclosed as Executive Directors.

Remuneration

Details of the remuneration of each Director and named executive officer of the Company, including their personally-related entities, during the year was as follows:

	Short-term employee benefits			Post-employment benefits	Share-based payments		Percentage of remuneration consisting of options for the year
30-Jun-15	Salary & fees \$	Consulting fees \$	Other \$	Super-annuation \$	Options & rights \$	Total \$	%
Directors							
P Lewis (i)	40,000	53,875	27,898	-	45,195	166,968	27%
N Hackett (ii)	40,000	-	-	-	18,445	58,445	32%
J Thompson (iii)	40,000	90,000	-	-	66,225	196,225	34%
Sub-total	120,000	143,875	27,898	-	129,865	421,638	
Other Key Management							
None	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	
Total	120,000	143,875	27,898	-	129,865	421,638	

- (i) Smallcap Corporate Pty Ltd (a Company which Piers Lewis is a Director) received the following fees during the financial year:
- Director fees totalling \$40,000. Of these fees \$26,250 was paid in cash and \$13,750 is outstanding at 30 June 2015.
 - Corporate service fees totalling \$53,875. Of these fees \$36,750 was paid in cash and \$17,125 is outstanding at 30 June 2015.
 - Rent, telephone and storage fees totalling \$4,413. Of these fees \$4,342 was paid in cash and \$71 is outstanding at 30 June 2015.
 - Accounting fees totalling \$23,485. These fees were paid in cash during the financial year.
 - Share-Based Payments: As approved by shareholders at general meeting, \$43,250 worth of shares were issued to settle \$23,100 worth of prior year director fees and \$20,150 worth of prior year corporate service fees. On 28 November 2014 the Company also issued 3,000,000 unlisted conditional performance options to Mr Lewis, which have a fair value of \$1,945.
 - Mr Lewis reinvested \$40,000 of his fees as equity pursuant to shareholder approval during the year.
- (ii) Corporate Starboard Pty Ltd (a Company which Neil Hackett is a Director) received the following fees during the financial year:
- Director Fees totalling \$40,000. Of these fees \$26,250 was paid in cash and \$13,750 is outstanding at 30 June 2015.
 - Share-Based Payments: As approved by shareholders at general meeting, \$16,500 worth of shares were issued to settle prior year director fees. On 28 November 2014 the Company also issued 3,000,000 unlisted conditional performance options to Mr Hackett, which have a fair value of \$1,945.
- (iii) Ophiolite Consultants Pty Ltd (a Company which James Thompson is an Associate) received the following fees during the financial year:
- Director fees totalling \$40,000. Of these fees \$26,250 was paid in cash and \$13,750 is outstanding at 30 June 2015.
 - Corporate service fees totalling \$90,000. Of these fees \$60,000 was paid in cash and \$30,000 is outstanding at 30 June 2015.
 - Share-Based Payments: As approved by shareholders at general meeting, \$56,500 worth of shares were issued to settle \$23,100 worth of prior year director fees and \$33,400 worth of prior year corporate service fees. On 28 November 2014 the Company also issued 15,000,000 unlisted conditional performance options to Mr Thompson, which have a fair value of \$9,725.
 - Mr Thompson reinvested \$50,000 of his fees as equity pursuant to shareholder approval during the year.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2015

	Short-term employee benefits			Post-employment benefits	Share-based payments		Percentage of remuneration consisting of options for the year
30-Jun-14	Salary & fees	Consulting fees	Other	Super-annuation	Options & rights	Total	%
	\$	\$	\$	\$	\$	\$	
Directors							
P Lewis (i) (iv)	43,500	73,500	26,172	-	20,435	163,607	12%
N Hackett (ii)	43,500	-	-	-	11,677	55,177	21%
J Thompson (iii)	43,500	120,000	-	-	26,273	189,773	14%
Sub-total	130,500	193,500	26,172	-	58,385	408,557	
Other Key Management							
None	-	-	-	-	-	-	-
Sub-total	-	-	-	-	-	-	
Total	130,500	193,500	26,172	-	58,385	408,557	

- (i) During the 2014 financial year Mr Lewis agreed to convert \$58,205 of this amount into equity (via conversion of notes and subsequent issue of equity approved by shareholders at general meeting on 3 September 2014).
- (ii) During the 2014 financial year Mr Hackett agreed to convert \$32,001 of this amount into equity (via conversion of notes and subsequent issue of equity approved by shareholders at general meeting on 3 September 2014).
- (iii) During the 2014 financial year, Mr Thompson agreed to convert \$90,260 of this amount into equity (via conversion of notes and subsequent issue of equity approved by shareholders at general meeting on 3 September 2014). The consulting fee total includes \$30,000 related to the 2012/13 year.
- (iv) Smallcap Corporate Pty Ltd (a Company which Piers Lewis is a Director) received the following fees during the financial year:
- Director fees totalling \$43,500.
 - Rent fees totalling \$4,800, noted as well under market rate.
 - Accounting fees totalling \$21,372.
 - Corporate service fees totalling \$73,500, of which \$18,375 relates to the 2012/13 year.

Option holdings of Key Management Personnel

The movement during the reporting period in the number of options over ordinary shares in Ardiden Limited held, directly, indirectly or beneficially, by each key management person, including related parties, is as follows:

30-Jun-15

Directors	Opening Balance	Granted as Remuneration	Exercise of Options	Net Change Other (i)	Consolidation (ii)	Net Change Other (iii)	Closing Balance
P Lewis	102,500,000	-	-	58,205,479	(152,670,205)	3,000,000	11,035,274
N Hackett	95,000,000	-	-	32,001,095	(120,651,040)	3,000,000	9,350,055
J Thompson	120,000,000	-	-	90,260,274	(199,747,260)	15,000,000	25,513,014
Total	317,500,000	-	-	180,466,848	(473,068,506)	21,000,000	45,898,342

- (i) Net change other were free attaching options issued on conversion of the convertible note, which occurred on 4 September 2014. The options have an exercise price of 0.1 cent and an expiry of 30 November 2015.
- (ii) On 5 September 2014 the Company completed a share and option consolidation on the basis of every 20 shares/options to be consolidated into one share/option as approved by shareholders at the general meeting of shareholders held 3 September 2014.
- (iii) Net change other were conditional performance options approved by resolution at the Company's Annual General Meeting held 28 November 2014. The options are subject to a 20 day VWAP of 1.6 cents and expire on 28 November 2017.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)**DIRECTORS' REPORT****FOR THE YEAR ENDED 30 JUNE 2015****Shareholdings of Key Management Personnel**

The movement during the reporting period in the number of shares in Ardiden Limited held, directly, indirectly or beneficially, by each key management person, including related parties, is as follows:

30-Jun-15

Directors	Opening Balance	Granted as Remuneration	Acquired	Disposed	Net Change Other (i)	Closing Balance
P Lewis	25,520,548	-	26,322,552	-	(24,244,520)	27,598,580
N Hackett	31,866,438	-	12,791,523	-	(30,273,116)	14,384,845
J Thompson	223,039,388	-	36,540,461	-	(211,887,419)	47,692,430
Total	280,426,374	-	75,654,536	-	(266,405,055)	89,675,855

- (i) On 5 September 2014 the Company completed a share and option consolidation on the basis of every 20 shares/options to be consolidated into one share/option as approved by shareholders at the general meeting of shareholders held 3 September 2014.

All equity transactions with the current key management personnel have been entered into under terms and conditions no more favourable than those the Group would have adopted if dealing at arm's length.

Details of related corporations

There were no performance related payments made during the year. Performance hurdles are not attached to remuneration options; however the Board determines appropriate vesting periods to provide rewards over a period of time to key management personnel.

E. Compensation options to key management personnel

On 28 November 2014, the Company issued 21,000,000 unlisted conditional performance options to Directors, as approved by shareholders at the annual general meeting of shareholders held 28 November 2014. These options have an expiry date of 28 November 2017 and are subject to a 20 day VWAP of not less than 1.6 cents. (Refer to Note 16 in the notes to the financial report for further details). They were split between the directors as follows:

- 15,000,000 granted to Mr James Thompson (fair value of \$9,725),
- 3,000,000 granted to Mr Neil Hackett (fair value of \$1,945), and
- 3,000,000 granted to Mr Piers Lewis (fair value of \$1,945).

No options were exercised by key management personnel during the year.

F. Shares issued to key management personnel on exercise of compensation options

No shares were issued to Directors and Executives on exercise of compensation options during the year.

G. Other related party transactions

On 4 September 2014, the Company issued 180,466,848 free attaching options on conversion of the convertible note to Directors. These free attaching options issued to Directors are on the same terms as all other non-related convertible noteholders as approved by shareholders at the General Meeting dated 3 September 2014. The options have an exercise price of 0.1 cents (2 cents post-consolidation) and an expiry date of 30 November 2015. (Refer to Note 16 in the notes to the financial report for further details). They were split between the directors as follows:

- 90,260,274 (4,513,014 post-consolidation) granted to Mr James Thompson (fair value of \$49,173),
- 32,001,095 (1,600,055 post-consolidation) granted to Mr Neil Hackett (fair value of \$17,434), and
- 58,205,479 (2,910,274 post-consolidation) granted to Mr Piers Lewis (fair value of \$31,710).

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 JUNE 2015

In the previous financial year, 100,000,000 free attaching options were issued on conversion of the convertible note to Directors, which occurred on 5 December 2013. The options have an exercise price of 0.1 cents and an expiry date of 30 November 2015. (Refer to Note 16 in the notes to the financial report for further details). They were split between the directors as follows:

- 45,000,000 granted to Mr James Thompson (fair value of \$26,273),
- 20,000,000 granted to Mr Neil Hackett (fair value of \$11,677), and
- 35,000,000 granted to Mr Piers Lewis (fair value of \$20,435).

REMUNERATION REPORT – END

15. DIRECTORS INDEMNIFICATION

The Company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the Company or a related body corporate:

- (a) indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses of successfully defending legal proceedings; or
- (b) paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings.

16. SHARE OPTIONS

At the date of this report, the unissued ordinary shares of Ardiden Limited under option are as follows:

Grant Date	Date of Expiry	Exercise Price	Number under Option
14 December 2012	30 November 2015	\$0.06	11,250,000
18 September 2013	30 November 2015	\$0.06	7,500,000
5 December 2013	30 November 2015	\$0.02	5,500,000
4 September 2014	30 November 2015	\$0.02	5,221,096
4 September 2014	30 November 2015	\$0.02	9,023,345
28 November 2014	28 November 2017	\$0.005	21,000,000
23 February 2015	28 November 2017	\$0.005	9,000,000
			68,494,441

No person entitled to exercise these options had or has any right, by virtue of the option, to participate in any share issue of any other body corporate.

17. ENVIRONMENTAL REGULATIONS

There have been no recorded incidents of non-compliance with any applicable international, national or local declarations, treaties, conventions or regulations associated with environmental issues during the reporting period. There have not been any known significant breaches of any environmental regulations during the year under review and up until the date of this report.

18. PROCEEDINGS ON BEHALF OF COMPANY

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the Company, and no proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237.

19. CORPORATE GOVERNANCE

In recognising the need for the highest standards of corporate behaviour and accountability, the directors of Ardiden Limited support and have adhered to the principles of corporate governance and have established a set of policies and manuals for the purpose of managing corporate governance. The Company's detailed corporate governance policy statement is contained in the section headed 'Corporate Governance Statement' of the annual report.

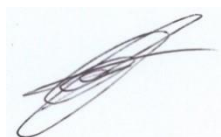
20. AUDITOR INDEPENDENCE AND NON-AUDIT SERVICES

The auditor's independence declaration for the year ended 30 June 2015, as required under section 307C of the Corporations Act 2001, has been received and is included within the financial report.

Details of amounts paid or payable to the auditor for non-audit services provided during the year by the auditor are outlined in Note 5 to the financial statements. The directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001.

The directors are of the opinion that the services do not compromise the auditor's independence as all non-audit services have been reviewed to ensure that they do not impact the integrity and objectivity of the auditor and none of the services undermine the general principles relating to auditor independence as set out in Code of Conduct APES 110 Code of Ethics for Professional Accountants issued by the Accounting Professional & Ethical Standards Board.

Signed in accordance with a resolution of directors.

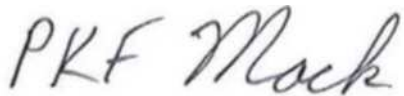


Piers Lewis
Director

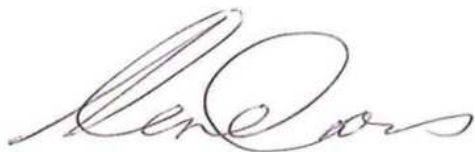
Perth, Western Australia
Dated: 25 September 2015

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF ARDIDEN LIMITED**

In relation to our audit of the financial report of Ardiden Limited for the year ended 30 June 2015, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.



PKF MACK



**SHANE CROSS
PARTNER**

**25 SEPTEMBER 2015
WEST PERTH,
WESTERN AUSTRALIA**

Tel: 61 8 9426 8999 | Fax: 61 8 9426 8900 | www.pkfmack.com.au
PKF Mack | ABN 64 591 268 274
4th Floor, 35 Havelock Street | West Perth | Western Australia 6005 | Australia
PO Box 609 | West Perth | Western Australia 6872 | Australia

PKF Mack is a member of the PKF International Limited network of legally independent member firms. PKF Mack is also a member of the PKF Australia Limited national network of legally independent firms each trading as PKF. PKF Mack does not accept responsibility or liability for the actions or inactions on the part of any other individual member firm or firms.

Liability limited by a scheme approved under Professional Standards Legislation.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015

	Notes	<u>30-Jun-15</u>	<u>30-Jun-14</u>
		\$	\$
Interest revenue		7,886	5,559
Other income	3(a)	101,978	90,619
Expenses			
Administration, consulting and other expenses	3(b)	(229,804)	(117,171)
Borrowing costs		(5,927)	(9,252)
Directors fees		(177,000)	(130,500)
Exploration and evaluation expenditure		-	(95,603)
Fair value loss on investments		(706)	-
Foreign exchange loss		(1,445)	-
Loss on sale of investments		(273)	(345,967)
Provision for impairment expense		(117,649)	-
Share based payments		(174,656)	(121,028)
Loss before income tax expense		(597,596)	(723,343)
Income tax expense	4	-	-
Net loss for the year		(597,596)	(723,343)
Other comprehensive income, net of tax		-	-
Total other comprehensive loss for the year		(597,596)	(723,343)
		<u>Cents</u>	<u>Cents</u>
Loss per share attributable to the ordinary equity holders of the Company:			
Basic and diluted loss per share from continuing operations	6	(0.18)	(0.30)

The accompanying notes form part of these financial statements.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2015

	Notes	30-Jun-15	30-Jun-14
		\$	\$
ASSETS			
Current Assets			
Cash and cash equivalents	7	200,751	190,152
Trade and other receivables	8	20,560	834
Financial assets	9	131	7,399
Total Current Assets		221,442	198,385
Non-Current Assets			
Exploration and evaluation expenditure	10	579,503	694,717
Total Non-Current Assets		579,503	694,717
TOTAL ASSETS		800,945	893,102
LIABILITIES			
Current Liabilities			
Trade and other payables	11	210,112	103,573
Equity liability for project acquisition	12	-	424,824
Provisions	13	-	60,500
Financial liabilities	14	-	260,000
Total Current Liabilities		210,112	848,897
TOTAL LIABILITIES		210,112	848,897
NET ASSETS		590,833	44,205
EQUITY			
Issued capital	15	30,591,592	29,622,024
Reserves	16	1,633,350	1,458,694
Accumulated losses	17	(31,634,109)	(31,036,513)
TOTAL EQUITY		590,833	44,205

The accompanying notes form part of these financial statements.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2015

	Issued Capital	Options Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2013	29,622,024	1,337,666	(30,313,170)	646,520
Comprehensive income:				
Loss for the year	-	-	(723,343)	(723,343)
Total comprehensive loss for the year	-	-	(723,343)	(723,343)
Transactions with owners in their capacity as owners:				
Securities issued during the year	-	121,028	-	121,028
Capital raising costs	-	-	-	-
Total equity transactions	-	121,028	-	121,028
At 30 June 2014	29,622,024	1,458,694	(31,036,513)	44,205
	Issued Capital	Options Reserves	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2014	29,622,024	1,458,694	(31,036,513)	44,205
Comprehensive income:				
Loss for the year	-	-	(597,596)	(597,596)
Total comprehensive loss for the year	-	-	(597,596)	(597,596)
Transactions with owners in their capacity as owners:				
Securities issued during the year	1,000,161	174,656	-	1,174,817
Capital raising costs	(30,593)	-	-	(30,593)
Total equity transactions	969,568	174,656	-	1,144,224
At 30 June 2015	30,591,592	1,633,350	(31,634,109)	590,833

The accompanying notes form part of these financial statements.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015

	Notes	30-Jun-15	30-Jun-14
		\$	\$
Cash flows used in operating activities			
Payments to suppliers and employees		(277,675)	(347,702)
Payments for exploration expenditure		-	(95,603)
Interest received		7,036	5,559
Net cash flows used in operating activities	7(i)	(270,639)	(437,746)
Cash flows from investing activities			
Payments for exploration expenditure		(540,679)	(201,136)
Proceeds from research and development rebate		199,389	-
Proceeds from sale of financial assets		7,121	65,993
Purchase of financial assets		-	(20,000)
Net cash flows (used in) / from investing activities		(334,169)	(155,143)
Cash flows from financing activities			
Proceeds from financial liabilities		-	260,000
Proceeds from issue of securities and securities subscriptions		646,000	-
Payment of share issue costs		(30,593)	-
Net cash flows from financing activities		615,407	260,000
Net increase / (decrease) in cash and cash equivalents		10,599	(332,889)
Cash and cash equivalents at the beginning of the financial year		190,152	523,041
Cash and cash equivalents at the end of the financial year	7	200,751	190,152

The accompanying notes form part of these financial statements.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

1. REPORTING ENTITY

Ardiden Limited (the "Company") is a Company limited by shares, incorporated in Australia. The Company is a for-profit entity for the purpose of preparing the financial statements. The financial statements of the Company are for the year ended 30 June 2015.

The address of the Company's registered office is Suite 6, 295 Rokeby Road Subiaco WA 6008. The consolidated financial statements of the Company as at and for the year ended 30 June 2015 comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities").

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PREPARATION

The accounting policies set out below have been consistently applied to all years presented.

(a) Statement of Compliance

The financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standards (AASBs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001, as appropriate for-profit orientated entities. The consolidated financial report of the Group and the financial report of the Company comply with International Financial Reporting Standards (IFRSs) and interpretations adopted by the International Accounting Standards Board (IASB).

The consolidated financial statements were authorised for issue by the Board of Directors on 25 September 2015. The directors have the power to amend and reissue the financial statements.

(b) Basis of Measurement

The financial statements have been prepared on an accruals basis and are based on historical costs, except for the following material items in the consolidated statement of financial position:

- financial instruments at fair value through profit or loss are measured at fair value;
- available-for-sale financial assets are measured at fair value; and
- Liabilities for cash-settled share-based payment arrangements are measured at fair value.

(c) Functional and Presentation Currency

The consolidated financial statements are presented in Australian dollars, which is the Company's functional currency.

(d) Going Concern

The financial report has been prepared on the basis of accounting principles applicable to a going concern, which assumes the commercial realisation of the future potential of the Company's and Group's assets and the discharge of their liabilities in the normal course of business.

As disclosed in the financial report, the Group recorded an operating loss of \$597,596 (2014: \$723,343) and a cash outflow from operating activities of \$270,639 (2014: \$437,746) for the year ended 30 June 2015 and at reporting date, had a working capital surplus of \$11,330 (2014: working capital deficit of \$650,512).

The Board considers that the Company is a going concern and recognises that additional funding is required to ensure that the Company can continue to fund the Group's operations for the 12 month period from the date of this financial report.

The Directors believe it is appropriate to prepare the financial report on a going concern basis because:

- The Company has the ability to issue additional equity under the Corporations Act 2001 and ASX Listing Rule 7.1 or otherwise; and,
- The Company's commitment to exploration expenditure is discretionary and expenditure requirements are minimal.

Accordingly, the Directors believe that subject to prevailing equity market conditions, the Company will obtain sufficient funding to enable it and the consolidated entities to continue as going concerns and that it is appropriate to adopt that basis of accounting in the preparation of the financial report. Should the Company be unable to obtain sufficient funding as outlined above, there is significant uncertainty whether the Company and the consolidated entity will continue as going concerns and therefore whether they will realise their assets and extinguish their liabilities in the normal course of business and at the amounts stated in the financial report.

The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amounts or classification of liabilities that might be necessary should the Company and the consolidated entity not be able to continue as going concerns.

(e) Critical Accounting Judgments, Estimates and Assumptions

The preparation of financial statements in conformity with AASBs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Share Based Payment Transactions

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by an internal valuation using Black-Scholes option pricing model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share based payments transactions would have no impact on the carrying amounts of assets or liabilities within the next annual reporting period but may impact profit or loss or equity. Refer to note 16 for further details.

Exploration and Evaluation Costs

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are carried forward in respect of an area that has not at reporting date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or relating to, the area of interest are continuing. Refer to Note 10 for further details.

Impairment of Exploration and Evaluation Assets and Investments in and Loans to Subsidiaries

The ultimate recoupment of the value of exploration and evaluation assets, the Company's investment in subsidiaries, and loans to subsidiaries is dependent on the successful development and commercial exploitation, or alternatively, sale, of the exploration and evaluation assets.

Impairment tests are carried out on a regular basis to identify whether the asset carrying values exceed their recoverable amounts. There is significant estimation and judgment in determining the inputs and assumptions used in determining the recoverable amounts.

The key areas of judgment and estimation include:

- Recent exploration and evaluation results and resource estimates;
- Environmental issues that may impact on the underlying tenements;
- Fundamental economic factors that have an impact on the operations and carrying values of assets and liabilities.

Refer to Note 10 for further details.

Classification of Investments

The Company has decided to classify investments in listed securities as available for sale. These securities are accounted for at fair value. Any increments or decrements in their value at year end are charged or credited to the asset revaluation reserve. Refer to Note 9 for further details.

Income Tax Expenses

Judgment is required in assessing whether deferred tax assets and liabilities are recognised on the statement of financial position. Deferred tax assets, including those arising from temporary differences, are recognised only when it is considered more likely than not that they will be recovered, which is dependent on the generation of future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised. Refer to Note 4 for further details.

Fair value measurement hierarchy

The Group is required to classify all assets and liabilities, measured at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being: Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date; Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and Level 3: Unobservable inputs for the asset or liability. Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective.

The fair value of assets and liabilities classified as level 3 is determined by the use of valuation models. These include discounted cash flow analysis or the use of observable inputs that require significant adjustments based on unobservable inputs. Refer to note 22 for further details.

(f) Principles of Consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Ardiden Limited ('company' or 'parent entity') as at 30 June 2015 and the results of all subsidiaries for the year then ended. Ardiden Limited and its subsidiaries together are referred to in these financial statements as the 'Consolidated entity' or 'Group'.

Subsidiaries are all those entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the Group are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the Group. Losses incurred by the Group are attributed to the non-controlling interest in full, even if that results in a deficit balance.

Where the Group loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The Group recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

(g) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors of the Company.

(h) Income Tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates that are enacted or substantively enacted, except for:

- When the deferred income tax asset or liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting nor taxable profits; or
- When the taxable temporary difference is associated with interests in subsidiaries, associates or joint ventures, and the timing of the reversal can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority on either the same taxable entity or different taxable entity's which intend to settle simultaneously.

(i) Exploration and Evaluation Expenditure

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are carried forward only if they relate to an area of interest for which rights of tenure are current and in respect of which:

- such costs are expected to be recouped through successful development and exploitation or from sale of the area; or
- exploration and evaluation activities in the area have not, at reporting date, reached a stage which permit a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active operations in, or relating to, the area are continuing.

Accumulated costs in respect of areas of interest which are abandoned are written off in full against profit in the year in which the decision to abandon the area is made.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on the successful development and commercial exploitation or alternatively sale of the respective areas of interest.

(j) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is current when: it is expected to be realised or intended to be sold or consumed in normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within twelve months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

A liability is current when: it is expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within twelve months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

(k) Earnings Per Share

Basic earnings per share ("EPS") is calculated by dividing the net loss attributable to members for the reporting period, after excluding any costs of servicing equity, by the weighted average number of ordinary shares of the Company, adjusted for any bonus issue.

Diluted EPS is calculated as net loss attributable to members, adjusted for, costs of servicing equity (other than dividends) and preference share dividends; the after tax effect of dividends and interest associated with dilutive potential ordinary shares that would have been recognised as expenses; and other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares; divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

(l) Revenue and Other Income

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Interest revenue is recognised as the interest accrues.

(m) Cash and Cash Equivalents

Cash and short-term deposits in the statement of financial position comprise cash at bank and in hand and short-term deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant rise or fall in value.

For the purposes of the Statement of Cash Flow, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

(n) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the consolidated statement of financial position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the consolidated statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(o) Impairment

(i) Financial Assets

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that it is impaired. A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount, and the present value of the estimated future cash flows discounted at the effective interest rate. An impairment loss in respect of an available-for-sale financial asset is calculated by reference to its fair value. Individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics. All impairment losses are recognised either in the income statement or revaluation reserves in the period in which the impairment arises.

(ii) Exploration and Evaluation Assets

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of the asset may exceed its recoverable amount at the reporting date.

Exploration and evaluation assets are tested for impairment in respect of cash generating units, which are no larger than the area of interest to which the assets relate.

(iii) Non-Financial Assets Other Than Exploration and Evaluation Assets

The carrying amounts of the Consolidated entity's non-financial assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite lives or that are not yet available for use, the recoverable amount is estimated at each reporting date.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the income statement. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units, then to reduce the carrying amount of the other assets in the unit on a pro rata basis.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss has been recognised.

(p) Investments

All investments are initially recognised at cost, being the fair value of the consideration given and including acquisition charges associated with the investment.

After initial recognition, investments, which are classified as held for trading and available-for-sale, are measured at fair value. Gains or losses on investments held for trading are recognised in the income statement.

Gains or losses on available-for-sale investments are recognised as a separate component of equity until the investment is sold, collected or otherwise disposed of, or until the investment is determined to be impaired, at which time the cumulative gain or loss previously reported in equity is included in the income statement.

For investments that are actively traded in organised financial markets, fair value is determined by reference to Stock Exchange quoted market bid prices at the close of business on the reporting date.

(q) Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outlay of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the income statement net of any reimbursement.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(r) Share-Based Payment Transactions

Equity settled transactions:

The Group provides benefits to executive directors, employees and consultants of the Group in the form of share-based payments, whereby those individuals render services in exchange for shares or rights over shares (equity-settled transactions).

When provided, the cost of these equity-settled transactions with these individuals is measured by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using a Black Scholes model.

In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the price of the shares Ardiden Limited (market conditions) if applicable.

The cost of equity-settled transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant individuals become fully entitled to the award (the vesting period).

The cumulative expense recognised for equity-settled transactions at each reporting date until vesting date reflects (i) the extent to which the vesting period has expired and (ii) the Group's best estimate of the number of equity instruments that will ultimately vest. No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date. The income statement charge or credit for a period represents the movement in cumulative expense recognised as at the beginning and end of that period.

No expense is recognised for awards that do not ultimately vest, except for awards where vesting is only conditional upon a market condition.

If an equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award and designated as a replacement award on the date that it is granted, the cancelled and new award are treated as if they were a modification of the original award, as described in the previous paragraph.

(s) Trade and Other Payables

Liabilities for trade creditors and other amounts are carried at cost which is the fair value of consideration to be paid in the future for goods and services received, whether or not billed to the Group.

Payables to related parties are carried at the principal amount. Interest, when charged by the lender, is recognised as an expense on an accrual basis.

(t) Issued Capital

Ordinary shares are classified as equity.

Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

(u) Borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

Where there is an unconditional right to defer settlement of the liability for at least 12 months after the reporting date, the loans or borrowings are classified as non-current.

The component of the convertible notes that exhibits characteristics of a liability is recognised as a liability in the statement of financial position, net of transaction costs.

On the issue of the convertible notes the fair value of the liability component is determined using a market rate for an equivalent non-convertible bond and this amount is carried as a non-current liability on the amortised cost basis until extinguished on conversion or redemption. The increase in the liability due to the passage of time is recognised as a finance cost. The remainder of the proceeds are allocated to the conversion option that is recognised and included in shareholders equity as a convertible note reserve, net of transaction costs. The carrying amount of the conversion option is not remeasured in the subsequent years. The corresponding interest on convertible notes is expensed to profit or loss.

(v) Trade and Other Receivables

Trade receivables, which generally have 30-90 day terms, are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for any uncollectible amounts.

Collectability of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off when identified. An allowance for impairment is raised when there is objective evidence that the Group will not be able to collect the debt.

(w) New, revised or amending Accounting Standards and Interpretations adopted

The Group has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Any significant impact on the accounting policies of the Group from the adoption of these Accounting Standards and Interpretations are disclosed below. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Group.

The following Accounting Standards and Interpretations are most relevant to the Group:

AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities
The company has applied AASB 2012-3 from 1 July 2014. The amendments add application guidance to address inconsistencies in the application of the offsetting criteria in AASB 132 'Financial Instruments: Presentation', by clarifying the meaning of 'currently has a legally enforceable right of set-off'; and clarifies that some gross settlement systems may be considered to be equivalent to net settlement.

AASB 2013-3 Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets
The company has applied AASB 2013-3 from 1 July 2014. The disclosure requirements of AASB 136 'Impairment of Assets' have been enhanced to require additional information about the fair value measurement when the recoverable amount of impaired assets is based on fair value less costs of disposals. Additionally, if measured using a present value technique, the discount rate is required to be disclosed.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

AASB 2014-1 Amendments to Australian Accounting Standards (Parts A to C)

The company has applied Parts A to C of AASB 2014-1 from 1 July 2014. These amendments affect the following standards: AASB 2 'Share-based Payment': clarifies the definition of 'vesting condition' by separately defining a 'performance condition' and a 'service condition' and amends the definition of 'market condition'; AASB 3 'Business Combinations': clarifies that contingent consideration in a business combination is subsequently measured at fair value with changes in fair value recognised in profit or loss irrespective of whether the contingent consideration is within the scope of AASB 9; AASB 8 'Operating Segments': amended to require disclosures of judgements made in applying the aggregation criteria and clarifies that a reconciliation of the total reportable segment assets to the entity's assets is required only if segment assets are reported regularly to the chief operating decision maker; AASB 13 'Fair Value Measurement': clarifies that the portfolio exemption applies to the valuation of contracts within the scope of AASB 9 and AASB 139; AASB 116 'Property, Plant and Equipment' and AASB 138 'Intangible Assets': clarifies that on revaluation, restatement of accumulated depreciation will not necessarily be in the same proportion to the change in the gross carrying value of the asset; AASB 124 'Related Party Disclosures': extends the definition of 'related party' to include a management entity that provides KMP services to the entity or its parent and requires disclosure of the fees paid to the management entity; AASB 140 'Investment Property': clarifies that the acquisition of an investment property may constitute a business combination.

(x) New, revised or amending Accounting Standards and Interpretations not yet adopted

The AASB has issued the following new and amended accounting standards and interpretations that have mandatory application dates for future reporting periods. The Group has decided against early adoption of these standards and, has not yet determined the potential impact on the financial statements from the adoption of these standards and interpretations.

Standard/Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 9 'Financial Instruments', and the relevant amending standards	1 January 2018	30 June 2018
AASB 15 'Revenue from Contracts with Customers'	1 January 2017	30 June 2017

(y) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern, so as to maintain a strong capital base sufficient to maintain future exploration and development of its projects. In order to maintain or adjust the capital structure, the Group may return capital to shareholders, issue new shares or sell assets for in-specie distributions.

The Group's focus has been to raise sufficient funds through equity to fund exploration and evaluation activities. The Group monitors capital on the basis of the gearing ratio, however there are no external borrowings as at reporting date. Capital includes accumulated profits and fair value reserve.

There were no changes in the Group's approach to capital management during the year. Neither the Company nor its subsidiaries is subject to externally imposed capital requirements.

	30-Jun-15	30-Jun-14
	\$	\$
Capital Risk Management		
Total liabilities	210,112	848,897
Less: cash and cash equivalents	(200,751)	(190,152)
Net cash and cash equivalents (asset) / deficiency	9,361	658,745
 Total equity	 590,833	 44,205
 Debt to equity ratio at 30 June	 2%	 1490%

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

3. REVENUE AND EXPENSES

	30-Jun-15	30-Jun-14
	\$	\$
(a) Other income		
Forgiveness of creditors	55,000	90,619
Gain on extinguishment of liability	46,978	-
	101,978	90,619
(b) Administration, consulting and other expenses		
Loss has been determined after the following specific expenses:		
Accounting fees	23,485	21,492
ASX and registry fees	46,100	20,721
Audit fees	20,849	24,500
Corporate consultings fees	10,000	3,000
Tax fees	43,763	-
Marketing fees	24,000	-
Office rent	4,000	4,800
Other expenses	57,607	42,658
Total Administration, consulting and other expenses	229,804	117,171

4. INCOME TAX EXPENSE

	30-Jun-15	30-Jun-14
	\$	\$
The components of tax expense comprise:		
Current tax	-	-
Deferred tax	-	-
	-	-
<i>The income tax expense for the year differs from the prima facie tax as follows:</i>		
Loss before income tax expense	(597,596)	(723,343)
Prima facie income tax benefit at 30%	(179,279)	(217,003)
Add/(Less): tax effect of:		
Non-deductible items	109,258	168,779
Tax effect of temporary differences not recognised	70,021	48,224
Total income tax expense	-	-

The following deferred tax balances have not been recognised:

Deferred Tax Assets:		
At 30%		
Carry forward revenue losses	2,713,126	2,531,889
Capital raising costs	-	-
Provisions and accruals	2,850	3,900
	2,715,976	2,535,789

The tax benefits of the above Deferred Tax Assets will only be obtained if:

- (a) The company derives future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised;
- (b) the company complies with the conditions for deductibility imposed by law; and
- (c) no changes in income tax legislation adversely affect the company in utilising the benefits

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

5. AUDITORS REMUNERATION

	30-Jun-15	30-Jun-14
	\$	\$
Amounts received or due and receivable by PKF Mack for:		
(i) An audit or review of the financial report of the entity	21,849	20,000
(ii) Other services in relation to the entity	-	-
(iii) Tax services	-	-
Total auditor remuneration	21,849	20,000

6. EARNINGS PER SHARE

	30-Jun-15	30-Jun-14
Basic and diluted loss per share from continuing operations (cents)	(0.18)	(0.30)
Net loss from continuing operations attributable to ordinary equity holders of the Company (\$)	(597,596)	(723,343)
Weighted average number of ordinary shares used in calculating basic and diluted earnings per share (No.)	328,220,004	237,477,257

Options on issue at 30 June 2015 have a higher exercise price than the average market price of shares on issue during the year and are therefore considered anti-dilutive.

7. CASH AND CASH EQUIVALENTS

	30-Jun-15	30-Jun-14
	\$	\$
Cash at bank and on hand	200,751	190,152

Cash at bank earns interest at floating rates based on daily bank deposit rates.

(i) Reconciliation of net loss after income tax to net cash flows used in operating activities:

	30-Jun-15	30-Jun-14
	\$	\$
Net loss after income tax	(597,596)	(723,343)
Adjustments for:		
Director fees settled through shares	57,000	-
Forgiveness of creditors	(55,000)	(90,619)
Gain on extinguishment of liability	(46,978)	-
Loss on sale of investments	273	345,967
Provision for impairment expense	117,649	-
Share based payments	174,656	121,028
Change in assets and liabilities:		
(Increase) / decrease in trade and other receivables	(19,726)	3,413
Increase / (decrease) in trade and other payables	99,083	(94,192)
Net cash flows used in operating activities	(270,639)	(437,746)

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

(ii) Non-cash investing and financing activities

	30-Jun-15	30-Jun-14
	\$	\$
Acquisition of financial asset	-	50,000
	-	50,000

8. TRADE AND OTHER RECEIVABLES

	30-Jun-15	30-Jun-14
	\$	\$
Current		
Other receivables	20,560	834
	20,560	834

Terms and conditions relating to the above financial instruments:

- Other receivables are non-interest bearing and generally repayable within 30 days.
- Due to the short term nature of these receivables, their carrying value is assumed to approximate their fair value.

9. FINANCIAL ASSETS

	30-Jun-15	30-Jun-14
	\$	\$
Financial assets at fair value through profit and loss	131	7,399
	131	7,399

The Board continually reviews the ability to realise its available for sale investments depending on market conditions, outlook and liquidity.

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:

	30-Jun-15	30-Jun-14
	\$	\$
Opening fair value	7,399	349,359
Additions	-	20,000
Disposals	(7,121)	(411,960)
Revaluation increments	(147)	-
Conversion of other non-current asset to financial asset at cost (i)	-	50,000
Closing fair value	131	7,399

- (i) On 13 December 2013 the Company's convertible note in Voyager Global Group Limited (formerly Sprint Energy Limited) was converted into 14,003,814 Voyager shares.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

10. EXPLORATION AND EVALUATION EXPENDITURE

	30-Jun-15	30-Jun-14
	\$	\$
Expenditure brought forward	694,717	-
Expenditure incurred (i)	626,648	694,717
Research and development refund (ii)	(199,389)	-
Provision for impairment expense (iii)	(542,473)	-
Expenditure carried forward	579,503	694,717

The ultimate recoupment of the mining tenements, exploration and evaluation expenditure carried forward is dependent upon the successful development and commercial exploitation and/or sale of the relevant areas of interest, at amounts at least equal to book value.

- (i) The 30 June 2014 balance includes shares to the value of \$424,824 which are required to be issued as part of the Yinchén Tin project. This amount is recognised as a liability at 30 June 2014, refer Note 12.
- (ii) During the financial year the Company lodged and received a research and development rebate claim for the 2012/13 financial year and the 2013/2014 financial year.
- (iii) During the financial year the Company decided to impair all exploration expenditure incurred in relation to its various tin tenements on Belitung Island, Indonesia. The Company is not currently expending further funds until such time as the local authorities confirm that the transfer and registration process has been completed.

11. TRADE AND OTHER PAYABLES

	30-Jun-15	30-Jun-14
	\$	\$
Current		
Trade and other payables (i)	210,112	96,064
GST payable	-	7,509
	210,112	103,573

- (i) Trade creditors are non-interest bearing and are normally settled on 30 day terms. Due to the short term nature of these payables, their carrying value is assumed to approximate their fair value.

12. EQUITY LIABILITY FOR PROJECT ACQUISITION

	30-Jun-15	30-Jun-14
	\$	\$
Current		
Equity liability for project acquisition	-	424,824
	-	424,824

Equity liability for project acquisition relates to a payable of \$400,000 USD in ordinary Ardiden Limited shares that is payable upon completion of the acquisition of the Yinchén Tin project.

13. PROVISIONS

	30-Jun-15	30-Jun-14
	\$	\$
Current		
Creditors in dispute	-	60,500
	-	60,500

Creditors in dispute relate to liabilities classified as trade creditors in prior financial statements that are refuted by the current board. At 30 June 2015 the Board does not believe that these creditors are due and payable and have therefore reversed these creditors in the current financial year.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

14. FINANCIAL LIABILITIES

	30-Jun-15	30-Jun-14
	\$	\$
Current		
Convertible notes payable (September 2013)	-	110,000
Convertible notes payable (March 2014)	-	150,000
	-	260,000

On 4 September 2014 after obtaining approval at the general meeting on 3 September 2014, the Company converted into ordinary shares the total value of \$284,889, comprising \$260,000 in convertible notes payable (above), \$10,000 in consulting fees and \$14,889 in interest. The Company also issued 284,888,766 unlisted options at \$0.01 per share, expiring 30 November 2015. These options were free attaching options associated with the Company's convertible notes, refer note 16 for further detail on the valuation of the free attaching options.

On 16 September 2014 the Company issued 56,977,753 post consolidation shares at \$0.005 per share on conversion of the Company's convertible notes, as approved by shareholders at the general meeting of shareholders held 3 September 2014, refer note 16 for further detail.

15. ISSUED CAPITAL

	30-Jun-15		30-Jun-14	
	\$	No.	\$	No.
(a) Fully paid ordinary shares	30,591,592	433,502,920	29,622,024	4,749,545,144

(b) Movement in ordinary shares		\$	No.	Issue price
Balance at 30 June 2013		29,622,024	4,749,545,144	
Balance at 30 June 2014		29,622,024	4,749,545,144	
Share consolidation (i)	5/09/2014	-	(4,512,067,801)	-
Issue of shares on conversion of convertible notes (ii)	16/09/2014	284,889	56,977,753	0.005
Gain on extinguishment of financial liability (ii)	16/09/2014	(46,978)	-	-
Issue of shares via the share purchase plan (iii)	9/10/2014	106,000	21,200,000	0.005
Issue of shares to private investors (iii)	9/10/2014	30,000	6,000,000	0.005
Issue of shares to private investors (iv)	23/02/2015	225,000	45,000,000	0.005
Issue of shares to Directors of the Company (iv)	6/05/2015	75,000	15,000,000	0.005
Issue of shares to private investors (v)	6/05/2015	210,000	35,000,000	0.006
Issue of shares to Directors of the Company (vi)	6/05/2015	116,250	16,847,824	0.007
Capital raising costs		(30,593)	-	-
Balance at 30 June 2015		30,591,592	433,502,920	

- (i) On 5 September 2014 the Company completed a share and option consolidation on the basis of every 20 shares/options to be consolidated into one share/option as approved by shareholders at the general meeting of shareholders held 3 September 2014.
- (ii) On 16 September 2014 the Company issued 56,977,753 post consolidation shares at \$0.005 per share on conversion of the Company's convertible notes, as approved by shareholders at the general meeting of shareholders held 3 September 2014. However, the fair value of these shares on grant date was \$0.004, resulting in a gain on extinguishment of the convertible notes of \$46,978.
- (iii) On 9 October 2014 the Company completed its share purchase plan and raised \$106,000 via the issue of 21,200,000 shares at \$0.005 per share. On the same date the Company also issued 6,000,000 shares at \$0.005 per share to private investors to raise an additional \$30,000.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

- (iv) On 5 February 2015 the Company announced that it had successfully raised \$300,000 through a private placement to underpin its upcoming maiden drilling program at Manitouwadge Graphite Project located in Canada. The share placement comprises 60 million shares at an issue price of \$0.5 cents each. Directors agreed to invest \$75,000 of the Placement, subject to shareholder approval and other regulatory approvals.
- (v) On 29 April 2015 the Company announced that it had raised a further \$210,000 through a share placement to underpin key beneficiation testwork programs and marketing activities to potential customers and investors. The share placement, which was undertaken to sophisticated and professional investors, comprises 35 million shares at an issue price of 0.6 cents each.
- (vi) On 6 May 2015 the Company issues shares to Directors in satisfaction of unpaid director remuneration, as approved by resolutions 4 to 6 at the General Meeting held 20 April 2015.

(c) Share Options

At the end of the year, the following options over unissued ordinary shares were outstanding:

- 19,744,441 unlisted options expiring 30 November 2015 at an exercise price of 2 cents each.
- 18,750,000 unlisted options expiring 30 November 2015 at an exercise price of 6 cents each.
- 30,000,000 unlisted options expiring 28 November 2017 at an exercise price of 0.5 cents each.

A total of 68,494,441 options were on issue at 30 June 2015. No options were exercised during the financial year.

(d) Terms and conditions of contributed equity

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. These shares have no par value. The Company has no externally imposed capital requirements.

Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

16. RESERVES

	30-Jun-15		30-Jun-14	
	\$	No.	\$	No.
(a) Option reserve	1,633,350	68,494,441	1,458,694	485,000,000

The purpose of the reserve is to recognise the fair value of equity instruments issued by way of share based payments.

(b) Movement in Reserve		\$	No.	average exercise price (cents)
Balance at 30 June 2013		1,337,666	2,872,839,045	0.30
Issue of options to consultants as share based payments (i)	18-Sep-13	56,805	150,000,000	0.30
Options expired during the year	1-Dec-13	-	(91,500,000)	0.60
Issue of options as share based payments (ii)	5-Dec-13	64,223	110,000,000	0.10
Options expired during the year	30-Jun-14	-	(2,556,339,045)	0.30
Balance at 30 June 2014		1,458,694	485,000,000	0.25
Exercisable			485,000,000	
Free attaching option per convertible note (iii)	4-Sep-14	56,889	104,421,918	0.10
Free attaching option per convertible note (iii)	4-Sep-14	98,317	180,466,848	0.10
Option consolidation (iv)	5-Sep-14	-	(731,394,325)	-
Performance options (v)	28-Nov-14	13,615	21,000,000	0.50
Performance options (vi)	23-Feb-15	5,835	9,000,000	0.50
Balance at 30 June 2015		1,633,350	68,494,441	2.44
Exercisable			68,494,441	

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

The total weighted average exercise price considers all options on issue as at 30 June 2015 on post consolidation, being 2.44. However the options reserve table opening balance is pre-consolidation, taking this into consideration the weighted average exercise price is 2.41.

The weighted average remaining contractual life of options outstanding is 0.99 years (2014: 1.42 years).

(c) Fair value of options granted

- (i) On 18 September 2013 the Company issued 150,000,000 unlisted options to consultants as share based payments at \$0.003 per share, expiring 30 November 2015. These options have been valued using the Black-Scholes option-pricing model. The table below gives the assumptions made in determining the fair value of options on grant date.
- (ii) On 5 December 2013 the Company also issued 110,000,000 unlisted options as share based payments at \$0.001 per share, expiring 30 November 2015. These options have been valued using the Black-Scholes option-pricing model. The table below gives the assumptions made in determining the fair value of options on grant date.
- (iii) On 4 September 2014 the Company issued 284,888,766 unlisted options at \$0.001 per share, expiring 30 November 2015. These options were attaching options associated with the Company's convertible notes. These options have been valued using the Black-Scholes option-pricing model. The table below gives the assumptions made in determining the fair value of options on grant date.
- (iv) On 5 September 2014 the Company completed a share and option consolidation on the basis of every 20 shares/options to be consolidated into one share/option as approved by shareholders at the general meeting of shareholders held 3 September 2014.
- (v) On 28 November 2014 the Company issued 21,000,000 unlisted conditional performance options as approved by shareholders at the annual general meeting of shareholders held 28 November 2014. These options have an expiry date of 28 November 2017 and are subject to a 20 day VWAP of not less than 1.6 cents. These options have been valued using the Black-Scholes option-pricing model. The table below gives the assumptions made in determining the fair value of options on grant date.
- (vi) On 23 February 2015 the Company issued 9,000,000 unlisted conditional performance options as approved by shareholders at the annual general meeting of shareholders held 28 November 2014. These options have an expiry date of 28 November 2017 and are subject to a 20 day VWAP of not less than 1.6 cents. These options have been valued using the Black-Scholes option-pricing model. The table below gives the assumptions made in determining the fair value of options on grant date.

	(i)	(ii)	(iii)	(v)	(vi)
Grant date	18 Sep 2013	5 Dec 2013	4 Sept 2014	28 Nov 2014	23 Feb 2015
Number of options	150,000,000	110,000,000	284,888,766	21,000,000	9,000,000
Expiry date	30 Nov 2015	30 Nov 2015	30 Nov 2015	28 Nov 2017	28 Nov 2017
Estimated volatility (%)	112%	112%	132%	132%	132%
Risk-free interest rate (%)	3.23%	3.25%	2.61%	2.40%	2.43%
Exercise price (cents)	\$0.003	\$0.001	\$0.001	\$0.005	\$0.005
Share price at grant date (cents)	\$0.001	\$0.001	\$0.001	\$0.008	\$0.008
Value per option (cents)	\$0.0004	\$0.0005	\$0.0005	\$0.006	\$0.006
Probability	-	-	-	10%	10%
Total value	\$56,805	\$64,223	\$155,206	\$13,615	\$5,835

The Company has recognised the entire value of the conditional performance options in the current period, with no additional costs to be recognised in future years.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

17. ACCUMULATED LOSSES

	30-Jun-15	30-Jun-14
	\$	\$
Balance at 1 July	(31,036,513)	(30,313,170)
Net loss attributable to members	(597,596)	(723,343)
Balance at 30 June	(31,634,109)	(31,036,513)

18. FINANCIAL REPORTING BY SEGMENTS

The Group has identified its operating segments based on the internal reports that are reviewed and used by the chief operating decision maker to make decisions about resources to be allocated to the segments and assess their performance.

Operating segments are identified by Management based on the mineral resource and exploration activities in Australia, Indonesia and Canada. Discrete financial information about each project is reported to the chief operating decision maker on a regular basis.

The reportable segments are based on aggregated operating segments determined by the similarity of the economic characteristics, the nature of the activities and the regulatory environment in which those segments operate.

The Group has four reportable segments based on the geographical areas of the mineral resource and exploration activities in Australia, Indonesia and Canada. Unallocated results, assets and liabilities represent corporate amounts that are not core to the reportable segments.

(i) Segment performance

	Canada	Canada			
	(Manitouwadge)	(Hinton North)	Indonesia	Australia	Total
Year ended 30 June 2015	\$	\$	\$	\$	\$
Revenue					
Interest revenue	-	-	-	7,886	7,886
Other income	-	-	-	101,978	101,978
Total segment revenue	-	-	-	109,864	109,864

Reconciliation of segment result to net loss before tax

Amounts not included in segment result but reviewed by the Board

- Provision for impairment expense	-	-	(117,649)	-	(117,649)
------------------------------------	---	---	-----------	---	-----------

Unallocated items

- Administration, consulting and other expenses	(229,804)
- Borrowing costs	(5,927)
- Director fees	(177,000)
- Fair value loss on investments	(706)
- Foreign exchange loss	(1,445)
- Loss on sale of investments	(273)
- Share based payments	(174,656)
Net loss before tax from continuing operations	(597,596)

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

	Canada	Canada			
	(Manitouwadge)	(Hinton North)	Indonesia	Australia	Total
	\$	\$	\$	\$	\$
Year ended 30 June 2014					
Revenue					
Interest revenue	-	-	-	5,559	5,559
Other income	-	-	-	90,619	90,619
Total segment revenue	-	-	-	96,178	96,178

Reconciliation of segment result to net loss before tax

Amounts not included in segment result but reviewed by the Board

- Exploration expenditure written off	-	-	(95,603)	-	(95,603)
---------------------------------------	---	---	----------	---	-----------------

Unallocated items

- Administration, consulting and other expenses					(117,171)
- Borrowing costs					(9,252)
- Director fees					(130,500)
- Loss on sale of investment					(345,967)
- Share based payments					(121,028)

Net loss before tax from continuing operations

(723,343)

(ii) Segment assets

	Canada	Canada			
	(Manitouwadge)	(Hinton North)	Indonesia	Australia	Total
	\$	\$	\$	\$	\$
As at 30 June 2015					
Segment assets as at 1 July 2014	-	-	694,717	-	694,717
Segment asset increases/(decreases)					
- Exploration and evaluation	488,167	91,336	(694,717)	-	(115,214)
	488,167	91,336	-	-	579,503

Reconciliation of segment assets to total assets:

Other assets					221,442
Total assets from continuing					800,945

As at 30 June 2014

Segment assets as at 1 July 2013	-	-	-	-	-
Segment asset increases/(decreases)					
- Exploration and evaluation	-	-	694,717	-	694,717
	-	-	694,717	-	694,717

Reconciliation of segment assets to total assets:

Other assets					198,385
Total assets from continuing					893,102

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

(iii) Segment liabilities

	Canada (Manitouwadge)	Canada (Hinton North)	Indonesia	Australia	Total
	\$	\$	\$	\$	\$
As at 30 June 2015					
Segment liabilities as at 1 July 2014	-	-	424,824	424,073	848,897
Segment liability increases/(decreases)	83,649	-	(424,824)	(297,610)	(638,785)
	83,649	-	-	126,463	210,112

Reconciliation of segment liabilities to total liabilities:

Other liabilities	-
	210,112

As at 30 June 2014

Segment liabilities as at 1 July 2013	-	-	-	253,191	253,191
Segment liability increases/(decreases)	-	-	424,824	170,882	595,706
	-	-	424,824	424,073	848,897

Reconciliation of segment liabilities to total liabilities:

Other liabilities	-
	848,897

19. RELATED PARTY DISCLOSURE

(a) Controlled entities

The consolidated financial statements include the financial statements of Ardiden Limited and the subsidiaries listed in the following table.

	Country of Incorporation	% Equity Interest		Investment at Cost	
		30-Jun-15	30-Jun-14	30-Jun-15	30-Jun-14
		%	%	\$	\$
Knights Landing Ltd	Australia	100	100	1,004,438	1,004,438
Provision for impairment				(1,004,438)	(1,004,438)
Billiton Island Pte Ltd	Singapore	100	100	-	-
				-	-

(b) Parent entity

Ardiden Limited is the ultimate Australian parent entity and ultimate parent of the Group.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

20. KEY MANAGEMENT PERSONNEL DISCLOSURES

(a) Details of Key Management Personnel

Directors

Piers Lewis (Non-Executive Director)

Neil Hackett (Non-Executive Director)

James Thompson (Non-Executive Director)

(b) Key Management Personnel Compensation

	30-Jun-15	30-Jun-14
	\$	\$
Compensation by category		
Short-term employee benefits	291,773	350,172
Post-employment benefits	-	-
Share-based payments	129,865	58,385
	421,638	408,557

(c) Loans with Key Management Personnel

There were no loans to key management personnel or their related entities during the financial year.

(d) Key Individual directors' and executives' compensation disclosure

Information regarding individual directors' and executives' compensation and some equity instruments disclosures as required by Corporation Regulation 2M.3.03 is provided in the remuneration report section of the Directors' Report.

Apart from the details disclosed in this note, no director has entered into a material contract with the Group since the end of the previous financial year and there were no material contracts involving directors' interest existing at year end.

21. PARENT ENTITY DISCLOSURES

	30-Jun-15	30-Jun-14
	\$	\$
Statement of Financial Position		
Total current assets	221,244	145,942
Total non-current assets	579,503	-
Total assets	800,747	145,942
Total current liabilities	210,112	850,542
Total non-current liabilities	-	-
Total liabilities	210,112	850,542
Equity		
Contributed equity	30,591,592	29,622,024
Options reserve	1,633,350	1,458,694
Accumulated losses	(31,634,307)	(31,785,318)
Total deficiency in equity	590,635	(704,600)
Statement of Profit or Loss and Other Comprehensive Income		
Loss after income tax of the parent entity	(590,514)	(656,899)
Total comprehensive loss of the parent entity	(590,514)	(656,899)

22. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's principal financial instruments comprise receivables, payables, cash and short-term deposits. The Group manages its exposure to key financial risks in accordance with the Group's financial risk management policy. The objective of the policy is to support the delivery of the Group's financial targets while protecting future financial security.

The main risks arising from the Group's financial instruments are interest rate risk, credit risk, liquidity risk and price risk on its listed investment. The Group does not speculate in the trading of derivative instruments. The Group uses different methods to measure and manage different types of risks to which it is exposed. These include monitoring levels of exposure to interest rates and assessments of market forecasts for interest rates. Ageing analysis of and monitoring of receivables are undertaken to manage credit risk, liquidity risk is monitored through the development of future rolling cash flow forecasts.

The Board reviews and agrees policies for managing each of these risks as summarised below.

Primary responsibility for identification and control of financial risks rests with the Board. The Board reviews and agrees policies for managing each of the risks identified below, including for interest rate risk, credit allowances and cash flow forecast projections.

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset and financial liability are disclosed in note 1 to the financial statements.

Risk Exposures and Responses***Interest Rate Risk***

The Group's exposure to risks of changes in market interest rates relates primarily to the Group's cash balances. The Group constantly analyses its interest rate exposure. Within this analysis consideration is given to potential renewals of existing positions, alternative financing positions and the mix of fixed and variable interest rates. As the Group has no interest bearing borrowings its exposure to interest rate movements is limited to the amount of interest income it can potentially earn on surplus cash deposits. The following sensitivity analysis is based on the interest rate risk exposures in existence at the reporting date.

At reporting date, the Group had the following financial assets exposed to variable interest rates that are not designated in cash flow hedges:

	30-Jun-15		30-Jun-14	
	Interest bearing	Non-interest bearing	Interest bearing	Non-interest bearing
	\$	\$	\$	\$
Financial Assets				
Cash and cash equivalents	199,495	1,256	132,029	58,123
Net exposure	199,495	1,256	132,029	58,123

The following sensitivity analysis is based on the interest rate risk exposures in existence at the reporting date. The 0.5% (2014: 0.5%) sensitivity is based on reasonably possible changes, over a financial year, using an observed range of historical LIBOR movements over the last 3 years.

At 30 June 2015, if interest rates had moved, as illustrated in the table below, with all other variables held constant, post-tax profit and equity relating to financial assets of the Group would have been affected as follows:

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

	30-Jun-15	30-Jun-14
	\$	\$
Judgements of reasonably possible movements		
<i>Post tax profit - higher / (lower)</i>		
Increase 0.5%	997	660
Decrease 0.5%	(997)	(660)
<i>Equity - higher / (lower)</i>		
Increase 0.5%	997	660
Decrease 0.5%	(997)	(660)

Liquidity Risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Company anticipates a need to raise additional capital in the next 12 months to meet forecasted operational activities. The decision on how the Company will raise future capital will depend on market conditions existing at that time.

Typically the Group ensures that it has sufficient cash on demand to meet expected operational expenses for a period of 60 days, including the servicing of financial obligations; this excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

The Group has no access to credit standby facilities or arrangements for further funding or borrowings in place.

The financial liabilities the Group had at reporting date were trade payables incurred in the normal course of the business and an amount owing pursuant to a contract of sale. Trade payables were non-interest bearing and were due within the normal 30-60 days terms of creditor payments.

Maturities of financial liabilities

The table below analyses the Group's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows.

	Less than 1 month	1-3 months	3 months - 1 year	1-5 years	5+ years	Total contractual cash flows	Carrying amount of liabilities
30-Jun-15	\$	\$	\$	\$	\$	\$	\$
Trade and other payables	210,112	-	-	-	-	210,112	210,112
	210,112	-	-	-	-	210,112	210,112

	Less than 1 month	1-3 months	3 months - 1 year	1-5 years	5+ years	Total contractual cash flows	Carrying amount of liabilities
30-Jun-14	\$	\$	\$	\$	\$	\$	\$
Trade and other payables	103,573	-	-	60,500	-	164,073	164,073
Financial liabilities							
- Interest bearing	-	260,000	-	-	-	260,000	260,000
	103,573	260,000	-	60,500	-	424,073	424,073

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

Credit risk

Credit risk arises from the financial assets of the Group, which comprise deposits with banks and trade and other receivables. The Group's exposure to credit risk arises from potential default of the counter party, with the maximum exposure equal to the carrying amount of these instruments. The carrying amount of financial assets included in the statement of financial position represents the Group's maximum exposure to credit risk in relation to those assets.

The Group does not hold any credit derivatives to offset its credit exposure.

Except for the above mentioned, the Group trades only with recognised, credit worthy third parties and as such collateral is not requested nor is it the Group's policy to securitise its trade and other receivables.

Receivable balances are monitored on an ongoing basis with the result that the Group does not have a significant exposure to bad debts. Trade and other receivables are expected to have a maturity of less than 6 months, for both year ends.

There are no significant concentrations of credit risk within the Group.

Price Risk Sensitivity Analysis

The Group's equity investment is publicly traded on the ASX. The table below summarises the impact of increases/decreases of this index on the Group's post tax loss for the year and on equity. The analysis is based on the assumption that equity indexes had increased/decreased by 10% (2014: 10%) with all other variables held constant and the Group's equity instruments moved according to the historical correlation with the index.

	30-Jun-15	30-Jun-14
	\$	\$
Change in loss (Post-tax)		
Increase in ASX All Ordinary Index by 10%	13	740
Decrease in ASX All Ordinaries Index by 10%	(13)	(740)
Change in equity (Post-tax)		
Increase in ASX All Ordinary Index by 10%	13	740
Decrease in ASX All Ordinaries Index by 10%	(13)	(740)

The above price risk sensitivity analysis has been performed on the assumption that all other variables remain unchanged.

Fair Value of financial instruments

The methods of estimating fair value are outlined in the relevant notes to the financial statements. All financial assets and liabilities recognised in the statement of financial position, whether they are carried at cost or fair value, are recognised at amounts that represent a reasonable approximation of fair values unless otherwise stated in the applicable notes.

The following tables detail the Group's fair values for financial instruments categorised into the following levels:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

Consolidated 2015	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Ordinary shares at fair value through profit or loss	131	-	-	131
Total assets	131	-	-	131
Consolidated 2014	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Ordinary shares at fair value through profit or loss	7,399	-	-	7,399
Total assets	7,399	-	-	7,399

23. EVENTS SUBSEQUENT TO REPORTING DATE

On 10 August 2015, the Company entered into a graphene research partnership contract with University of Waterloo in Ontario (near Toronto), which was voted the most Innovative University in Canada in 2014. Beneficiated graphite from the Company's Manitouwadge Jumbo Flake Graphite Project in Ontario has been provided to the research team, which will initially focus on the potential extraction of ultra-large graphene. This research team has extensive academic and commercial experience with graphene extraction and applications.

On 2 September 2015, the Company received a detailed geophysical review for its 100%-owned Manitouwadge Jumbo Flake Graphite Project in Ontario, Canada. The review identified multiple new areas of potential graphite prospectively on its existing tenement package. All areas are located approximately 25kms north / north east of the town of Manitouwadge and have good access via a series of main and logging roads.

On 14 September 2015 the Company advised that its registered address and principal place of business changed effectively immediately to Suite 6, 295 Rokeby Road Subiaco WA 6008.

On 18 September 2015 the Company confirmed extensive zones of outcropping flake graphite within a newly identified 2.6km long anomaly (Silver Star) at its 100% owned Manitouwadge Jumbo Flake Graphite Project in Ontario, Canada. The new discovery has significantly upgraded the scale and potential of the Manitouwadge Project and represents a priority drilling target.

Apart from the above, 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.

24. COMPANY DETAILS

The registered office and principal place of business address is:

Ardiden Limited
Suite 6, 295 Rokeby Road
Subiaco, WA 6008

25. COMMITMENTS

There are no operating lease or exploration commitments as at 30 June 2015.

26. CONTINGENT ASSETS AND LIABILITIES

There are no contingent assets and liabilities as at 30 June 2015.

27. DIVIDENDS

There were no dividends paid or declared during the financial year.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

DIRECTORS' DECLARATION

FOR THE YEAR ENDED 30 JUNE 2015

The directors declare that:

1. The financial statements, notes and additional disclosures included in the Directors' Report and designated as audited, are in accordance with the Corporations Act 2001 and:
 - (a) comply with Accounting Standards and Corporations Regulations 2001;
 - (b) giving a true and fair view of the Company's and Group's financial position as at 30 June 2015 and of their performance for the year ended on that date;
 - (c) the financial statements are in compliance with International Financial Reporting Standards, as stated in note 2(a) to the financial statements.
2. The Chief Executive Officer and Chief Financial Officer have declared that:
 - (b) the financial records of the Company for the financial year have been properly maintained in accordance with section 286 of the Corporations Act 2001;
 - (c) the financial statements and notes for the financial year comply with Accounting Standards; and
 - (d) the financial statements and notes for the financial year give a true and fair view;
3. 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.



Piers Lewis
Director

Perth, Western Australia
Dated: 25 September 2015

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ARDIDEN LIMITED

Report on the Financial Report

We have audited the accompanying consolidated financial report of Ardiden Limited (the company), which comprises the consolidated statement of financial position as at 30 June 2015, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the company and the consolidated entity. The consolidated entity comprises the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 2(a), the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

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

Tel: 61 8 9426 8999 | Fax: 61 8 9426 8900 | www.pkfmack.com.au

PKF Mack | ABN 64 591 268 274

4th Floor, 35 Havelock Street | West Perth | Western Australia 6005 | Australia

PO Box 609 | West Perth | Western Australia 6872 | Australia

Opinion

In our opinion:

- (a) the financial report of Ardiden Limited is in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 2(a).

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2(d) in the financial report, which indicates that the consolidated entity incurred a net loss after tax of \$597,596 and had a cash outflow from operating activities of \$270,639 during the year ended 30 June 2015. These conditions, along with other matters as set forth in Note 2(d), indicate the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

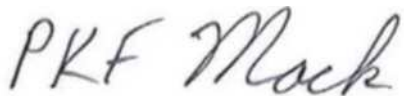
The financial report of the consolidated entity does not include any adjustments in relation to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the consolidated entity not continue as going concern.

Report on the Remuneration Report

We have audited the Remuneration Report included in pages 9 to 15 of the directors' report for the year ended 30 June 2015. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Opinion

In our opinion, the Remuneration Report of Ardiden Limited for the year ended 30 June 2015, complies with section 300A of the Corporations Act 2001.



PKF MACK



SHANE CROSS
PARTNER

25 SEPTEMBER 2015
WEST PERTH,
WESTERN AUSTRALIA

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

SHAREHOLDERS INFORMATION

FOR THE YEAR ENDED 30 JUNE 2015

HOLDINGS AS AT 16 September 2015

Number of Securities Held	FULLY PAID SHARES	
	No. of Holders	Securities
1 to 1,000	86	44,844
1,001 to 5,000	175	583,801
5,001 to 10,000	122	996,734
10,001 to 100,000	500	22,775,685
100,001 and over	349	409,101,856
Total Number of Holders	1,232	433,502,920

Number of holders of less than a marketable parcel 827

Percentage of the 20 largest holders 49.22

Substantial Shareholders

The Company has been notified of the following substantial shareholdings:

RZJ Capital Management LLC	11.00%
Cranley consulting Pty Ltd	6.37%

Voting Rights

The Constitution of the Company makes the following provision for voting at general meetings:

On a show of hands, every ordinary shareholder present in person, or by proxy, attorney or representative has one vote.
On a poll, every shareholder present in person, or by proxy, attorney or representative has one vote for any share held by the shareholder.

20 Largest Holders of Securities as at 16 September 2015:

Fully Paid Ordinary Shares

	No.	%
1. CRANLEY CONSULTING PTY LTD <CRANLEY CONSULTING A/C>	27,185,239	6.27
2. THE TRUST COMPANY (AUSTRALIA) LIMITED <MOF A/C>	26,662,055	6.15
3. RZJ CAPITAL MANAGEMENT LLC	15,000,000	3.46
4. MR JAMES THOMPSON	15,000,000	3.46
5. BELL POTTER NOMINEES LTD <BB NOMINEES A/C>	14,432,500	3.33
6. MR JOHN ANDREW RODGERS <JOHN RODGERS FAMILY A/C>	11,800,000	2.72
7. CORPORATE-STARBOARD PTY LTD	11,791,523	2.72
8. MR JAMES THOMPSON + MRS SONJA HEATH <T H CAPITAL SUPER FUND A/C>	11,203,836	2.58
9. KEO PROJECTS PTY LTD <SUPERANNUATION FUND A/C>	11,000,000	2.54
10. TSL SUPER PTY LTD <TSL SUPERANNUATION FUND A/C>	10,000,000	2.31
11. TFLT PTY LTD <LOWENSOHN FAMILY A/C>	9,559,932	2.21
12. GEJASO PTE LTD <GEJASO A/C>	7,895,003	1.82
13. GF NO 1 PTY LTD <GREEN FAMILY A/C>	6,375,000	1.47
14. LESSAR PTY LTD <THE RODNEY SHEA FAMILY A/C>	6,250,000	1.44
15. COCKATOO ISLAND IRON ORE PROJECT PTY LTD <COCKATOO ISLAND UNIT A/C>	5,500,000	1.27
16. BERRIMIL SERVICES PTY LTD <BERRIMIL SERVICES A/C>	5,279,671	1.22
17. J MOODY NOMINEES PTY LTD <THE MOODY SUPER FUND A/C>	5,000,000	1.15
18. MR ROBERT GORDON	4,780,000	1.10
19. MR BRENDAN PAUL WHITE + MRS SARA ANNE WHITE <BRENDAN & SARA'S S/F A/C>	4,421,116	1.02
20. ROSLYNDALE NOMINEES PTY LTD	4,250,000	0.98
	213,385,875	49.22

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

SHAREHOLDERS INFORMATION

FOR THE YEAR ENDED 30 JUNE 2015

Options expire 30 November 2015, issued at \$0.06

	No.	%
1. MR NEIL HACKETT	3,750,000	20
2. RECONDO PTY LTD	3,750,000	20
3. MR JAMES THOMPSON	3,750,000	20
4. MR ARRON DE JESUS CANICAIS	375,000	2
5. CRANLEY CONSULTING PTY LTD	3,375,000	18
6. BERRIMIL SERVICES PTY LTD	3,750,000	20
	18,750,000	100

Options expire 30 November 2015, issued at \$0.02

	No.	%
1. CRANLEY CONSULTING PTY LTD	1,750,000	9%
2. THE TRUST COMPANY (AUSTRALIA)	2,603,014	13%
3. GEJASO PTY LTD	778,439	4%
4. BERRIMIL SERVICES PTY LTD	1,319,918	7%
5. CRANLEY CONSULTING PTY LTD	2,910,274	15%
6. CORPORATE-STARBOARD PTY LTD	1,600,055	8%
7. MR JAMES THOMPSON &	1,300,959	7%
8. RECONDO PTY LTD	519,727	3%
9. CORPORATE-STARBOARD PTY LTD	1,000,000	5%
10. RZJ CAPITAL MANAGEMENT LLC	3,212,055	16%
11. BERRIMIL SERVICES PTY LTD	500,000	3%
12. MR JAMES THOMPSON	2,250,000	11%
	19,744,441	100%

Options expire 28 November 2017, issued at \$0.005

	No.	%
1. RZJ CAPITAL MANAGEMENT LLC	15,000,000	50.00%
2. CRANLEY CONSULTING PTY LTD	3,000,000	10.00%
3. MERCHANT GROUP PTY LTD	5,000,000	16.67%
4. CORPORATE-STARBOARD PTY LTD	3,000,000	10.00%
5. BERRIMIL SERVICES PTY LTD	1,000,000	3.33%
6. READ CORPORATE PTY LTD	1,000,000	3.33%
7. MR ARRON DE JESUS CANICAIS	500,000	1.67%
8. JEFF BERNDT MINING SERVICES	500,000	1.67%
9. MR ANTHONY CHRISTIAN MIRABILE	500,000	1.67%
10. TOPDOWN SOLUTIONS PTY LTD	500,000	1.67%
	30,000,000	100.00%

Restricted Securities

There are no restricted securities or securities subject to voluntary escrow.

On-market Buy-back

Currently there is no on-market buy-back of the Company's securities.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

SHAREHOLDERS INFORMATION

FOR THE YEAR ENDED 30 JUNE 2015

Tenements

The company wishes to provide the following information in relation to additional information required by Listing Rule 5.3.3 Mining tenements held at 30 June 2015 and their location.

Mining Interest ID	Location	Project	Interest
4268932	Olie Lake Area	Manitouwadge	100%
4268933	Olie Lake Area	Manitouwadge	100%
4268935	Olie Lake Area	Manitouwadge	100%
4268936	Olie Lake Area	Manitouwadge	100%
4268952	Olie Lake Area	Manitouwadge	100%
4268953	Olie Lake Area	Manitouwadge	100%
4268975	Olie Lake Area	Manitouwadge	100%
4268976	Olie Lake Area	Manitouwadge	100%
4269015	Olie Lake Area	Manitouwadge	100%
4269016	Olie Lake Area	Manitouwadge	100%
4268977	Ramsay Wright	Manitouwadge	100%
4268934	Thomas Lake Area	Manitouwadge	100%
4268978	Thomas Lake Area	Manitouwadge	100%
4268979	Thomas Lake Area	Manitouwadge	100%
SKP KPD #7	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #21	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #22	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #23	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #24	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #25	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #26	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #27	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #28	West Belitung, Belitung Island, Indonesia	Yinchen	30%*
IUP-OP #29	West Belitung, Belitung Island, Indonesia	Yinchen	30%*

* Ardiden signed definitive documentation to acquire 60% of Yinchen project interest in a jointly owned vehicle with Metalcorp / Tennant.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

The Board of Directors of Ardiden Limited are responsible for the corporate governance of the Company. The Board guides and monitors the business and affairs of Ardiden Limited on behalf of the shareholders by whom they are elected and to whom they are accountable. This statement reports on Ardiden Limited's key governance principles and practices.

COMPLIANCE WITH BEST PRACTICE RECOMMENDATIONS

The Company, as a listed entity, must comply with the Corporations Act 2001 and the ASX Limited (ASX) Listing Rules. The ASX Listing Rules require the Company to report on the extent to which it has followed the Corporate Governance Recommendations published by the ASX Corporate Governance Council (ASXCGC). Where a recommendation has not been followed, that fact is disclosed, together with the reasons for the departure.

The table below summaries the Company's compliance with the Corporate Governance Council's Recommendations:

Principle	Recommendations	Comply (Yes/No)	Commentary
1. Lay solid foundations for management oversight: Roles and responsibilities for board and management and how their performance is monitored and evaluated.	1.1: Listed Entity should disclose: (a) respective roles and responsibilities of its board and management; and (b) those matters expressly reserved to the board and those delegated to management	YES	Please refer to Ardiden Limited's Board Charter. The Board is accountable to the shareholders and investors for the overall performance of the Company and takes responsibility for monitoring the Company's business and affairs and setting its strategic direction, establishing and overseeing the Company's financial position. The Board is responsible for: <ul style="list-style-type: none"> • appointment of the Chairman, Chief Executive Officer and other senior executives and the determination of their terms and conditions including remuneration and termination; • assessing the performance of the Chief Executive Officer and other senior executives; • driving the strategic direction of the Company, ensuring appropriate resources are available to meet objectives and monitoring management's performance; • reviewing and ratifying systems of risk management, accounting and internal compliance and control, codes of conduct and legal compliance; • approving and monitoring the progress of major capital expenditure, capital management and significant acquisitions and divestitures; • approving and monitoring the business plan, budget and the adequacy and integrity of financial and other reporting; • approving the annual and half yearly accounts and any other significant announcements; • approving significant changes to the organisational structure; • approving the issue of any shares, options, equity instruments or other securities in the Company (subject to compliance with ASX Listing Rules); • ensuring a high standard of corporate governance practice and regulatory compliance and promoting ethical and responsible decision making; • recommending to shareholders the appointment and/or removal of the external auditor; • meeting with the external auditor, at their request, without management being present; • determining the size and composition of the board; • reporting to shareholders, stakeholders and the investment community on the performance of the company; and • approving the entity's remuneration framework.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)
CORPORATE GOVERNANCE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015

			Due to the size and scope of Ardiden responsibility for the day-to-day management of the Company's business activities is handled by the Directors.
	1.2: Listed Entity should: (a) undertake appropriate checks before appointing a person, or putting forward to security holders a candidate for election as a director: and (b) provide security holders with all material information in its possession relevant to a decision on whether or not to elect or re-elect a director	YES	Attached to the AGM Notice of Meeting for 2015 the following information will be included for all directors up for re-election: <ul style="list-style-type: none"> - Biographical details, - Other material directorships, - If 1st election: <ul style="list-style-type: none"> ▪ Material adverse info, ▪ Interest/position/association that may influence or impact independent judgement, ▪ If board considers them independent. - If re-election: <ul style="list-style-type: none"> ▪ Term of office currently served, ▪ If board considers them independent.
	1.3: A listed entity should have a written agreement with each director and senior executive setting out the terms of their appointment.	YES	There are Letters of appointment for each of the directors on Ardiden's Board.
	1.4: The Company Secretary of a listed entity should be accountable directly to the board, through the chair, on all matters to do with the proper functioning of the Board.	YES	Joint Company Secretaries of Ardiden Limited are Neil Hackett and Arron Canicaïs. Some of their responsibilities include: <ul style="list-style-type: none"> - The Company Secretary is accountable directly to the Board. - The Company Secretary will advise the Board and its committees on governance matters. - When requested by the Board, the Company Secretary will facilitate the flow of information of the Board, between the Board and its Committee and between senior executives and non-executive Directors. - The Company Secretary is to facilitate the induction of new Directors. - The Company Secretary is to facilitate the implementation of Board policies and procedures. - The Company Secretary coordinates, organise and attend Board and Shareholder meetings and ensure that correct procedures are followed and accurately captured in minutes. - Each Director is able to communicate directly with the Company Secretary and vice versa. - The Company Secretary maintain corporate governance and compliance systems to ensure adherence to the Company's Constitution, the ASX Listing Rules and applicable other laws. - All Directors have access to the advice and services provided by the Company Secretary. - The Board has the responsibility for the appointment and removal of the Company Secretary Each director is able to communicate directly with the joint company secretaries and vice versa.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	<p>1.5: Listed Entity should:</p> <p>(a) Have a diversity Policy which includes requirements for Board/Committee to see measurable objectives for achieving gender diversity and assess them and achieving them annually</p> <p>(b) disclose that policy</p> <p>(c) disclose at end of reporting period how objectives are being achieved via:</p> <p>(i) respective proportions of men and women on the board, in senior executive positions and across the whole organisation (including how senior exec is defined); or</p> <p>(ii) if entity is a “relevant employer” under the Workplace Gender Equality Act, the entities most recent “Gender Equality Indicators” as defined in the Act.</p>	<p align="center">YES</p>	<p>The Company recognises that a diverse and talented workforce is a competitive advantage and that the Company’s success is the result of the quality and skills of our people. As such, the Board has adopted a Workplace Diversity Policy which can be found on the Ardiden website. The Policy is to recruit and manage on the basis of qualification for the position and performance, regards of gender, age, nationality, race, religious beliefs, cultural background, sexuality, marital status or physical ability. It is essential that the Company employs the appropriate person for each job and that each person strives for a high level of performance.</p> <p>The Board reviews the Workplace Diversity Policy and the composition of the personnel for Ardiden annually.</p> <p>At Balance date the Board has no female directors and 0% of the senior executives are female. There are no females in the workforce of Ardiden Limited.</p>
	<p>1.6: A listed entity should:</p> <p>(a) have and disclose a process for periodically evaluating the performance of the Board, its committees and individual directors; and</p> <p>(b) disclose, in relation to each reporting period, whether a performance evaluation was undertaken in the reporting period in accordance with that process.</p>	<p align="center">YES</p>	<p>A copy of the Board Performance Evaluation Process can be found in the Corporate Governance section of the Company’s website. The performance of the Board is reviewed regularly by the Chairman. The Chairman conducts performance evaluations which involve an assessment of each Board member’s performance against specific and measurable qualitative and quantitative performance criteria. The performance criteria against which directors are assessed is aligned with the financial and non-financial objectives of Ardiden Limited.</p> <p>Primarily, the review will be carried out through consultation by the Chairman and with individual Directors. Directors whose performance is consistently unsatisfactory may be asked to retire.</p> <p>During June 2015, over a series of informal discussions, the Chairman reviewed each director. All directors’ performances met performance criteria.</p>

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	<p>1.7: A listed entity should:</p> <p>(a) have and disclose a process for periodically evaluating the performance of its senior executives; and</p> <p>(b) disclose, in relation to each reporting period, whether a performance evaluation was undertaken in the reporting period in accordance with that process.</p>	YES	<p>The performance of senior executives are reviewed regularly by the Chairman. The Chairman conducts performance evaluations which involve an assessment of each senior executive's performance against specific and measurable qualitative and quantitative performance criteria. The performance criteria against which executives are assessed is aligned with the financial and non-financial objectives of Ardiden Limited. Primarily, the review will be carried out through consultation by the Chairman and with individual executives. Executives whose performance is consistently unsatisfactory may be asked to resign.</p> <p>During June 2015, over a series of informal discussions, the Chairman reviewed each senior executive. All senior executive's performances met performance criteria.</p>
<p>2. Structure the Board to add value:</p> <p>A listed entity should have a board of an appropriate size, composition, skills and commitment to enable it to discharge its duties effectively.</p>	<p>2.1 The board of a listed entity should:</p> <p>(a) Have a nomination committee which:</p> <p>(i) has at least three members, a majority of whom are independent directors; and</p> <p>(ii) is chaired by a independent director; and disclose:</p> <p>(iii) the charter of the committee;</p> <p>(iv) the members of the committee; and</p> <p>(iv) as at the end of each reporting period, the number of times the committee met through the period and the individual attendances of the members at those meetings; or</p> <p>(b) If it does not have a nomination committee disclose that fact and the processes it employs to address board succession issue and to ensure that the board has the appropriate balance of skills, knowledge experience, independence and diversity to enable it to discharge its duties and responsibilities effectively.</p>	NO	<p>The Company does not comply with ASX Recommendation 2.1(a). Ardiden's Board is not of a relevant size to consider formation of a separate nomination committee to deal with the selection and appointment of new Directors or executives and as such a nomination committee has not been formed.</p> <p>Nominations of new Directors or executives are considered by the full Board. If any vacancies arise on the Board or at executive level, all directors are involved in the search and recruitment of a replacement. The Board has taken a view that the full Board will hold special meetings or sessions as required. The full Board also assesses its balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively.</p> <p>The Board are confident that this process for selection and review is stringent and full details of all Directors are provided to shareholders in the annual report and on the Company's website.</p>

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	2.2: A listed entity should have and disclose a board skills matrix setting out the mix of skills and diversity that the board currently has or is looking to achieve in its membership.	YES	<p>The Company identifies the following as the main areas of skills required by the Board to successfully service the Company. The Directors have been measured to these areas in the skills matrix:</p> <table><thead><tr><th></th><th>Number of Directors that meet the skill</th></tr></thead><tbody><tr><td>Executive and Non-Executive experience</td><td>3</td></tr><tr><td>Industry experience and knowledge</td><td>3</td></tr><tr><td>Leadership</td><td>3</td></tr><tr><td>Corporate governance and Risk Management</td><td>3</td></tr><tr><td>Strategic thinking</td><td>3</td></tr><tr><td>Desired behavioural competencies</td><td>3</td></tr><tr><td>Geographic experience</td><td>1</td></tr><tr><td>Capital Markets experience</td><td>3</td></tr><tr><td>Subject matter expertise</td><td></td></tr><tr><td>- accounting</td><td>3</td></tr><tr><td>- capital management</td><td>3</td></tr><tr><td>- corporate financing</td><td>3</td></tr><tr><td>- industry taxation</td><td>0</td></tr><tr><td>- risk management</td><td>2</td></tr><tr><td>- legal</td><td>1</td></tr><tr><td>- IT expertise</td><td>0</td></tr></tbody></table> <p>As can be seen the main areas identified are well represented by the Directors. With regards to Industry taxation and IT expertise there is a known skills shortage however these skills have been successfully outsourced to experienced consultants in the market, to the point where the Board is comfortable they are being met. The Board review the skills matrix annually.</p>		Number of Directors that meet the skill	Executive and Non-Executive experience	3	Industry experience and knowledge	3	Leadership	3	Corporate governance and Risk Management	3	Strategic thinking	3	Desired behavioural competencies	3	Geographic experience	1	Capital Markets experience	3	Subject matter expertise		- accounting	3	- capital management	3	- corporate financing	3	- industry taxation	0	- risk management	2	- legal	1	- IT expertise	0
	Number of Directors that meet the skill																																				
Executive and Non-Executive experience	3																																				
Industry experience and knowledge	3																																				
Leadership	3																																				
Corporate governance and Risk Management	3																																				
Strategic thinking	3																																				
Desired behavioural competencies	3																																				
Geographic experience	1																																				
Capital Markets experience	3																																				
Subject matter expertise																																					
- accounting	3																																				
- capital management	3																																				
- corporate financing	3																																				
- industry taxation	0																																				
- risk management	2																																				
- legal	1																																				
- IT expertise	0																																				

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	<p>2.3: A listed entity should disclose:</p> <p>(a) the names of the directors considered by the board to be independent directors</p> <p>(b) if a director has an interest, position, association or relationship as described in Box 2.3 (Factors relevant to assessing independence) but the board is of the opinion that it doesn't compromise the independence of the director, nature of the interest, position, association or relationship and an explanation as to why the board is of that opinion; and</p> <p>(c) the length of service of each director.</p>	<p>YES</p>	<p>The Company recognises that independent directors are important in assuring shareholders that the Board is properly fulfilling its role and is diligent in holding senior management accountable for its performance. The Board assesses each of the directors against specific criteria to decide whether they are in a position to exercise independent judgment.</p> <p>Directors of Ardiden Limited are considered to be independent when they are independent of management and free from any business or other relationship that could materially interfere with, or could reasonably be perceived to materially interfere with, the exercise of their unfettered and independent judgement.</p> <p>In making this assessment, the Board considers all relevant facts and circumstances. Relationships that the Board will take into consideration when assessing independence are whether a Director:</p> <ul style="list-style-type: none">• is a substantial shareholder of the Company or an officer of, or otherwise associated directly with, a substantial shareholder of the Company;• is employed, or has previously been employed in an executive capacity by the Company or another Company member, and there has not been a period of at least three years between ceasing such employment and serving on the Board;• has within the last three years been a principal of a material professional advisor or a material consultant to the Company or another Company member, or an employee materially associated with the service provided;• is a material supplier or customer of the Company or other Company member, or an officer of or otherwise associated directly or indirectly with a material supplier or customer; or• has a material contractual relationship with the Company or another Company member other than as a Director. <p>The Board of Ardiden consists of:</p> <table><tr><td>Name</td><td>Term in Office</td></tr><tr><td>Neil Hackett</td><td>Since 5 June 2012</td></tr><tr><td>James Thompson</td><td>Since 5 June 2012</td></tr><tr><td>Piers Lewis</td><td>Since 27 March 2012</td></tr></table> <p>The Board of Ardiden consider Neil Hackett an independent director. Neil also acts as the Chairman for Ardiden Limited.</p>	Name	Term in Office	Neil Hackett	Since 5 June 2012	James Thompson	Since 5 June 2012	Piers Lewis	Since 27 March 2012
Name	Term in Office										
Neil Hackett	Since 5 June 2012										
James Thompson	Since 5 June 2012										
Piers Lewis	Since 27 March 2012										

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	2.4: A majority of the Board of a listed entity should be independent directors.	NO	<p>The Board is currently comprised of three non-executive Directors, one is independent.</p> <p>The Company does not comply with ASX Recommendation 2.4. The Company is not of a relevant scale or size to appoint further independent director's to meet the requirements of ASX Recommendation 2.4.</p>
	2.5: The Chair of a Board of a listed entity should be an independent director and, in particular, should not be the same person as the CEO of the entity.	YES	<p>In recognition of the importance of independent views and the Board's role in supervising the activities of management the Chairman Neil Hackett is an independent, non-executive director.</p>
	2.6: A listed entity should have a program for inducting new directors and provide appropriate professional development opportunities for directors to develop and maintain the skills and knowledge needed to perform their role as directors effectively.	YES	<p>The Company has an in-formalised program for the induction of new Directors. This induction covers all aspects of the Company's operations including the provision of information and meetings with relevant senior executives so as to ensure that new Directors are able to fulfil their responsibilities and contribute to Board discussions.</p> <p>Existing Directors are encouraged to participate in appropriate professional development opportunities to develop and maintain the skills and knowledge needed to perform their role as a Director. The Chairman of the Board of Ardiden assess individual Board members skills during the performance review of each director. Any training or skill gaps identified are tabled to the Board to consider options to fill gaps identified.</p>
<p>3. Act Ethically and Responsibly:</p> <p>A listed entity should act ethically and responsibly.</p>	<p>3.1 A listed entity should:</p> <p>(a) Have a code of conduct for its directors, senior executives and employees; and</p> <p>(b) disclose that code of conduct or a summary of it.</p>	YES	<p>A Copy of the Code of Conduct can be found in the Corporate Governance section of the Company's website.</p> <p>The Board endeavours to ensure that the Directors, officers and employees of the Company act with integrity and observe the highest standards of behaviour and business ethics in relation to their corporate activities. The "Code of Conduct" sets out the principles, practices, and standards of personal behaviour the Company expects people to adopt in their daily business activities.</p> <p>All Directors, officers and employees are required to comply with the Code of Conduct. Senior managers are expected to ensure that employees, contractors, consultants, agents and partners under their supervision are aware of the Company's expectations as set out in the Code of Conduct.</p> <p>All Directors, officers and employees are expected to:</p> <ol style="list-style-type: none"> comply with the law; act in the best interests of the Company; be responsible and accountable for their actions; and observe the ethical principles of fairness, honesty and truthfulness, including prompt disclosure of potential conflicts.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

<p>4. Safeguard Integrity in corporate reporting:</p> <p>A listed entity should have formal and rigorous processes that independently verify and safeguard the integrity of its corporate reporting.</p>	<p>4.1 The board of a listed entity should:</p> <p>(a) have an audit committee which:</p> <p>(i) has at least 3 members, all of whom are non-executive directors and a majority of whom are independent directors; and</p> <p>(ii) is chaired by an independent director, who is not the chair of the board;</p> <p>And disclose:</p> <p>(iii) the charter of the committee</p> <p>(iv) the relevant qualifications and experience of the member of the committee; and</p> <p>(v) in relation to each reporting period, the number of times the committee met throughout the period and the individual attendances of the member at those meetings; or</p> <p>(b) if it does not have an audit committee, disclose that fact and the processes it employs that independently verify and safeguard the integrity of its corporate reporting, including the processes for the appointment and removal of the external auditor and the rotation of the audit engagement partner.</p>	<p align="center">NO</p>	<p>Given the size and scale of the Company's operations the full Board undertakes the role of the Audit Committee. The role and responsibilities of the Audit Committee are summarised below.</p> <p>The Audit Committee is responsible for reviewing the integrity of the Company's financial reporting and overseeing the independence of the external auditors. The Board sets aside time to deal with issues and responsibilities usually delegated to the Audit Committee to ensure the integrity of the financial statements of the Company and the independence of the auditor.</p> <p>The Board reviews the audited annual and half-year financial statements and any reports which accompany published financial statements and recommends their approval to the members. The Board also reviews annually the appointment of the external auditor, their independence and their fees.</p> <p>The Board is also responsible for establishing policies on risk oversight and management. The Company has not formed a separate Risk Management Committee due to the size and scale of its operations.</p> <p><i>External Auditors</i></p> <p>The Company's policy is to appoint external auditors who clearly demonstrate quality and independence. The performance of the external auditor is reviewed annually and applications for tender of external audit services are requested as deemed appropriate, taking into consideration assessment of performance, existing value and tender costs. It is PKF Mack & Co's policy to rotate engagement partners on listed companies at least every five years.</p> <p>An analysis of fees paid to the external auditors, including a break-down of fees for non-audit services, is provided in the notes to the financial statements in the Annual Report.</p> <p>There is no indemnity provided by the Company to the auditor in respect of any potential liability to third parties.</p> <p>The external auditor is requested to attend the annual general meeting and be available to answer shareholder questions about the conduct of the audit and preparation and content of the audit report.</p> <p>Non-audit services provided by the auditors during the year are detailed in the financial statements.</p> <p>The Board continues to strive to meet the ASX Corporate Governance Principles and Recommendations or other such principles and guidance as the Board may consider appropriate from time to time, however the Board also recognises that complying with the ASX Corporate Governance Principles and Recommendation 4.1 is impractical given the size of the Company and the industry in which it operates. The board consists of three (3) members and therefore the Directors believe, it is sufficient for the full board to assume those responsibilities that are ordinarily assigned to an audit committee.</p>

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	4.2: The board of a listed entity should, before it approves the entity's financial statements for a financial period, receive from its CEO and CFO a declaration that, in their opinion, the financial records of the entity have been properly maintained and that the financial statements comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the entity and that the opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.	YES	<p>The Chief Executive Officer and Chief Financial Officer, or equivalent, provide to the Board written certification that in all material respects:</p> <ul style="list-style-type: none"> (a) The Company's financial statements present a true and fair view of the Company's financial condition and operational results and are in accordance with relevant accounting standards; (b) The statement given to the Board on the integrity of the Company's financial statements is founded on a sound system of risk management and internal compliance and controls which implements the policies adopted by the Board; and <p>The Company's risk management an internal compliance and control system is operating efficiently and effectively in all material respects.</p> <p>As a matter of process the Ardiden Board receive this certification from the CEO and CFO, or those within the entity that perform the duties of the CEO and CFO, outlining compliance with Principle 4.2 before the finalisation of any financial statements.</p>
	4.3: A listed entity that has an AGM should ensure that its external auditor attends its AGM and is available to answer questions from security holders relevant to the audit	YES	As disclosed above at 4.1 above the external auditor is requested to attend the annual general meeting and be available to answer shareholder questions about the conduct of the audit and preparation and content of the audit report.
<p>5. Make Timely and Balanced Disclosure:</p> <p>A listed entity should make timely and balanced disclosure of all matters concerning it that a reasonable person would expect to have a material effect on the price or value of its securities.</p>	<p>5.1 A listed entity should:</p> <ul style="list-style-type: none"> (a) have a written policy for complying with its continuous disclosure obligations under the Listing Rules; and (b) disclose that policy or a summary of it 	YES	<p>A copy of the "Disclosure Policy" can be found in the Corporate Governance section of the Company's website.</p> <p>The Company believes that all shareholders should have equal and timely access to material information about the Company including its financial situation, performance, ownership and governance. The Company's "Disclosure Policy" encourages effective communication with its shareholders by requiring that Company announcements:</p> <ul style="list-style-type: none"> • be factual and subject to internal vetting and authorisation before issue; • be made in a timely manner; • not omit material information; • be expressed in a clear and objective manner to allow investors to assess the impact of the information when making investment decisions; • be in compliance with ASX Listing Rules continuous disclosure requirements; and • be placed on the Company's website promptly following release.

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

			<p>Shareholders are encouraged to participate in general meetings. Copies of addresses by the Chairman or Chief Executive Officer are disclosed to the market and posted on the Company's website. The Company's external auditor attends the Company's annual general meeting to answer shareholder questions about the conduct of the audit, the preparation and content of the audit report, the accounting policies adopted by the Company and the independence of the auditor in relation to the conduct of the audit.</p> <p>The Company's "Disclosure Policy" described above reinforces the Company's commitment to continuous disclosure and outline management's accountabilities and the processes to be followed for ensuring compliance.</p> <p>The policy also contains guidelines on information that may be price sensitive. The Company Secretary has been nominated as the person responsible for communications with the ASX. This role includes responsibility for ensuring compliance with the continuous disclosure requirements with the ASX Listing Rules and overseeing and coordinating information disclosure to the ASX.</p>
<p>6. Respect the Rights of Security Holders:</p> <p>A listed entity should respect the rights of its security holders by providing them with appropriate information and facilities to allow them to exercise those rights effectively.</p>	<p>6.1 A listed entity should provide information about itself and its governance to investors via its website.</p>	YES	<p>Ardiden has a comprehensive website found at www.ardiden.com.au, where there are links to directors and their details, constitution, charters, CG policies. Also included are links to all financial reports, announcements, notice of meeting's, research reports and presentations and any external media commentary made on the Company.</p> <p>Details on operations including projects is also included.</p>
	<p>6.2 A listed entity should design and implement an investor relations program to facilitate effective two-way communication with investors.</p>	YES	<p>The Company has established a Shareholder Communications policy which underpins the investor relations program. A copy of this policy can be found on the Company's website.</p> <p>The Board's policy is to seek to inform shareholders of all major developments affecting the Company by allowing investors and other financial market participants to gain a greater understanding of the entity's business, governance, financial performance and prospects.</p> <p>The Company has contracted an Investor Relations firm who regularly reports to the Board.</p>

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	6.3 A listed entity should disclose the policies and processes it has in place to facilitate and encourage participation at meetings of security holders.	YES	The Company has policies and procedures that enable shareholders to receive the reports and participate in shareholder meetings by attendance or by written communication. The Board seeks to notify all shareholders so they can be fully informed for voting at the Annual General Meeting or any General Meetings that arise. Shareholders who have made an election receive a copy of the Company's Annual Report by mail; otherwise, the Annual Report is available on the Company's website.
	6.4 A listed entity should give security holders the option to receive communications from, and send communications to, the entity and its security registry electronically.	YES	The Company has the capability to communicate with shareholders electronically through its website, email communications and via the share registry. Electronic contact details are provided on the Company's website.
7. Recognise and Manage Risk:			
A listed entity should establish a sound risk management framework and periodically review the effectiveness of that framework.	<p>7.1 The board of a listed entity should:</p> <p>(a) have a committee or committees to oversee risk, each of which:</p> <p>(i) has at least three members, a majority of whom are independent directors; and</p> <p>(ii) is chaired by an independent director, and disclose:</p> <p>(iii) the charter of the committee;</p> <p>(iv) the members of the committee; and</p> <p>(v) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or</p> <p>(b) if it does not have a risk committee or committees that satisfy (a) above, disclose that fact and the processes it employs for overseeing the entity's risk management framework.</p>	NO	<p>Given the size and scale of the Company's operations the full Board undertakes the role of the Risk Committee. The role and responsibilities of the Risk Committee are summarised below.</p> <p>Details of the relevant qualifications and experience of the members of the Board and the number of times the Board met are detailed within the Annual Report. The Board is accountable for the implementation of the risk management process and is ultimately responsible for the management of risks in the business.</p> <p>The Board has adopted a formal Risk Management Policy and associated procedures so as to formalise the process of managing material business risks of the Company. A copy of the Policy is available on the Company's website.</p>

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	<p>7.2 The board or a committee of the board should:</p> <p>(a) review the entity's risk management framework at least annually to satisfy itself that it continues to be sound; and</p> <p>(b) disclose, in relation to each reporting period, whether such a review has taken place.</p>	YES	<p>The Risk Management Policy requires Management to design and implement risk management processes and systems to identify and manage the Company's material business risks and report to the Board on whether those risks are being managed effectively.</p> <p>The Board is regularly briefed and involved in discussions in relation to many of the material business risks facing the Company.</p> <p>The risk management framework is reviewed at least annually by the Board and has been reviewed in June 2015 for the year ended 30 June 2015.</p> <p>The Chief Executive Officer and the Chief Financial Officer are required to make a declaration in accordance with section 295A of the Corporations Act that the Company's financial reports present a true and fair view in all material respects of the Company's financial condition and operational results and are in accordance with relevant accounting standards, and to provide assurance that the declaration is founded on a sound system of risk management and internal control, and that the system is operating effectively in all material respects.</p>
	<p>7.3 A listed entity should disclose:</p> <p>(a) if it has an internal audit function, how the function is structured and what role it performs; or</p> <p>(b) if it does not have an internal audit function, that fact and the processes it employs for evaluating and continually improving the effectiveness of its risk management and internal control processes.</p>	YES	<p>The Company does not have a formal internal audit function. The Board monitors the need for an internal audit function having regard to the size, geographic location and complexity of the Company's operations.</p> <p>The Company's Management periodically undertakes an internal review of financial systems and processes and where systems are considered to require improvement these systems are developed. The Board also considers external reviews of specific areas and monitors the implementation of system improvements.</p>
	<p>7.4 A listed entity should disclose whether it has any material exposure to economic, environmental and social sustainability risks and, if it does, how it manages or intends to manage those risks.</p>	YES	<p>The Board identifies and manages the following as material economic, environmental and social sustainability risks:</p> <p>Listed entities have economic risks with regard to the capital markets, and this impacts that Company's ability to raise funds for project development and working capital requirements. The Company constantly monitors its cash reserves and the state of the capital markets.</p> <p>Ardiden's exploration activities in Canada meet Environmental regulations around exploration activities. This is managed via utilising reputable contractors in Canada to undertake works in Canada.</p> <p>Ardiden operates in a comparable manner to other junior exploration companies listed on the ASX. Ardiden has not formally identified any social sustainability risks at this stage.</p>

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

<p>8. Remunerate Fairly and Responsibly:</p> <p>A listed entity should pay director remuneration sufficient to attract and retain high quality directors and design its executive remuneration to attract, retain and motivate high quality senior executives and to align their interests with the creation of value for security holders.</p>	<p>8.1 The board of a listed entity should:</p> <p>(a) have a remuneration committee which:</p> <ul style="list-style-type: none"> (i) has at least three members, a majority of whom are independent directors; and (ii) is chaired by an independent director, and disclose: (iii) the charter of the committee; (iv) the members of the committee; and (v) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or <p>(b) if it does not have a remuneration committee, disclose that fact and the processes it employs for setting the level and composition of remuneration for directors and senior executives and ensuring that such remuneration is appropriate and not excessive.</p>	<p>YES</p>	<p>The role of a Remuneration Committee is to assist the Board in fulfilling its responsibilities in respect of establishing appropriate remuneration levels and incentive policies for employees.</p> <p>The Board has not established a separate Remuneration Committee due to the size and scale of its operations. This does not comply with Recommendation 8.1(a) however the Board as a whole takes responsibility for such issues and there is a Remuneration Policy which can be found in the Corporate Governance section of the Company's website.</p> <p>The responsibilities include setting policies for senior officers remuneration, setting the terms and conditions for the CEO, reviewing and making recommendations on the Company's incentive schemes and superannuation arrangements, reviewing the remuneration of both executive and non-executive directors and undertaking reviews of the CEO's performance.</p> <p>The board policy is to remunerate Directors at market rates for time, commitment and responsibilities. The Board determines payments to the Directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. Fees for Non-Executive Directors are not linked to the performance of the Consolidated entity. However, to align Directors' interests with shareholders' interests, the Directors are encouraged to hold shares in the Company.</p> <p>The Company's aim is to remunerate at a level that will attract and retain high-calibre directors and employees. Company officers and Directors are remunerated to a level consistent with the size of the Company.</p> <p>The Board believes that it has implemented suitable practices and procedures that are appropriate for an organisation of this size and maturity.</p> <p>In accordance with best practice corporate governance, the structure of Non-Executive Director and Executive compensation is separate and distinct.</p> <p>In determining remuneration, the Board has taken a view that the full Board will hold special meetings or sessions as required. No Director participated in any deliberation regarding his or her own remuneration or related issues. The Board are confident that this process for determining remuneration is stringent and full details of remuneration policies and remuneration received by directors and executives in the current period is contained in the "Remuneration Report" within the Directors' Report of the Annual Report.</p>

ARDIDEN LIMITED (FORMERLY STRATOS RESOURCES LIMITED)

CORPORATE GOVERNANCE STATEMENT

FOR THE YEAR ENDED 30 JUNE 2015

	<p>8.2 A listed entity should separately disclose its policies and practices regarding the remuneration of non-executive directors and the remuneration of executive directors and other senior executives.</p>	<p>YES</p>	<p>A copy of the Remuneration Policy can be found in the Corporate Governance section of the Company's website.</p> <p>The Company has structured the remuneration of its senior executives, where applicable, such that it comprises a fixed salary, statutory superannuation and participation in the Company's Employee Incentive Option Plan. The Company believes that by remunerating senior executives in this manner it rewards them for performance and aligns their interests with those of shareholders and increases the Company's performance.</p> <p>Non-executive directors are paid their fees out of the maximum aggregate amount approved by shareholders for non-executive director remuneration. The Company does not adhere to Guidelines for non-executive director remuneration 'Non-executive directors should not receive options with performance hurdles'. The Company has previously granted options to non-executive directors and, potentially, will do so in the future. The Board is of the view that options (for both executive and non-executive directors) are a non-cash cost effective benefit for small companies such as Ardiden Limited that seek to conserve cash reserves. They also provide an incentive that ultimately benefits both shareholders and the optionholder, as optionholders will only benefit if the market value of the underlying shares exceeds the option strike price. Ultimately, shareholders will make that determination.</p> <p>The Remuneration Report contained in the Annual Report outlines the Director and executive remuneration arrangements of the Company in accordance with the requirements of the Corporations Act 2001 and the Corporations Regulations. It also provides the remuneration disclosure required by AASB 124 Related Party Disclosures.</p> <p>There are no schemes for retirement benefits, other than superannuation, for Non-Executive Directors, where applicable.</p>
	<p>8.3 A listed entity which has an equity-based remuneration scheme should:</p> <p>(a) have a policy on whether participants are permitted to enter into transactions (whether through the use of derivatives or otherwise) which limit the economic risk of participating in the scheme; and</p> <p>(b) disclose that policy or a summary of it.</p>	<p>YES</p>	<p>The Company has an Employee Incentive Option Plan, which has been approved by Shareholders, a copy of which is located on the Corporate Governance homepage on the website.</p> <p>The Board has a Securities Trading Policy that all participants in an equity based remuneration scheme are not allowed to use derivatives which hedges against the equity position provided via the equity based remuneration scheme. A copy of the Security Trading Policy can be found on the Corporate Governance home page on the Company's website.</p>