

OROPA LIMITED

ACN 009 241 374

**HALF YEAR FINANCIAL REPORT
31 DECEMBER 2006**

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

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OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

DIRECTORS' REPORT
For the Half Year Ended 31 December 2006

Your directors present their report on the consolidated entity consisting of Oropa Limited ("Oropa") and the entities it controlled at the end of, or during the half-year ended 31 December 2006.

DIRECTORS

The following persons were directors of Oropa during the whole of the half-year and up to the date of this report:

BJ Hurley

PCJ Christie

RG Murchison

BNV Tomich

RESULT

The loss for the half-year ended 31 December 2006 was \$2,029,935 and for the half year ended 31 December 2005 the loss was \$986,611.

REVIEW OF OPERATIONS

Corporate

The Company's Annual General Meeting was held on 30 November 2006, at which shareholders carried all resolutions with the required majorities.

On 21 December 2006, The Company's directors announced that a meeting of shareholders was to be convened on 31 January 2007 to consider and, if thought fit, to pass a resolution for the Company to issue up to 12,795,104 listed options, each at an issue price of \$0.005 and expiring on 31 January 2010 ("2010 Options"), to persons holding options that expired on 31 December 2006 ("2006 Options"). The resolution was passed by shareholders and the Company is presently preparing a prospectus to offer 2010 Options to the holders of the 2006 Options. The holders who accept the offer will be issued with the new 2010 Options before 30 April 2007 and the Company's directors have the right to issue the shortfall to allottees no later than 3 months from the date of the shareholders meeting.

Exploration

Indonesia

Pungkut Gold Project, Sumatra (75%)

Exploration activities conducted by Oropa during the half year on its 75%-owned Pungkut project, located in North Sumatra, included:

Sambung Prospect:

- 42 diamond drill holes completed for 2,515m.
- Inferred Mineral Resource of 1.14 million tonnes at 2.6g/t Au, for 100,000 ounces of gold estimated.
- Additional high-priority drill target identified near the Sambung Inferred Resource parallel to the Sambung mineralisation.

Sihayo 1 North:

- Re-logging of all diamond drill holes to current log format.

Tambang Ubi:

- Mineralisation confirmed to extend down-plunge from the existing workings, but no parallel ore-bodies were found.
- 11 diamond drill holes completed for 1,153.2m.
- Acquisition of historical Dutch underground mine plans and 3D modelling completed.
- Sampling of adits encountered high grade gold / copper values.
- Potential gold/copper porphyry target adjacent to Tambang Ubi mine identified from the interpretation of recent ground magnetic surveys.
- High-grade copper and gold values returned from rock chip sampling from local miners' adits up to 3km west of Tambang Ubi.

Tambang Tinggi

- Detailed geological mapping on-going.
- Ground magnetic survey completed.

These programs were interrupted in mid-December following a large earthquake near Tambang Ubi which resulted in a number of fatalities at a local village, and by torrential rains that inundated Sumatra and other parts of Indonesia during December and early January. Drilling was completed in late February 2007.

Sambung Prospect

The Sambung Prospect is located in the North Block of the project area, approximately 2km south of the 610,000 oz Sihayo 1 North Inferred Gold Resource. It represents the second of numerous potential resource centres at Pungkut to be tested by Oropa.

Field exploration activity during the half year focused on completing the drilling required for the Sambung resource calculation to be carried out. Drilling for the half year totalled 2,515m, increasing the total diamond drilling at Sambung to 7,162m.

Best intersections from the recent drilling include:

SAMDD054: 25m @ 2.84 g/t Au from 15m
(including 6m @ 8.77 g/t Au from 23m)

SAMDD055: 24m @ 3.25 g/t Au from 14m

SAMDD056: 8m @ 8.66 g/t Au from 35m
(including 3m @ 20.85 g/t from 35m)

SAMDD059: 10m @ 3.40 g/t Au from 48m

SAMDD061: 8m @ 2.60 g/t Au from 0m
21m @ 5.36 g/t from 27m

SAMDD071: 7m @ 6.27 g/t Au from 29m

SAMDD072: 7m @ 2.16 g/t Au from 9m

SAMDD073: 4m @ 3.60 g/t Au from 6m

Gold mineralisation at Sambung occurs in shallow, gently dipping blankets of siliceous jasperoids, within Permian limestone and volcanogenic sediments, where hydrothermal fluids have ponded below Tertiary sediments. Higher grades occur within hydrothermal breccias in the jasperoids.

Oropa's exploration strategy is to continue to identify, define and drill new targets at Sihayo-Sambung with the objective of outlining sufficient resources to justify drill-out. A strong IP resistivity anomaly parallel to Sambung will be drill-tested for possible repetition of mineralisation. Also a geological review will be undertaken to generate additional targets in the Sihayo-Sambung areas

Table 1: Sambung Drill Hole Locations and Mineralised Intersections

Hole	Local N	Local E	Azimuth	Dip	Depth	From	To	M	Au g/t
SAMDD034	10030	57200	-60	220	77.8	0	5	5	1.31
						8	13	5	1.02
SAMDD035	10000	57100	-60	220	100	4	8	4	2.11
SAMDD036	10080	57200	-60	220	70.7	0	9	9	0.61
SAMDD037	9936	56895	-60	220	90	5	10	5	3.27
						14	16	2	2.01
						38	40	2	0.82
						46	49	3	0.94
SAMDD038	9900	56920	-90		54.6	3	7	4	2.4
SAMDD039	9960	56925	-90		60	30	35	5	1.63
SAMDD040	9870	56800	-90		93	No significant intersections			
SAMDD041	9950	56950	-90		68.9	15	20	5	1.27
						27	37	10	1.05
						39	41	2	0.77
SAMDD042	9878	56750	-90		77.2	0	34	34	1.61
					including	22	33	11	2.7

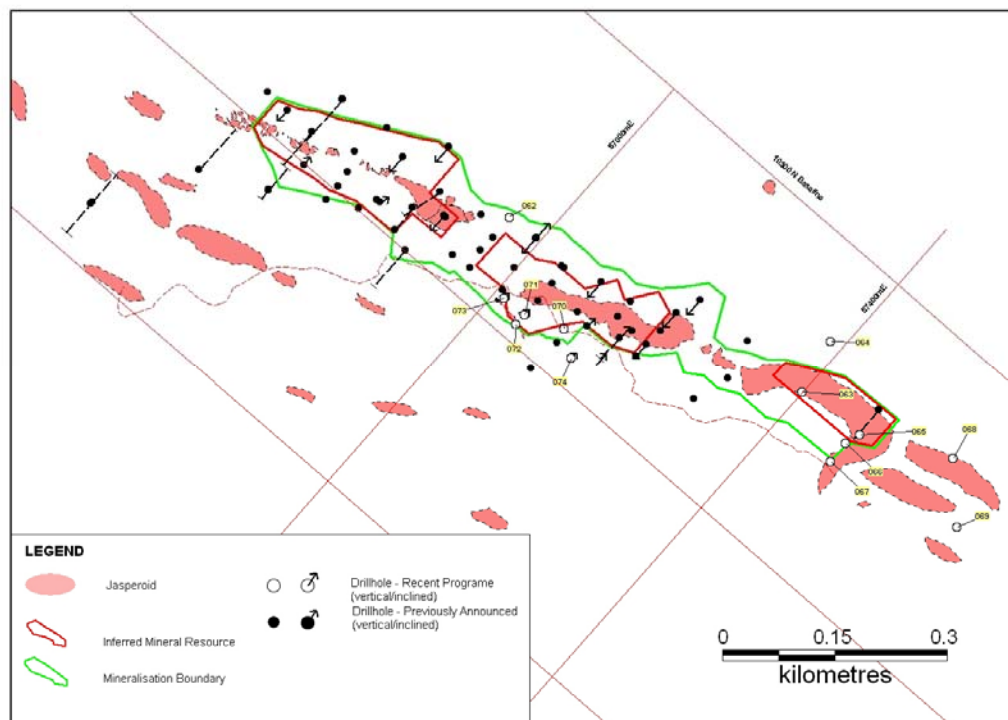
Hole	Local N	Local E	Azimuth	Dip	Depth	From	To	M	Au g/t
						39	41	2	1.34
						44	55	11	2.09
						57	64	7	0.88
						68	70	2	1.02
SAMDD043	9925	56950	-90		46.5	4	6	2	2.01
						11	15	4	1.47
SAMDD044	9900	56950	-90		33	12	13	1	2.01
SAMDD045	9900	56750	-90		52	0	5	5	2.87
						17	19	2	2.29
						25	38	13	0.81
SAMDD046	9900	57050	-90		33	2	8	6	0.87
						12	19	7	0.96
SAMDD047	9900	57050	-90		60	10	15	5	0.92
						19	26	7	3.74
						35	41	6	0.71
SAMDD048	9895	56802	-60	40	100	0	14	14	3.12
						22	34	12	0.91
						42	43	1	1.1
						64	86	22	2.42
SAMDD049	9950	57050	-90		60	1	16	15	3.43
SAMDD050	9975	57050	-90		16	Hole abandoned due to collapse			
SAMDD051	9850	56750	-90		57	18	21	3	1.64
SAMDD052	9975	57048	-90		60	12	17	5	0.73
						24	29	5	0.81
SAMDD053	9863	56694	-65	40	78	6	24	18	1.79
					including	18	23	5	4.66
						42	45	3	5.9
						49	78	29	1.69
SAMDD054	9940	57125	-60	40	61.5	15	40	25	2.84
					including	23	29	6	8.77
SAMDD055	9950	57163	-60	40	52	0	11	11	1.16

Hole	Local N	Local E	Azimuth	Dip	Depth	From	To	M	Au g/t
						14	38	24	3.25
					including	14	20	6	7.88
SAMDD056	9925	56750	-90	0	80.5	35	43	8	8.63
					including	35	38	3	20.85
SAMDD057	9965	57200	-60	40	40	0	8	8	0.89
SAMDD058	9975	57150	-90		37.1	3	5	2	6.42
						10	32	22	1.33
					including	17	22	5	2.36
SAMDD059	9960	56793	-90		80	48	58	10	3.4
SAMDD060	10000	57150	-90		30	0	7	7	0.93
						13	20	7	0.63
SAMDD061	9921	56846	-90		72.2	0	8	8	2.6
						27	48	21	5.36
SAMDD062	9980	56950		-90	70	No significant intersections			
SAMDD063	10050	57400		-90	35	6	7	1	0.64
						8	9	1	0.55
SAMDD064	10100	57386		-90	60	No Significant intersections			
SAMDD065	10050	57500		-90	50	6	8.5	2.5	0.89
						11.2	12.2	1	0.53
SAMDD066	10028	57495		-90	37.95	0	4	4	1.51
					including	0	1	1	4.49
SAMDD067	10000	57493		-90	23.5	No significant intersections			
SAMDD068	10106	57609		-90	44	1	2	1	0.57
SAMDD069	10040	57674		-90	35	No significant intersections			
SAMDD070	9910	57102		-90	54.1	10	11	1	1.09
						27	28	1	0.65
SAMDD071	9900	57050	40	-60	54.3	2	15	13	0.92
						29	36	7	6.27
						40	41	1	0.57
						43	44	1	0.5
SAMDD072	9876	57048	40	-65	130	9	16	7	2.16
					including	9	13	4	3.33
						19	21	2	0.62
SAMDD073	9900	57014	40	-60	80	2	16	14	1.77
					including	6	10	4	3.6
SAMDD074	9890	57135	40	-60	100	No significant intersections			

Notes

1. All Au assays determined by 50gm fire assay with AAS finish by Intertek- Caleb Brett Laboratories of Jakarta
2. Lower cut of 0.5ppm Au used
3. A maximum of 2m of consecutive internal waste (material less than 0.5ppm Au) per reported intersection
4. All interval grades were calculated as a weighted average
5. All intervals reported as down hole lengths
6. All drilling diamond core predominantly of PQ diameter
7. Sampling regime as quarter core for PQ diameter core and half core for HQ diameter core
8. Quality Assurance and Quality Control (QAQC):
Gold intersections reported have been verified by the company's QAQC protocols, which include routinely inserted standards. All samples from drill holes are prepared by Intertek-Caleb Brett and pulverised to 90% passing 75 microns then analysed for gold using Fire Assay methods

Figure 1: Sambung Drill Hole Location Plan



Tambang Ubi

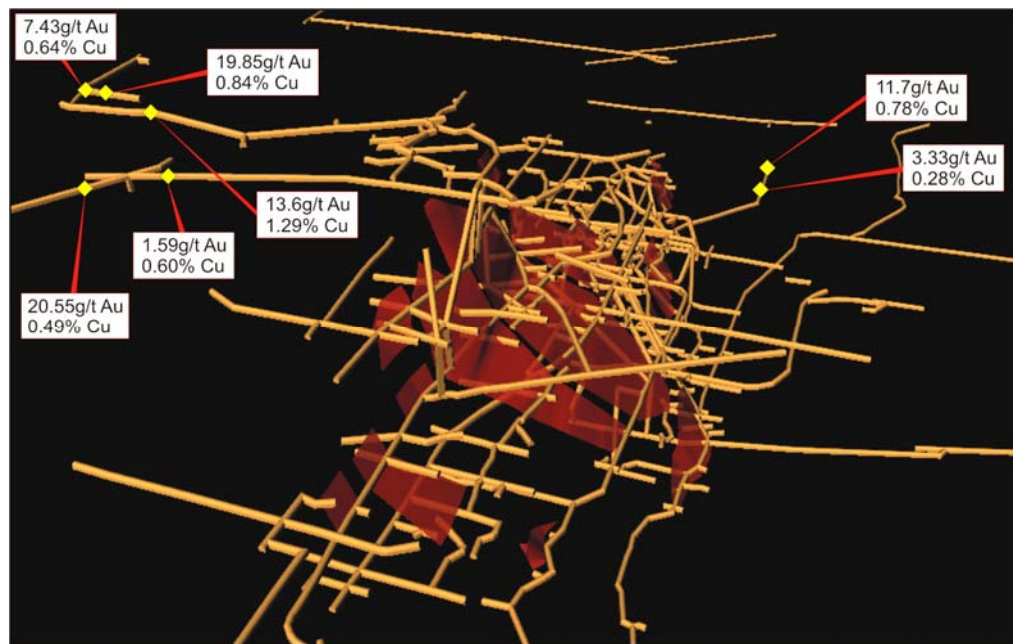
Tambang Ubi, located 3km from the Trans Sumatran Highway in the South Block, is a garnet – epidote skarn deposit developed on the contact between footwall limestone and hanging wall granodiorite/andesite intrusive bodies. Mining of the deposit by the Dutch Moeara Sipongi Mining Company commenced in the late 1930s, producing approximately 100,000t of ore, with recovered grades of 6.2g/t Au, 2.77g/t Ag and 0.24% Cu. Mining ceased in 1939 before the commencement of WW2.

Historical sections and mine plans were sourced and digitized by Oropa in conjunction with the completion of access negotiations with local miners still exploiting gold/copper mineralisation in the area. A number of access drives were refurbished to allow for safe entry.

Modelling clearly shows the stoped-out area during the last year of Dutch mining operations and that stoping did not continue far below the current water table. Historical records indicate that mineralisation remains open at depth in both a down-dip and down-plunge direction.

Sampling of underground workings was limited to those access drives already refurbished and deemed safe for entry. During the mapping of access drives, Oropa's geologists recognised repetitions of the contact skarn mineralisation exploited by Dutch miners elsewhere in the ore body. Channel sampling of skarn zones returned high grade gold values in association with copper mineralisation. These zones were not exploited by Dutch miners and may represent parallel zones of mineralisation to the main contact previously mined by the Dutch.

Figure 2: Tambang Ubi Rock Chip Location Diagram



Better 3m channel sampling of access drives included:

Sample 951270: 7.43g/t Au, 0.64% Cu

Sample 951271: 20.55g/t Au, 0.49% Cu

Sample 951275: 19.85g/t Au, 0.85% Cu

Sample 951276: 13.6g/t Au, 1.29% Cu

Oropa completed programs of gridding, mapping and a ground magnetic survey over the Tambang Ubi area in preparation for drilling, which commenced in early November to test for repetitions of the deposit and to assess the extent of extraction of the main lode by the Dutch miners, as well as for down-dip continuity of the deposit.

Best intersections from this drilling include:

TUDDD001: 0.9m @ 6.27g/t Au & 0.47% Cu from 35.7m.
0.5m @ 12.63g/t Au & 0.76% Cu from 43.5m.

TUDDD002: 4m @ 3.42g/t Au & 0.48% Cu from 22m.

TUDDD002: 1m @ 4.55g/t Au & 0.22% Cu from 22m.

TUDD003: 1m @ 4.55g/t Au & 0.16% Cu from 76m.

TUDD003: 2m @ 2.65g/t Au & 0.13% Cu from 86m.

TUDD005: 3m @ 1.29g/t Au & 0.16% Cu from 121m.

TUDD005: 2m @ 2.87g/t Au & 0.14% Cu from 129m.

TUDD011: 4m @ 2.3g/t Au & 0.20% Cu from 99m.

TUDD011: 4m @ 2.87/t Au & 0.19% Cu from 114m.

Drilling was suspended from 18 December to 4 January due to a major earthquake in the district. Drilling recommenced and finished in late February 2007.

Results from ground magnetic surveying during the September 2006 quarter outlined a significant magnetic high adjacent to the Tambang Ubi deposit. Analysis indicates that the top of the magnetic high is approximately 100m below the surface in the general direction of the plunge of the ore-body. Drilling to test this target for possible porphyry Au-Cu mineralisation had to be abandoned before target depth due to poor ground conditions.

Perth-based Southern Geoscience was contracted to undertake a structural interpretation incorporating the magnetic survey data to assist with identifying additional target areas, which is continuing. Gridding is currently in process to enable extension of ground magnetic survey coverage.

The conclusion from the drilling program is that no significant resource exists parallel to the historical Tambang Ubi mine. Holes TUDD005 and TUDD011 testing the down-plunge extension show that mineralisation does continue at depth, but the mineralisation is not of a significantly higher grade than that exploited by the Dutch, therefore no follow on work is planned for Tambang Ubi in the immediate future.

Table 2: Tambang Ubi Drill Hole Locations and Mineralised Intersections

Hole No.	Local N	Local E	Azimuth	Dip	Depth	From	To	M	Au g/t
TUDD001	68800	589750	225	-50	63.6	35.7	36.6	0.9	6.27
						43.5	44	0.5	12.63
TUDD002	68750	589750	225	-50	51	10	11	1	1.2
						16	18	2	0.73
						22	26	4	3.42
						34	35	1	0.77
TUDD003	68800	589800	225	-50	127.7	62	67	5	0.54
						76	77	1	4.55
						86	88	2	2.65
					Including	86	87	1	4.62
TUDD004	68638	589640	225	-50	119.8	No significant intersections			
TUDD005	68800	589850	225	-50	168.1	121	124	3	1.29
						129	131	2	2.87
TUDD006	68638	589640	200	-50	91.8	No significant intersections			
TUDD007	68667	589565	0	-90	100	No significant intersections			
TUDD008	68644	589812	225	-50	80	44	45	1	1.37
						67	69	2	4.3
TUDD009	68805	589850	120	-60	120.1	No significant intersections			
TUDD010	68708	589810	225	-50	75.8	No significant intersections			
TUDD011	68847	589831	225	-50	155.3	99	103	4	2.3
						114	118	4	2.87

Notes

1. All Au assays determined by 50gm fire assay with AAS finish by Intertek- Caleb Brett Laboratories of Jakarta
2. Lower cut of 0.5ppm Au used
3. A maximum of 2m of consecutive internal waste (material less than 0.5ppm Au) per reported intersection
4. All interval grades were calculated as a weighted average
5. All intervals reported as down hole lengths
6. All drilling diamond core predominantly of PQ diameter
7. Sampling regime as quarter core for PQ diameter core and half core for HQ diameter core
8. Quality Assurance and Quality Control (QAQC):
Gold intersections reported have been verified by the company's QAQC protocols, which include routinely inserted standards. All samples from drill holes are prepared by Intertek-Caleb Brett and pulverised to 90% passing 75 microns then analysed for gold using Fire Assay methods

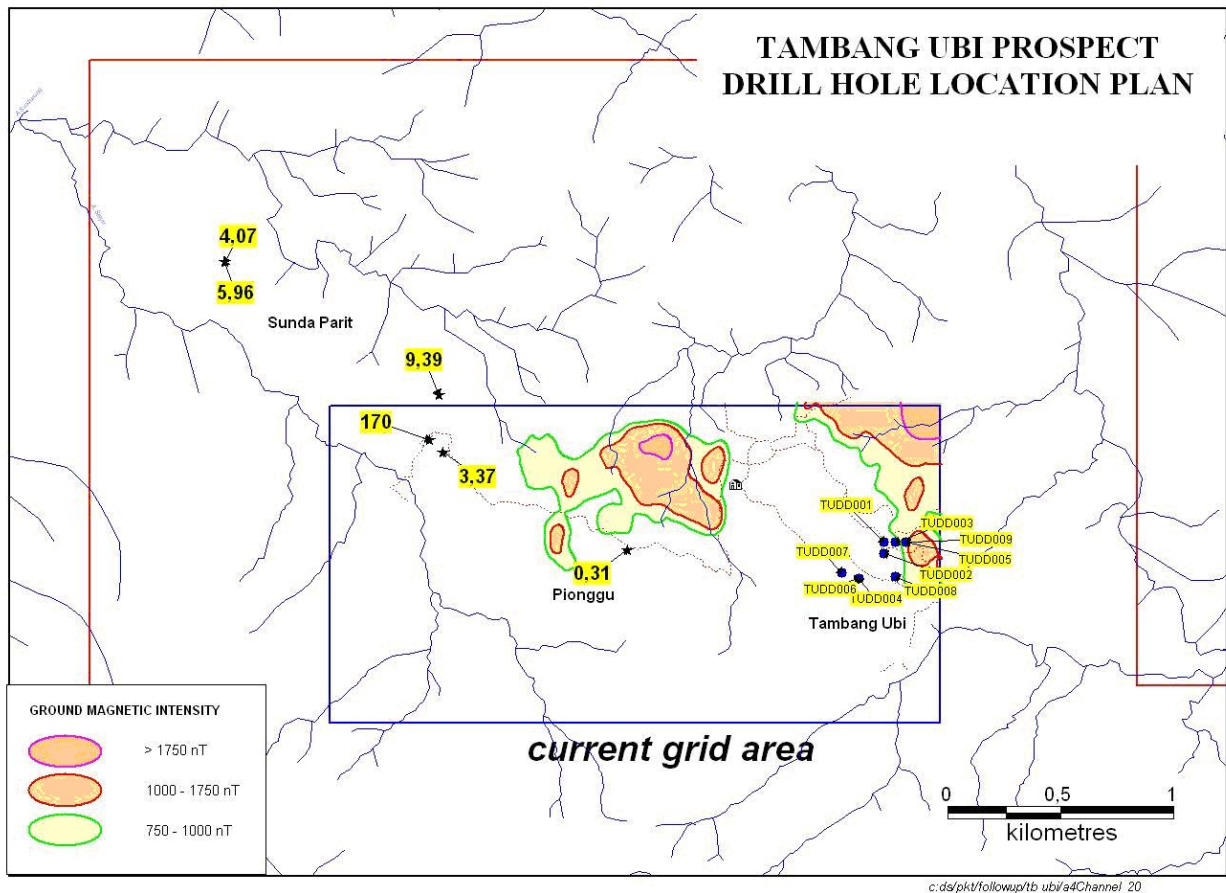
Table 3: Tambang Ubi Drill Hole Locations and Copper Mineralised Intersections

Hole No.	Northing	Easting	Azimuth	Dip	Depth	From	To	M	Cu %
TUDD001	68800	589750	225	-50	63.6	35.7	36.6	0.9	0.47%
						43.5	44	0.5	0.76%
TUDD002	68750	589750	225	-50	51	10	12	2	0.23%
						17	18	1	0.14%
						22	26	4	0.48%
						34	35	1	0.19%
TUDD003	68800	58900	225	-50	127.7	62	71	9	0.16%
						76	77	1	0.22%
						86	87	1	0.32%
TUDD004	68638	589640	225	-50	119.8	No significant intersections			
TUDD005	68800	589850	225	-50	168.1	121	124	3	0.16%
						129	131	2	0.14%
TUDD006	68638	589640	200	-50	91.8	No significant intersections			
TUDD007	68667	589565	0	-90	100	no significant assays			
TUDD008	68644	589812	225	-50	80	67	69	2	0.19%
TUDD009	68805	589850	120	-60	120.1	no significant assays			
TUDD010	68708	589810	225	-50	75.8	no significant assays			
TUDD011	68847	589831	225	-50	155.3	99	103	4	0.20%
						114	118	4	0.19%

Notes

1. All assays were determined by AAS
2. Lower cut of 1,000ppm Cu used
3. A maximum of 2m of consecutive internal waste (material less than 1,000ppm Cu) per reported intersection
4. All interval grades were calculated as a weighted average
5. All intervals reported as down hole lengths

Figure 3: Tambang Ubi Drill Hole Location Plan and Regional Au in Rock Chip Samples



Pionggu – Sunda Parit – Sunda Parit Jae

Recent rock chip results from this prospect (Table 4) include:

- 0.31 g/t Au & 18.7% Cu from Pionggu;
- 170 g/t Au & 3.3% Cu from Sunda Parit; and
- 5.96 g/t Au, 0.48% Cu from Sunda Parit Jae.

These further outline a mineralised corridor that extends at least 3km to the west of Tambang Ubi.

Results of the September quarter's ground magnetic survey have outlined a substantial magnetic high near Pionggu which may indicate the presence of a porphyry copper gold system. Ground magnetic survey coverage is to be extended to the north-west in the future.

Pagar Gunung

The Pagar Gunung prospect comprises skarn-type zinc-lead mineralisation, locally with massive sulphides, hosted by a Palaeozoic volcano-sedimentary sequence in the west of the South Block. In 1985 JICA (Japanese International Cooperation Agency) calculated a body of mineralisation of approximately 800,000 tonnes, at a thickness of 0.88m, Ag 68 g/t, Cu 0.45%, Pb 1.20%, Zn 4.60%, based on the results of 14 diamond drill holes.

Recent Oropa rock chip sampling (Table 4) returned significant zinc – lead – silver – copper – gold values in mineralised calcareous rocks, highlighting the prospectivity of this area to host further skarn mineralisation.

Table 4: Pionggu / Sunda Parit / Pagar Gunung Significant Rockchip Samples

Sample	Type	Easting	Northing	Sample Description	Au ppm	Ag ppm	Cu %	Pb ppm %	Zn ppm %
953801	Outcrop	588615	68767	Grey brown skarn mineralised limestone with chalcopyrite-bornite-malachite	0.31	59	18.70	10	152
953802	Outcrop	587738	69253	Green-white limestone skarn with malachite staining	170	35	3.30	32	53
953803	Outcrop	587797	69197	Green limestone skarn with malachite - azurite-chalcopyrite	3.37	7	2.13	9	69
953804	Outcrop	587781	69453	Grey-green limestone skarn with malachite-chalcopyrite	9.39	22	1.38	0.87%	0.37%
953805	Outcrop	586831	70042	Green-grey limestone skarn with malachite staining	4.07	3	0.31	31	71
953806	Outcrop	586831	70042	Reddish-grey skarn mineralised (granite?) with disseminated chalcopyrite	5.96	3	0.48	9	26
953807	Outcrop	576656	66430	Green-grey pervasive galena-sphalerite-chalcopyrite mineralisation hosted by metasediment	0.35	101	0.17	7.31%	7.45%
953808	Outcrop	576775	66405	Green- grey pervasive galena-sphalerite-chalcopyrite mineralisation hosted by metasediment	0.26	67	0.13	5.24%	0.58%

Notes

1. Au analysis by 50gm fire assay with AAS finish by Intertek - Caleb Brett Laboratories of Jakarta
2. Ag, Cu, Pb, Zn analysis by AAS by Intertek - Caleb Brett Laboratories of Jakarta

India

Block D-7 Project Chhattisgarh (18%)

Little development occurred during the half year, other than a new judge being appointed to the Chhattisgarh High court to replace the former judge who presided over the Block D-7 case, and who retired in September last year without making a decision.

Oropa's Indian joint venture partners are endeavouring to ascertain whether the new judge will be assigned the Block D-7 matter, and if so when a hearing date may be set down. General meetings for both Indian companies (B.Vijaykumar Technical Services Pte Ltd and B.Vijaykumar Chhattisgarh Exploration Pvt Ltd) are to be held in March 2007 and Oropa's directors will attend with a view to working with the companies to progress the court hearings in Chhattisgarh, as well as in Andhra Pradesh regarding the two Krishna River gravels Reconnaissance Permits.

Australia

Lake Deborah Gold Project (5% free carried)

Oropa holds a 5%-free carried interest in the Lake Deborah tenement which forms part of the Golden Valley Joint Venture with Polaris Minerals NL.

Earlier this year, Polaris Minerals NL announced that a 6,000m, rotary air blast and air core drilling programme had commenced to test a number of gold and nickel targets within the Golden Valley, Bullfinch North and Kawana project areas north of Southern Cross. Targets being drilled at Golden Valley and Bullfinch North include the accessible margins of a number of gold and nickel targets concealed beneath Lake Deborah.

Project Evaluation

With the protracted delays in India, the Company has stepped up its evaluation of a number of projects, primarily advanced coal projects in Indonesia. However, with the suspension of the Contract of Work agreements, as a result of the autonomous laws introduced in Indonesia in 2001, tenure over prospective land areas is now issued locally by the Provincial Governments and Bupatis via Kuasa Pertambangans ("KPs"), which are not as secure as the former CoWs. Consequently, a considerable amount of legal due diligence has to be undertaken regarding new projects of interest.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 26.

Signed in accordance with a resolution of the Board of Directors.



PHILIP C CHRISTIE

Director

14 March 2006

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 241 374

CONDENSED CONSOLIDATED INCOME STATEMENT
For the Half Year Ended 31 December 2006

		CONSOLIDATED	
	Note	31.12.2006	31.12.2005
		\$	\$
Revenue		55,115	200,736
		<hr/>	<hr/>
Total Revenue		55,115	200,736
Corporate secretarial expenses		(24,731)	(33,953)
Depreciation		(2,460)	(8,470)
Diminution of investments		-	(333)
Directors' fees		(7,750)	(7,750)
Employee benefits expense		(71,392)	(140,389)
Exchange rate loss		(421,102)	-
Exploration expenditure written off		(1,278,534)	(634,115)
External consultancy expenses		(102,132)	(116,718)
Insurance expenses		(31,545)	(38,347)
Legal costs		(3,337)	(778)
Postage		(13,251)	(1,473)
Printing and stationary		(17,384)	(37,135)
Rates and taxes		(3,148)	(5,459)
Rental expense		(21,379)	(26,866)
Travel and entertainment		(20,103)	(60,654)
Other expenses		(66,802)	(74,907)
		<hr/>	<hr/>
Loss before income tax	3	(2,029,935)	(986,611)
Income tax expense		-	-
		<hr/>	<hr/>
Loss after income tax		(2,029,935)	(986,611)
		<hr/>	<hr/>
Loss attributable to members of Oropa Limited		(2,029,935)	(986,611)
		<hr/> <hr/>	<hr/> <hr/>
Basic loss per share (cents per share)		(0.02)	(1.6)
		<hr/> <hr/>	<hr/> <hr/>

Diluted earnings per share is not disclosed as this would not reflect an inferior position.

The accompanying notes form part of these financial statements.

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

CONDENSED CONSOLIDATED BALANCE SHEET
As at 31 December 2006

	CONSOLIDATED	
	31.12.2006	30.06.2006
	\$	\$
Current Assets		
Cash and cash equivalents	943,802	2,514,708
Trade and other receivables	162,489	255,459
Financial assets	1,333	1,333
	<hr/>	<hr/>
Total Current Assets	1,107,624	2,771,500
	<hr/>	<hr/>
Non-Current Assets		
Plant & equipment	82,815	87,949
Other	68,442	38,777
	<hr/>	<hr/>
Total Non-Current Assets	151,257	126,726
	<hr/>	<hr/>
Total Assets	1,258,881	2,898,226
	<hr/>	<hr/>
Current Liabilities		
Trade and other payables	179,904	161,731
Provisions	300,374	303,393
Other	13,966	12,643
	<hr/>	<hr/>
Total Current Liabilities	494,244	477,767
	<hr/>	<hr/>
Non-Current Liabilities		
Non interest bearing loans	40,590	43,336
	<hr/>	<hr/>
Total Non-Current Liabilities	40,590	43,336
	<hr/>	<hr/>
Total Liabilities	534,834	521,103
	<hr/>	<hr/>
Net Assets	724,047	2,377,123
	<hr/>	<hr/>
Equity		
Issued capital	31,526,161	31,525,228
Reserves	854,929	479,003
Accumulated losses	(31,755,494)	(29,725,559)
	<hr/>	<hr/>
Total parent entity interest	625,596	2,278,672
Minority interest in controlled entities	98,451	98,451
	<hr/>	<hr/>
Total Equity	724,047	2,377,123
	<hr/>	<hr/>

The accompanying notes form part of these financial statements.

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the Half Year ended 31 December 2006

CONSOLIDATED

	\$	\$	\$	\$	\$
	Share Capital	Reserves	Accumulated Losses	Outside Equity Interest	Total
Balance at 1.7.05	26,686,002	636,199	(27,243,897)	98,451	176,755
Issue of shares	1,451,600	-	-	-	1,451,600
Share issue costs	(57,013)	-	-	-	(57,013)
Foreign currency reserve	-	(167,645)	-	-	(167,645)
Issue of options	-	-	-	-	-
Loss for the half year	-	-	(986,611)	-	(986,611)
Balance at 31.12.05	28,080,589	468,554	(28,230,508)	98,451	417,086

CONSOLIDATED

	\$	\$	\$	\$	\$
	Share Capital	Reserves	Accumulated Losses	Outside Equity Interest	Total
Balance at 1.7.06	31,525,228	479,003	(29,725,559)	98,451	2,377,123
Issue of shares	933	-	-	-	933
Share issue costs	-	-	-	-	-
Foreign currency reserve	-	359,915	-	-	359,915
Issue of options	-	16,011	-	-	16,011
Loss for the half year	-	-	(2,029,935)	-	(2,029,935)
Balance at 31.12.06	31,526,161	854,929	(31,755,494)	98,451	724,047

The accompanying notes form part of these financial statements.

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
For the Half Year Ended 31 December 2006

		CONSOLIDATED	
	Note	31.12.2006	31.12.2005
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(324,151)	(726,849)
GST input credit refunds received		43,787	23,925
Interest received		55,115	15,018
		<hr/>	<hr/>
Net cash (used in) operating activities		(225,249)	(687,906)
		<hr/>	<hr/>
Cash flows from investing activities			
Purchase of plant & equipment		(9,196)	(23,910)
Mining exploration and evaluation expenditure		(1,299,567)	(624,572)
Payment for investments		(488)	-
		<hr/>	<hr/>
Net cash (used in) investing activities		(1,309,251)	(648,482)
		<hr/>	<hr/>
Cash flows from financing activities			
Proceeds from share issue		933	1,451,600
Share issue costs		-	(86,335)
Funds received in advance		-	66,037
		<hr/>	<hr/>
Net cash provided by financing activities		933	1,431,302
		<hr/>	<hr/>
Net increase /(decrease) in cash and cash equivalents held		(1,533,567)	94,914
Cash and cash equivalents at the beginning of the reporting period		2,502,065	446,482
Effects of exchange rate changes on cash and cash equivalents		(37,339)	10,713
		<hr/>	<hr/>
Cash and cash equivalents at the end of the reporting period	7	931,159	552,109
		<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form part of these financial statements.

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2006

1. CORPORATE INFORMATION

The financial report of Oropa Limited for the half year ended 31 December 2006 was authorized for issue in accordance with a resolution of directors on 14 March 2007. Oropa Limited is a company incorporated in Australia.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The half year financial report should be read in conjunction with the annual Financial Report of Oropa Limited as at 30 June 2006.

It is also recommended that the half year financial report be considered together with any public announcements made by Oropa Limited and its controlled entities during the half year ended 31 December 2006 in accordance with the continuous disclosure obligations arising under the *Corporations Act 2001*.

(a) Basis of Preparation

The half year condensed consolidated financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001*, applicable Accounting Standards, including *AASB 134 Interim Financial Reporting* and other mandatory professional reporting requirements. The half year financial report has been prepared on a historical cost basis, except financial assets that have been measured at fair value. The carrying value of recognized assets and liabilities that are hedged items in fair value hedges, and otherwise carried at cost, are adjusted to record changes in the fair values attributable to the risks that are being hedged.

The financial report is presented in Australian dollars.

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

Going Concern

The condensed consolidated financial statements have also been prepared on the going concern basis.

The ability of the Company and consolidated entity to actively explore and continue as a going concern, and to meet their debts and commitments as they fall due is dependant upon further capital raisings.

The directors are confident that the Company will be successful in raising further capital and, accordingly, have prepared the financial report on a going concern basis.

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2006

(b) Significant accounting policies

The half year condensed consolidated financial statements have been prepared using the same accounting policies as used in the annual financial statements for the year ended 30 June 2006.

(c) Basis of consolidation

The half year condensed consolidated financial statements comprise the financial statements of Oropa Limited and its subsidiaries as at 31 December 2006.

		CONSOLIDATED	
		31.12.2006	31.12.2005
		\$	\$
2. OPERATING LOSS			
Operating loss from ordinary activities before income tax has been determined after:			
(a) Crediting as revenue:			
Interest received	51,115		15,018
Foreign exchange gain	-		184,229
(b) Charging as expense:			
Depreciation	2,460		8,470
Exploration expenditure written off	1,278,534		634,115
Foreign exchange loss	421,102		-

3. SEGMENT INFORMATION

Primary Reporting – geographical segments

The geographical segments of the consolidated entity are as follows:

Half year 2006

	Australia \$	South East Asia \$	India \$	Unallocate d \$	Consolidate d \$
Total Segment Revenue	51,115	-	-	-	51,115
Segment Result	(839,005)	(1,190,930)	-	-	(2,029,935)

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2006

3. SEGMENT INFORMATION (CONTINUED)

Half year 2005

	Australia \$	South East Asia \$	India \$	Unallocate d \$	Consolidate d \$
Total Segment Revenue	1,453	-	36	199,247	200,736
Segment Result	(192,404)	(553,178)	(31,907)	(209,122)	(986,611)

4. SUBSEQUENT EVENTS

There have been no subsequent events to the date of this financial report.

5. CONTINGENT LIABILITIES

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

	31.12.2006 \$	30.06.2006 \$
6. ISSUED CAPITAL		
Ordinary shares		
Issued & fully paid	<u>31,526,161</u>	<u>31,525,228</u>
	31.12.2006 Number	31.12.2006 \$
Movements in ordinary shares on issue:		
As at 1 July 2006	93,816,886	31,525,228
31.12.2006 – Conversion of options	4,063	933
	<u>93,820,949</u>	<u>31,526,161</u>

Options

As at 25 February 2007, the Company had the following listed options:

- 13,280,376 options to subscribe for fully paid ordinary shares exercisable at 50 cents at any time on or before the expiry date of 31 December 2007.

These options are quoted on the Australian Securities Exchange Limited.

OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the Half Year Ended 31 December 2006

	31.12.2006	30.06.2006
	\$	\$
7. RECONCILIATION OF CASH		
Cash and cash equivalents	931,159	2,502,065
Restricted cash	12,643	12,643
	943,802	2,514,708
	943,802	2,514,708

The restricted cash at bank is unclaimed monies from the sale of un-marketable parcels of shares. The amount represents the cheques sent to shareholders that were returned to Oropa Limited.

8. RELATED PARTIES

Wholly-owned Group

The wholly-owned group consists of Oropa Limited and its wholly-owned subsidiaries Inland Goldmines Pty Limited, Excelsior Resources Pty Limited, Oropa Technologies Pty Limited and Oropa Indian Resources Pty Limited.

Oropa owns 100% of the shares in Aberfoyle Pungkut Investments Pte Ltd (API). API holds a 75% interest in PT Sorikmas Mining, with the Indonesian Government mining company, P.T. Aneka Tambang holding the remaining 25%.

Transactions between Oropa Limited and related parties in the wholly-owned group during the period ended 31 December 2006 consist of loans on an interest free basis with no fixed term and no specific repayment arrangement. Oropa Limited made an additional provision for doubtful debts of \$972,229 in its accounts for the period ended 31 December 2006 in relation to the loans made to its subsidiaries. No other amounts were included in the determination of operating loss before tax of the parent entity that resulted from transactions with related parties in the wholly-owned group.

Other related parties

Aggregate amounts receivable from related parties in the wholly owned group at balance date were as follows:

	31.12.2006	30.06.2006
	\$	\$
Non current receivables	10,286,621	9,314,392
Restricted cash	(10,286,621)	(9,314,392)
	-	-
	-	-

**OROPA LIMITED AND CONTROLLED ENTITIES
ACN 009 241 374**

DIRECTORS' DECLARATION

The directors declare that

1. The condensed consolidated financial statements and notes set out on pages 15 to 22:
 - (a) comply with Accounting Standard AASB 134: – Interim Financial Reporting, the Corporations Regulations; and
 - (b) give a true and fair view of the consolidated entity's financial position as at 31 December 2006 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Dated at Perth this 14th day of March 2007



PC CHRISTIE
Director

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF OROPA LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Oropa Limited, which comprises the condensed consolidated balance sheet as at 31 December 2006, and the condensed consolidated income statement, condensed consolidated statement of changes in equity and condensed consolidated cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2006 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Oropa Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in

accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, has been provided to the directors of Oropa Limited on 14 March 2007.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Oropa Limited is not in accordance with the *Corporations Act 2001* including:

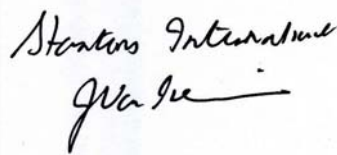
- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2006 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

Inherent Uncertainty Regarding Going Concern

Without qualification to the review, as referred to in note 1 of the financial statements, the financial statements have been prepared on a going concern basis. The ability of the consolidated entity to continue as a going concern and to meet planned and committed expenditure requirements is subject to the consolidated entity successfully exploiting the investments and mining projects owned by the consolidated entity and/or the raising of further equity and/or loan capital.

In the event that the consolidated group is not successful in raising further funds, the realisable value of the consolidated entity's non-current assets may be significantly less than their current carrying values and the consolidated entity may not be able to continue in its present form.

STANTONS INTERNATIONAL **(An authorised audit company)**



J P Van Dieren
Director

West Perth, Western Australia
14 March 2007

Stantons International

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14 March 2007

Board of Directors
Oropa Limited
25 Charles Street
SOUTH PERTH WA 6151

Dear Sirs

RE: OROPA LIMITED

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

As Audit Director for the review of the financial statements of Oropa Limited for the six months ended 31 December 2006, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely

STANTONS INTERNATIONAL
(Authorised Audit Company)



John Van Dieren
Director