



ODYSSEY

RESOURCES LIMITED

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

2nd Quarter ended June 30, 2013

In United States dollars

UNAUDITED

Notice to Reader

The accompanying unaudited condensed interim consolidated financial statements of Odyssey Resources Limited have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these unaudited condensed interim consolidated financial statements.

Odyssey Resources Limited
Condensed Interim Consolidated Statements of Financial Position
(Unaudited - in U.S. dollars)

	June 30, 2013	December 31, 2012
	\$	\$
ASSETS		
Current assets		
Cash	1,231,561	1,474,903
Accounts receivables	12,917	15,846
Prepaid expenses and deposits	17,376	3,960
	1,261,854	1,494,709
Non-current assets		
Marketable securities (Note 3)	45,601	57,074
TOTAL ASSETS	1,307,455	1,551,783
LIABILITIES		
Current		
Accounts payable and accrued liabilities	13,120	14,863
TOTAL LIABILITIES	13,120	14,863
SHAREHOLDERS' EQUITY		
Share capital	15,022,596	15,022,596
Contributed surplus	2,257,387	2,257,387
Deficit	(16,111,823)	(15,946,642)
Cumulative translation adjustment	126,175	203,579
TOTAL EQUITY	1,294,335	1,536,920
TOTAL LIABILITIES AND EQUITY	1,307,455	1,551,783

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.

On behalf of the Board,

/s/ James Crombie
James Crombie, Director

/s/ Carmelo Marrelli
Carmelo Marrelli, Director

Odyssey Resources Limited
Condensed Interim Consolidated Statements of Comprehensive Loss
(Unaudited - in U.S. dollars)

	2 nd quarter ended June 30,		Six-months ended June 30,	
	2013	2012	2013	2012
	\$	\$	\$	\$
Expenses and other items				
Management and administration (Note 5)	86,969	114,579	147,326	190,137
Business development	11,656	29,286	16,984	103,399
Fair value adjustment of marketable securities	12,181	59,202	8,686	116,590
Interest income	(3,781)	(4,842)	(7,815)	(10,137)
Net loss for the period	(107,025)	(198,225)	(165,181)	(399,989)
Other comprehensive income				
Item that will not be subsequently reclassified to income				
Foreign currency translation adjustment	(45,118)	(38,349)	(77,404)	2,394
Comprehensive loss for the period	(152,143)	(236,574)	(242,585)	(397,595)
Basic and diluted loss per share	(0.00)	(0.01)	(0.00)	(0.01)
Weighted average number of shares - basic and diluted	36,231,486	36,231,486	36,231,486	36,231,486

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.

Odyssey Resources Limited

Condensed Interim Consolidated Statements of Shareholders' Equity

(Unaudited - in U.S. dollars)

	Number of issued and outstanding common shares	Share capital	Contributed surplus	Deficit	Cumulative translation adjustment	Shareholders' equity
		\$	\$	\$	\$	\$
Balance at December 31, 2012	36,231,486	15,022,596	2,257,387	(15,946,642)	203,579	1,536,920
Net loss for the period	-	-	-	(165,181)	-	(165,181)
Other comprehensive income						
Foreign currency translation adjustment	-	-	-	-	(77,404)	(77,404)
Balance at June 30, 2013	36,231,486	15,022,596	2,257,387	(16,111,823)	126,175	1,294,335
Balance at December 31, 2011	36,231,486	15,022,596	2,257,387	(15,308,811)	157,318	2,128,490
Net loss for the period	-	-	-	(399,989)	-	(399,989)
Other comprehensive income						
Foreign currency translation adjustment	-	-	-	-	2,394	2,394
Balance at June 30, 2012	36,231,486	15,022,596	2,257,387	(15,708,800)	159,712	1,730,895

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.

Odyssey Resources Limited
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited - in U.S. dollars)

	Six-months ended June 30,	
	2013	2012
	\$	\$
OPERATING ACTIVITIES		
Net loss for the period	(165,181)	(399,989)
Adjustment		
Fair value adjustment of marketable securities	8,686	116,590
Changes in working capital items (Note 6)	(12,938)	(30,287)
	(169,433)	(313,686)
Effect of exchange rate changes on cash held in foreign currencies	(73,909)	1,640
Net change in cash	(243,342)	(312,046)
Cash, beginning of period	1,474,903	1,851,665
Cash, end of period	1,231,561	1,539,619
Finance income received included in operating activities	8,113	10,405

The accompanying notes are an integral part of these unaudited condensed interim consolidated financial statements.

Odyssey Resources Limited

Notes to Condensed Interim Consolidated Financial Statements
June 30, 2013 (Unaudited - in U.S. dollars)

1. NATURE OF OPERATIONS

Odyssey Resources Limited ("Odyssey") and its subsidiaries (together the "Company") are primarily engaged in the acquisition and exploration of mineral properties. To date, the Company has not earned significant revenues and is considered to be in the exploration stage. At June 30, 2013, the Company does not hold an interest in any mineral properties and during the six-month period ended June 30, 2013, the Company did not carry out any exploration programs. The Company continues to assess new properties and seeks to acquire an interest in mineral properties if the Company believes they have merit and if it has adequate financial resources to do so. All amounts in these condensed interim consolidated financial statements are expressed in United States dollars unless otherwise indicated. Odyssey's common shares are listed on the NEX board of the Exchange ("NEX"). The Company's common shares trade under the symbol 'ODX.H'. Dundee Corporation and its affiliates hold approximately 36.9% of the issued common shares of Odyssey.

The Board of Directors approved and authorized for issuance these unaudited condensed interim consolidated financial statements on August 21, 2013.

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

These unaudited condensed interim consolidated financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting*. They do not contain all of the information and disclosures required for annual financial statements, and should be read in conjunction with the Company's annual audited consolidated financial statements for the years ended December 31, 2012 and 2011 which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB").

The accounting policies applied in these unaudited condensed interim consolidated financial statements are based on IFRS issued and outstanding as of August 21, 2013, the date the Board of Directors approved these condensed interim consolidated financial statements. They follow the same accounting policies as the Company's most recent annual financial statements except for the following change.

Change in accounting policy – Amendments to IAS 1, Presentation of Financial Statements

On January 1, 2013, the Company adopted Amendments to IAS 1, *Presentation of Financial Statements*, issued by the IASB in June 2011. These amendments require items presented in the statement of other comprehensive income to be categorized according to whether the items will or will not be reclassified to income at a future date. The adoption of these amendments did not impact the Company's financial results.

Odyssey Resources Limited

Notes to Condensed Interim Consolidated Financial Statements
June 30, 2013 (Unaudited - in U.S. dollars)

3. MARKETABLE SECURITIES

At June 30, 2013 and December 31, 2012, the Company owned 3,000,000 shares of Ariana Resources plc, a London-based mineral exploration company. These shares are recorded at fair value using the last bid price and fair value adjustments are reported in profit or loss.

4. STOCK OPTIONS

At June 30, 2013 and December 31, 2012, the Company had 1,975,000 outstanding stock options at an exercise price of Can \$0.20 per share, expiring in June 2014.

5. MANAGEMENT AND ADMINISTRATION EXPENSES

	2 nd quarter ended June 30,		Six-months ended June 30,	
	2013	2012	2013	2012
	\$	\$	\$	\$
Employee benefits	3,852	8,020	11,760	16,111
Administrative and consultants	22,955	34,475	48,210	67,426
Office	13,385	17,376	25,693	35,438
Investor relations and travel	1,597	4,011	2,369	4,320
Professional fees	34,953	42,906	46,247	52,895
Reporting issuer costs	10,195	7,877	13,153	13,930
Loss (gain) on foreign exchange	32	(86)	(106)	17
	86,969	114,579	147,326	190,137

6. SUPPLEMENTAL CASH FLOW INFORMATION

	Six-months ended June 30,	
	2013	2012
	\$	\$
Changes in working capital items		
Accounts receivable	2,146	(17,579)
Refundable mining tax credits	-	9,568
Prepaid expenses and deposits	(14,111)	(7,276)
Accounts payable and accrued liabilities	(973)	(15,000)
	(12,938)	(30,287)

Odyssey Resources Limited

Notes to Condensed Interim Consolidated Financial Statements
June 30, 2013 (Unaudited - in U.S. dollars)

7. RELATED PARTY TRANSACTIONS

During the 2nd quarter and the six-month period ended June 30, 2013, the Company paid or accrued administration expenses of \$26,011 and \$51,634, respectively to Reunion Gold Corporation, a related party by virtue of common directors and management (\$30,332 and \$62,493, respectively during the 2nd quarter and the six-month period ended June 30, 2012).

These transactions were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Remuneration of directors and key management of the Company

The remuneration awarded to directors and to senior key management, including the Executive Chairman, the Chief Executive Officer and the Chief Financial Officer, is as follows:

	2 nd quarter ended June 30,		Six-months ended June 30,	
	2013	2012	2013	2012
	\$	\$	\$	\$
Employee benefits	3,852	8,020	11,760	16,111
Consulting fees	2,906	8,364	7,612	14,108
	6,758	16,384	19,372	30,219

8. SEGMENTED INFORMATION

The Company has one reportable operating segment being the acquisition and exploration of mineral properties. At June 30, 2013 and December 31, 2012, the Company did not have an interest in any mineral properties.