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Manager of Company Announcements
ASX Limited
Level 5, Riverside Centre
123 Eagle Street
Brisbane QLD 4000

12th March 2008

Dear Sirs,

Half Yearly Report

Please find attached the Company's Half Yearly Report.

Yours faithfully
Aconcagua Resources Limited

A handwritten signature in black ink, appearing to read 'Kenneth Lee', is written over a thin, light-colored horizontal line.

Kenneth Lee
Company Secretary

ACONCAGUA RESOURCES LIMITED
67 060 319 119
APPENDIX 4D
ASX HALF-YEAR INFORMATION – 31 DECEMBER 2007

LODGED WITH THE ASX UNDER LISTING RULE 4.2A

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This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2007 and any public announcements made by Aconcagua Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

**ACONCAGUA RESOURCES LIMITED
HALF-YEAR ENDED 31 DECEMBER 2007**

RESULTS FOR ANNOUNCEMENT TO THE MARKET

		%		\$
Revenue from continuing operations	Increased	965.68	to	157,220
Loss from ordinary activities after tax attributable to members	Increased	11.67	to	(879,237)
Loss for the period attributable to members	Increased	11.77	to	(879,237)

Dividends/distributions	Amount per security	Franked amount per security
Final dividend	Nil	N/A
Interim dividend	Nil	N/A

Record date for determining entitlements to dividend	N/A
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ACONCAGUA RESOURCES LIMITED

ABN 67 060 319 119
and Controlled Entities

DIRECTORS' REPORT

The directors present their report together with the consolidated financial report of Aconcagua Resources Limited for the half-year ended 31 December 2007 and the review report thereon.

1 Directors

The directors of the company at any time during or since the end of the year are:

	Period as Director
F. Belli	14 th December 2005 to present
D. Hobday	14 th December 2005 to present
J.H. Banks	19 th July 2006 to present
F.W. Klückow	20 th February 2008 to present
A. Susaeta	14 th December 2005 to 16 th November 2007

2 Review and Results of Operations

The principal activity of the controlling entity during the course of the financial year was mineral exploration in South America.

The net loss for the period was \$879,237 (2006 half year: loss \$787,283).

During the period, the construction, cold commissioning and hot commissioning of our metallurgical testing facility have been completed. It will be available for use to assist the Company in its exploration appraisal work, including the compilation of such environmental impact studies required by the Ecuadorian mining authorities.

In addition, one of our controlled entities, Fierroinca Del Ecuador S.A has executed a Heads of Agreement with Zona Franca de Esmeraldas ("Zofree") that are strategically beneficial to the long term plans of the Company in South America. The rationale for selecting Zofree as a rental area included:

- close access to port;
- low rent; and
- taxation benefits.

3 Lead Auditor's Independence Declaration

The lead auditor's independence declaration is set out on page 3 and forms part of the Directors' Report for the half-year ended 31 December 2007.

Signed in accordance with a resolution of the directors:



Franco Belli
Managing Director

Sydney

Dated: 11 March 2008

Auditors Independence Declaration under Section 307C of the Corporations Act 2001 to the directors of Aconcagua Resources Limited.

In relation to our review of the financial report of Aconcagua Resources Limited for the half-year ended 31 December 2007, to the best of my knowledge and belief there have been:

- no contraventions of the auditors independence as set out in the Corporations Act 2001 in relation to the audit; and
- no contraventions of any applicable code of professional conduct in relation to the audit.

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Nexia Court & Co

Nexia Court & Co
Chartered Accountants

Sydney
Dated: 11 March 2008



Andrew Hoffmann
Partner

Partners

Stephen J Rogers
Ian D Stone
Paul W Lenton
Neil R Hillman
Stephen W Davis
David M Gallery
Robert A McGuinness
Kirsten Taylor-Martin
Andrew S Hoffmann
Graeme J Watman
David R Cust
Craig J Wilford
Sean P Urquhart
Robert Mayberry

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NETWORK OF INDEPENDENT ACCOUNTING
AND CONSULTING FIRMS.

**INDEPENDENT AUDITORS' REVIEW REPORT
TO THE MEMBERS OF ACONCAGUA RESOURCES LIMITED**

Report on the Financial Report

We have reviewed the accompanying interim financial report of Aconcagua Resources Limited which comprises the consolidated condensed balance sheet as at 31 December 2007, condensed income statement, condensed statement of changes in equity and condensed cash flow statement for the half-year ended on that date, a statement of accounting policies, accompanying notes (notes 1 to 10) and the directors' declaration (set out on pages 6 to 13) of the consolidated entity comprising the company and the entities it controlled at the half-year's end or from time to time during the half-year.

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Directors' Responsibility for the Financial Report

The directors of the Company are responsible for the preparation and fair presentation of the interim financial report in accordance with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the interim 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the interim 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 interim financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the Company's financial position as at 31 December 2007 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As auditor of Aconcagua Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim 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.

Partners

Stephen J Rogers
Ian D Stone
Paul W Lenton
Neil R Hillman
Stephen W Davis
David M Gallery
Robert A McGuinness
Kirsten Taylor-Martin
Andrew S Hoffmann
Graeme J Watman
David R Cust
Craig J Wilford
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ACONCAGUA RESOURCES LIMITED

*ABN 67 060 319 119
and Controlled Entities*

**INDEPENDENT REVIEW REPORT
TO THE MEMBERS OF
ACONCAGUA RESOURCES LIMITED
(Continued)**

Statement of Independence

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

Conclusion

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

- a giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and
- b complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Nexia Court & Co

Nexia Court & Co
Chartered Accountants

Sydney
Dated: 11 March 2008



Andrew Hoffmann
Partner

ACONCAGUA RESOURCES LIMITED

ABN 67 060 319 119
and Controlled Entities

DIRECTORS' DECLARATION

In the opinion of the directors of Aconcagua Resources Limited:

- a** the financial statements and notes, set out on pages 7 to 13, are in accordance with the Corporations Act 2001, including:
 - i** giving a true and fair view of the financial position of the consolidated entity as at 31 December 2007 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date; and
 - ii** complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
- b** there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the directors:



Franco Belli
Managing Director

Sydney

Dated: 11 March 2008

ACONCAGUA RESOURCES LIMITED

ABN 67 060 319 119
and Controlled Entities

CONDENSED INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

		Consolidated	
		31 Dec 2007	31 Dec 2006
		\$	\$
Revenue from continuing operations	5(i)	157,220	14,753
Depreciation and amortisation expense	5(ii)	7,900	5,065
Other expenses		1,029,518	796,971
Loss before income tax		(880,198)	(787,283)
Income tax expense		961	-
Loss for the half-year		(879,237)	(787,283)
Loss attributable to minority equity interest		-	(646)
Loss attributable to members of the parent entity		(879,237)	(786,637)
Loss per share			
- Basic		-0.007	-0.007
- Diluted		-0.007	-0.007

All potential ordinary shares, being options to acquire ordinary shares are not considered dilutive, as the exercise of the options would decrease the basic loss per share.

The accompanying notes form part of these financial statements.

ACONCAGUA RESOURCES LIMITED

*ABN 67 060 319 119
and Controlled Entities*

**CONDENSED BALANCE SHEET
AS AT 31 DECEMBER 2007**

	Notes	Consolidated	
		31 Dec 2007	30 Jun 2007
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents		4,707,617	4,494,434
Prepayments		22,917	-
Receivables		25,050	45,834
Other	6	1,612,228	75,063
TOTAL CURRENT ASSETS		6,367,812	4,615,331
NON-CURRENT ASSETS			
Property, plant and equipment	7	890,606	224,477
Exploration Concessions	8	14,032,133	12,258,529
TOTAL NON-CURRENT ASSETS		14,922,739	12,483,006
TOTAL ASSETS		21,290,551	17,098,337
CURRENT LIABILITIES			
Payables		72,347	199,594
Non-interest bearing liabilities		-	4,348,500
Interest bearing liabilities		-	175,000
TOTAL CURRENT LIABILITIES		72,347	4,723,094
TOTAL LIABILITIES		72,347	4,723,094
NET ASSETS		21,218,204	12,375,243
EQUITY			
Issued capital	9	29,644,394	21,054,523
Reserves		1,137,930	5,603
Accumulated losses		(9,564,120)	(8,684,883)
TOTAL EQUITY		21,218,204	12,375,243

The accompanying notes form part of these financial statements.

ACONCAGUA RESOURCES LIMITED*ABN 67 060 319 119
and Controlled Entities***CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

Consolidated	Issued Capital \$	Reserves \$	Accumulated (Losses) \$	Total Equity \$
At 1 July 2007	21,054,523	5,603	(8,684,883)	12,375,243
Loss attributable to members of the parent entity	-	-	(879,237)	(879,237)
Foreign currency translation reserve	-	39,449	-	39,449
Share issue	9,140,000			9,140,000
Cost of share issue	(550,129)			(550,129)
Share based payment reserve	-	1,092,878		1,092,878
At 31 December 2007	29,644,394	1,137,930	(9,564,120)	21,218,204
At 1 July 2006	18,035,073		(6,970,591)	11,064,482
Loss attributable to members of the parent entity	-	-	(786,637)	(786,637)
Loss attributable to minority equity interest			(646)	(646)
Foreign currency translation reserve	-	5,603	-	5,603
Share transaction costs	(57,000)			(57,000)
Share issue	1,530,000	-	-	1,530,000
At 31 December 2006	19,508,073	5,603	(7,757,874)	11,755,802

The accompanying notes form part of these financial statements.

ACONCAGUA RESOURCES LIMITED

*ABN 67 060 319 119
and Controlled Entities*

**CONDENSED CASH FLOW STATEMENT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2007**

	31 Dec 2007	31 Dec 2006
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts in the course of operations	-	34,019
Cash payments in the course of operations	(688,240)	(904,353)
Interest received	157,220	8,257
	<hr/>	<hr/>
Net Cash Used in by Operating Activities	(531,020)	(862,077)
	<hr/>	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for plant and equipment	(674,029)	(16,014)
Mining exploration payments	(1,217,889)	(311,166)
	<hr/>	<hr/>
Net Cash Used in by Investing Activities	(1,891,918)	(327,180)
	<hr/>	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment to directors of loans previously made	(15,042)	(123,247)
Loans advanced – non-related parties	(1,490,000)	(112,770)
Repayment of borrowings	(175,000)	-
Shares issued on cash previously received in relation to pending share issue	(4,348,500)	-
Net proceeds from issue of share capital	8,664,663	1,131,048
	<hr/>	<hr/>
Net Cash Provided by Financing Activities	2,636,121	895,031
	<hr/>	<hr/>
NET INCREASE/(DECREASE) IN CASH HELD	213,183	(294,226)
	<hr/>	<hr/>
Cash and Cash Equivalents at the Beginning of the Financial Period	4,494,434	475,575
Effect of exchange rates on cash holdings in foreign currencies	-	(4,874)
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	4,707,617	176,475
	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes form part of these financial statements.

ACONCAGUA RESOURCES LIMITED

ABN 67 060 319 119
and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

1 REPORTING ENTITY

Aconcagua Resources Limited (the “company”) is a company domiciled in Australia. The consolidated interim financial report of the company as at and for the six months ended 31 December 2007 comprises the company and its subsidiaries (together referred to as the “consolidated entity”).

2 STATEMENT OF COMPLIANCE

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the Corporations Act 2001.

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

This consolidated interim financial report was approved by the Board of Directors on 11 March 2008.

3 SIGNIFICANT ACCOUNTING POLICIES

Except as described below, the accounting policies applied by the consolidated entity in this consolidated interim financial report are the same as those applied by the consolidated entity in its consolidated financial report as at and for the year ended 30 June 2007.

4 SUBSEQUENT EVENTS

On 26 November 2007, the company issued 1 million shares at \$1.49 per share, under the company’s Share Purchase Plan to an employee. That employee was subsequently appointed a director of the company on 20 February 2008.

Under the Share Purchase Plan a loan, equal to the amount payable by the employee, will be provided to the employee for the purpose of acquiring the shares being offered. Each loan will be made on a non-recourse basis.

As at 31 December 2007, a Share Purchase Plan loan amounting to \$1.49 million is recorded as a current asset. The share price of the company at the close of business on Monday, 10 March 2008 was \$1.00. Potentially, the net realisable value of the loan is around \$1 million as compared to the recorded value of \$1.49 million.

The Directors believe that no provision is currently necessary and the Board will review and evaluate the loan receivable under the Share Purchase Plan at the company’s end year report.

ACONCAGUA RESOURCES LIMITED

ABN 67 060 319 119
and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

5 REVENUE AND EXPENSES

Specific Items

Loss before income tax expense includes the following revenues and expenses:

	Consolidated	
	31 Dec 2007	31 Dec 2006
	\$	\$
(i) Other Income		
Exchange gain (unrealised)	-	4,872
Interest received	157,220	8,257
Other income	-	1,624
	<u>157,220</u>	<u>14,753</u>
(ii) Expenses		
Depreciation and amortisation	<u>7,900</u>	<u>5,065</u>

6 OTHER RECEIVABLES

Included in other receivables is an amount of \$1.49 million in relation to a loan under the Company's Share Purchase Plan. See note 4 above for fuller details.

7 PROPERTY, PLANT AND EQUIPMENT

During the period, one of the company's controlled entities, Fierroinca Del Ecuador S.A., acquired land for its operations to the value of \$435,073. Construction and the cost of a metallurgical testing facility and equipment amounted to \$165,702. The remaining costs were incurred in acquiring furniture, fittings and fixtures and a vehicle.

8 EXPLORATION CONCESSIONS

During the period, the company's subsidiaries have acquired mining licences and mining concessions at a cost of \$242,057. Exploration costs amounted to \$1,531,547 during the same period. Included in exploration cost is an amount of \$555,715 incurred for the assessed value of 2 million options issued to an employee, who subsequently was appointed a director of the company on 20 February 2008.

9 ISSUED CAPITAL

	Consolidated		Consolidated	
	Dec 2007	June 2007	Dec 2007	June 2007
	\$	\$	Shares	Shares
Ordinary shares				
Issued	<u>29,644,394</u>	<u>21,054,523</u>	<u>128,047,963</u>	<u>111,747,963</u>
Movements during the year				
Balance at beginning of the period	21,054,523	18,035,073	111,747,963	105,997,963
Share issues during the half-year	9,140,000	3,330,000	16,300,000	5,750,000
Less : Share Transaction Costs	<u>(550,129)</u>	<u>(310,550)</u>	<u>-</u>	<u>-</u>
Balance at the end of the period	<u>29,644,394</u>	<u>21,054,523</u>	<u>128,047,963</u>	<u>111,747,963</u>

ACONCAGUA RESOURCES LIMITED
ABN 67 060 319 119
and Controlled Entities

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2007

10 SEGMENT INFORMATION

Geographical segments

For the six month period ended 31 December 2007

	Australia		South America		Eliminations		Consolidated	
	2007	2006	2007	2006	2007	2006	2007	2006
	\$	\$	\$	\$	\$	\$	\$	\$
Segment revenue	157,220	9,291	-	5,462	-	-	157,220	14,753
Segment result	(835,838)	(691,414)	(29,543)	(59,252)	(13,856)	(36,617)	(879,237)	(787,283)
Results from operating activities							<u>(879,237)</u>	<u>(787,637)</u>

Business segments

The consolidated entity is engaged in mineral exploration in Chile and Ecuador in South America.

ACONCAGUA RESOURCES LIMITED

ABN 67 060 319 119
and Controlled Entities

SUPPLEMENTARY APPENDIX 4D INFORMATION

NTA Backing

	31 Dec 2007	30 June 2007
Net tangible asset backing per ordinary share	16.57 cents	11.07 cents

The company has not declared any dividends.

The company does not have a dividend/distribution reinvestment plan.

Associated and Joint Venture Entities

N/A

Foreign Accounting Standards

N/A

Audit Alert

N/A