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HALF YEARLY REPORT

Interim Financial Report for the
Period Ended 31 December 2022

ACN 650 503 325

ASX:**EQN**

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CORPORATE DIRECTORY

Directors	Mr Robert Martin (Non-Executive Chairman) Mr Agha Shahzad Pervez (Executive Director) Mr Mena Habib (Non-Executive Director)
Management	Mr Jiahe "Gower" He (Chief Executive Officer) Mr Agha Shahzad Pervez (Chief Financial Officer) Mr Harry Spindler (Company Secretary)
Registered office	Level 50, 108 St Georges Terrace Perth Western Australia 6000 Telephone +61 8 6109 6689
Principal Place of Business	Level 50, 108 St Georges Terrace Perth Western Australia 6000
Website	www.eqnx.com.au
Share Registry	Advanced Share Registry 110 Stirling Highway Nedlands Western Australia 6009
Solicitors	Steinepreis Paganin Level 4, The Read Buildings 16 Milligan Street Perth Western Australia 6000
Auditor	HLB Mann Judd (WA) Partnership Level 4, 130 Stirling Street, Perth Western Australia 6000
Stock Exchange	Australian Securities Exchange Limited ASX Code: EQN

Directors Report

The Directors present their report together with the financial report of Equinox Resources Limited ("EQN", "Equinox" or the "Company") and its controlled entities (the "Group", or the "Consolidated Entity") for the half-year ended 31 December 2022.

All amounts are presented to Australian Dollars (AU\$), unless noted otherwise.

In order to comply with the provisions of the Corporations Act 2001, the Directors report as follows:

DIRECTORS

The names of the Directors who held office during or since the end of the half-year:

Mr Robert Martin (Non-Executive Chairman)
Mr Agha Shahzad Pervez (Executive Director)
Mr Mena Habib (Non-Executive Director)

All Directors were in office for the entire duration unless otherwise stated.

OPERATING RESULTS

The Company made a loss for the period of \$461,605 (31 December 2021: \$2,058,422). At balance date, capitalised exploration costs totalled \$10,707,139 (30 June 2022: \$10,544,999) and Cash reserves were \$5,310,175 (30 June 2022: 6,106,586).

PRINCIPAL ACTIVITY

The Company focus is mineral exploration, appraising and development of Australian and Canadian mineral projects.

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 Company which have not been disclosed elsewhere in this report.

REVIEW OF OPERATIONS

The following is a summary of the activities of Equinox Resources Limited during the period 1 July 2022 to 31 December 2022. The Company's primary focus during the reporting period was the development of its Hamersley Iron Ore Project in Western Australia. This comprised continued engagement with the Wintawari Guruma Aboriginal Corporation ("WGAC") regarding the timing of heritage surveys and planned drilling program, advancement of the environmental work program and commencement of baseline flora and fauna studies for the Hamersley project. In addition, Equinox expanded its portfolio with the acquisition of two tenements in Western Australia and staking of claims in Ontario, Canada.

COMPANY PROJECTS

The Hamersley Iron Ore Project (Pilbara, WA)

The Hamersley Iron Ore Project (Pilbara Western Australia, 100% interest) is strategically located in the infrastructure-rich Pilbara iron ore province of Western Australia. The Project comprises granted Mining Lease (M47/1450), which covers an area of approximately 10.4 km².

The primary focus of the Company's activity over the period included the on-going stakeholder engagement and consultation with the Wintawari Guruma Aboriginal Corporation ("WGAC") to plan and conduct the heritage surveys to support the Company's drilling program and advancing the baseline environmental studies for the Hamersley Project with Umwelt.

Directors Report (Continued)

Environmental Survey's and Planning

During the reporting period, the Company continued its engagement with Umwelt, key environmental specialists that has been providing environmental support to the Company with regards to its Hamersley Project development planning. This has been in the form of a detailed gap analysis and approvals pathway which identified the need for further supporting environmental studies.

Equinox engaged consultants to undertake subterranean fauna, terrestrial fauna and general flora and vegetation studies to assess potential impacts of the Hamersley Project that were identified from the gap analysis. These environmental studies were designed to be carried out in parallel with the planned heritage survey, with the first phase comprising of desktop assessments (database and literature searches) for the project area.

The subterranean desktop assessment identified that the area surrounding the Project supports high richness of stygofauna and troglotaunal, and the geology underlying the target area includes potential habitat for subterranean fauna. A field survey will be required to determine the presence and composition of any subterranean fauna present in the Project, to inform assessment of potential impacts.

Umwelt has 25+ years of experience in environmental and social consulting, successfully completing over 5,000 projects across Australia in the public and private sectors, including infrastructure, mining, industrial, urban development, defence, and state and commonwealth government sectors.

Drill Planning and Preparation

During the reporting period, drill and heritage survey planning works continued in preparation for the Company's planned drilling campaign.

The Company continued with its community engagement obligations, including regular and consultative dialogue with WGAC, together with other government departments with regards to the planned drilling and future potential development program for the Hamersley Project.

The Company requested that updated archaeological and ethnographic surveys be undertaken on the Hamersley Project. Heritage surveys are a necessary part of a consultative and collaborative approach to progressing potential project development, and as part of the Company's environmental, social and governance responsibilities.

The Company worked with WGAC and finalised the timing and logistical matters for the survey party of WGAC's in-house cultural heritage group "Yular Heritage" to complete works. It was anticipated that following easing of COVID 19 impacts, that the requested updated archaeological and ethnographic surveys would be undertaken on the Hamersley Project in the later part of the September Quarter. Due to unforeseeable events however, these surveys were postponed. The Company is working closely with WGAC on arrangements to have these surveys completed as soon as practically possible.

The Auxesia Project (Kambalda, WA)

As announced late December 2022, the Company acquired two new tenements (E15/1902 & E15/1903) in Western Australia for a cash payment of \$16,324.

E15/1902 comprises an area of 6 Blocks (approximately 20km²) and E15/1903 comprises an area of 68 Blocks (approximately 200km²). The tenements are located approximately 10km to 20km west of Kambalda, Western Australia. E15/1902 is located immediately south of the Mineral Resources' (ASX:MIN) Mt Marion Lithium Mine. The Spargos Reward Gold Project is also located 6km south of the project area. The region has a rich history of gold, nickel and lithium discoveries.

Directors Report (Continued)

Dome Lake Project (Ontario, Canada)

During the reporting period, Equinox staked land in Canada comprising of 783 claims. The target area is located in the eastern margin of the Onaman–Tashota greenstone belt within the Willet assemblage and the Esnagami batholith to the north and the Onaman pluton to the south.

The project area is approximately 3.5 hours drive to the north-east of the key mining centre of Thunder Bay, Ontario and is well serviced by the highway, roads and rail running through the northern tip of the project area. The wider Ontario district area includes a number of mines and exploration projects including those related to battery metals / green energy sector (including Lithium, Copper, Nickel) as well as Iron Ore.

This ground was staked for nominal application costs and is considered by the Company to be Greenfields exploration opportunity, with minimal modern exploration completed.

BUSINESS DEVELOPMENT

During the reporting period the Company continued to review potential acquisition opportunities and partnerships that have a strategic fit for the Company and that have the potential to deliver value for Shareholders. These activities resulted in the securing of a total of approximately 160km² of claims in Ontario, Canada and two tenements in Western Australia.

Equinox's prospectus dated 31 August 2021 as supplemented by the supplementary prospectus dated 7 September 2021 (together, "the Prospectus") outlined the Company's use of funds, whereby Equinox allocated \$200,000 for project generative activities.

COVID-19 IMPACT

COVID-19, which is a respiratory illness caused by a new virus, was declared a world-wide pandemic by the World Health Organisation in March 2020. COVID-19, as well as measures to slow the spread of the virus, have since had a significant impact on the likelihood of normal business operating conditions. This creates a level of uncertainty about the future trading outlook for all organisations globally and the Company is no exception. It is not possible to reliably assess the potential impacts at the present time which may cast a significant doubt as to whether the Company will be able to continue as a going concern and realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements.

CORPORATE

2022 Annual General Meeting

The Company held its 2022 Annual General Meeting on 29 November 2022. All resolutions detailed in the Company's Notice of Meeting dated 28 October 2022 were passed by poll, details of which are included in the Company's announcement of 29 November 2022.

Registered Address and Place of Business

The registered address and principal place of business for the Company was moved to Level 50, 108 St Georges Terrace, Perth WA 6000.

Corporate Advocacy Engagement

During the quarter, the Company engaged Corporate Affairs Australia ("CAA") to assist the Company with the planning for community, government and stakeholder engagement in support for the Hamersley Project. CAA is a full-service corporate affairs agency, led by experienced practitioners Simon Corrigan and Tim Walster, who provide strategic corporate affairs advice and support across Australia, including for community relations, approvals, government relations and communications.

Directors Report (Continued)

SUBSEQUENT EVENTS

Appointment of Chief Executive Officer (“CEO”)

Subsequent to the reporting period, in early January 2023, the Company appointed highly experienced mining executive and experienced Iron Ore, Lithium and battery metals industry professional, Mr Jiahe “Gower” He as Chief Executive Officer.

Gower is a trusted, respected and highly experienced mining executive and a certified CPA with over 20 years’ experience in the resources sector. He has recently held various senior positions at Mitsui overseeing Mitsui’s strategic trade and investment plans across a variety of commodities including Iron Ore, Lithium, and other battery related minerals.

At Mitsui, Gower also managed stakeholder management at various levels within the mining industry, both domestically and internationally, planned and executed divisional strategies to the Australian and Japanese headquarters.

Through his work with Mitsui, Gower also managed joint venture engagements including marketing and global partners network, implemented company marketing and operational strategies, oversaw joint ventures, managed M&A, stakeholder management and dispute resolutions.

Gower was also previously an Executive Director of potential West Australian Lithium miner Red Dirt Metals Ltd (ASX:RDT).

Staking of additional Canadian Claims

Subsequent to the reporting period, in February 2023, Equinox staked additional claims in Ontario, Canada comprising of 585 claims, covering a total ~121 km². These newly staked mining claims are located in the Larder Lake mining division of Ontario and are situated on and near the “Case Batholith” complex. Ontario is considered to be a mining friendly jurisdiction and well serviced by the highway, roads, and associated infrastructure.

COMPLIANCE STATEMENT

This half year report contains information extracted from ASX Market announcements reported in accordance with the 2012 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” (“2012 JORC Code”) and available for viewing at balkamin.com. Equinox Resources Limited confirms that it is not aware of any new information or data that materially effects the information included in the original ASX market announcement. Such ASX announcements are as follows:

16-Feb-23	Equinox Expands Canadian Exploration Portfolio
30-Jan-23	Quarterly Activities/Appendix 5B Cash Flow Report
15-Dec-22	Equinox Secures Australian and Canadian Exploration Areas
31-Oct-22	Quarterly Activities/Appendix 5B Cash Flow Report
04-Oct-22	Hamersley Project Heritage Survey Update
15-Sep-22	Appendix 4G and Corporate Governance Statement
15-Sep-22	Annual Report
24-Aug-22	Hamersley Project Environmental Survey Update
29-Jul-22	Quarterly Activities/Appendix 5B Cash Flow Report
28-Jul-22	Hamersley Project Heritage Survey Update
29-Apr-22	Quarterly Activities/Appendix 5B Cash Flow Report
26-Apr-22	Market Update Drilling Program
09-Mar-22	Hamersley Project Update

Directors Report (Continued)

28-Feb-22	Half Year Accounts
24-Jan-22	Quarterly Activities / Appendix 5B Cash Flow Report
30-Nov-21	Project Update
20-Oct-21	Equinox Appoints CSA Global as Geological Consultants
12-Oct-21	Pre-Quotation Disclosures
12-Oct-21	Supplementary Prospectus
12-Oct-21	Prospectus

Auditor Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 21 and forms part of this directors' report for the half-year ended 31 December 2022.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306 (3) of the Corporations Act 2001.



Robert Martin
Non-Executive Chairman
Dated: 22 February 2023

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

	Note	Consolidated 31 December 2022 \$	Company 31 December 2021 \$
Income		2,058	-
Total Income		2,058	-
Expenses			
Compliance and regulatory expenses		(45,803)	(111,571)
Consulting and professional fees		(37,466)	(64,236)
Employee benefits expense		(148,800)	(207,627)
Exploration expense		(54,435)	(178,558)
Depreciation expense & Amortisation Expense		(30,971)	(8,016)
Share based payment		-	(1,408,024)
Other expenses		(82,672)	(80,390)
Project and Opportunities evaluation		(63,516)	-
Total expenses		(463,663)	(2,058,422)
(Loss) for the period		(461,605)	(2,058,422)
Other comprehensive income			
Item that may be reclassified to profit or loss when specific conditions are met			
Exchange differences on translation of foreign operation		(177)	-
Total comprehensive loss for the period attributable to members		(461,782)	(2,058,422)
Basic and diluted earning per share (cents per share)	9	(0.48)	(4.33)

The condensed consolidated statement of comprehensive income to be read in conjunction with the notes to and forming part of the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2022

	Note	Consolidated 31 December 2022 \$	Company 30 June 2022 \$
Current Assets			
Cash and cash equivalents	2	5,310,175	6,106,586
Trade and other receivables	3	21,532	37,610
Prepayments	4	115,534	45,081
Total Current Assets		5,447,241	6,189,277
Non-Current Assets			
Property, plant and equipment		31,671	14,004
Right of use Asset		147,391	61,218
Exploration and Evaluation	5	10,707,139	10,544,999
Other non-current asset		49,000	-
Total Non-Current Assets		10,935,201	10,620,221
Total Assets		16,382,442	16,809,498
Current Liabilities			
Trade and other payables	6	(40,114)	(34,546)
Other liabilities	7	(25,245)	(85,103)
Current lease liability		(51,993)	(43,677)
Total Current liabilities		(117,352)	(163,326)
Non-Current Liabilities			
Non-Current lease liability		(99,515)	(18,815)
Total Current Liabilities		(99,515)	(18,815)
Total Liabilities		(216,867)	(182,141)
Net Assets		16,165,575	16,627,357
Equity			
Issued Capital	8	18,259,822	18,259,822
Option Reserve	12	579,775	579,775
Other Reserve		(177)	-
Accumulated losses		(2,673,845)	(2,212,240)
Total Equity		16,165,575	16,627,357

The condensed consolidated statement of financial position is to be read in conjunction with the notes to and forming part of the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2022

Company	Issued Capital	Reserves	Accumulated losses	Total
		\$	\$	\$
Balance at 1 July 2021	1	-	-	1
Issue of shares	19,100,000	-	-	19,100,000
Capital raising cost	(840,179)	-	-	(840,179)
Share based payments	-	1,408,024	-	1,408,024
Loss for the year	-	-	(2,058,422)	(2,058,422)
Balance at 31 December 2021	18,259,822	1,408,024	(2,058,422)	17,609,424

Consolidated	Issued Capital	Reserves	Accumulated losses	Total
		\$	\$	\$
Balance at 1 July 2022	18,259,822	579,775	(2,212,240)	16,627,357
Loss for the year	-	-	(461,605)	(461,605)
Other comprehensive income	-	(177)	-	(177)
Balance at 31 December 2022	18,259,822	579,598	(2,673,845)	16,165,575

The condensed consolidated statement of changes in equity is to be read in conjunction with the notes to and forming part of the interim financial report.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR HALF YEAR ENDED 31 DECEMBER 2022

	Consolidated 31 December 2022 \$	Company 31 December 2021 \$
Cash Flow from Operating Activities		
Payments to suppliers	(50,483)	(177,984)
Payments for staff costs	(148,800)	(121,976)
Admin and corporate costs	(390,575)	(121,192)
GST Refund/ (Paid)	25,439	(84,059)
Net cash flows (used in) operating activities	(564,419)	(505,211)
Cash Flow from Investing Activities		
Payments for exploration and evaluation	(162,140)	(471,279)
Payment for property plant and equipment	(20,852)	(16,794)
Payment for other non-current assets	(49,000)	-
Net cash (used in) investing activities	(231,992)	(488,073)
Cash Flows from Financing Activities		
Proceeds from issue of shares	-	9,000,000
Share issue costs	-	(684,964)
Repayment of borrowings	-	(222,416)
Net cash provided by financing activities	-	8,092,620
Net increase/(decrease) in cash and cash equivalents	(796,411)	7,099,336
Cash and cash equivalents at 1 July	6,106,586	1
Cash and cash equivalents at 31 December	5,310,175	7,099,337

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The condensed consolidated statement of cash flows is to be read in conjunction with the notes to and forming part of the interim financial report.

NOTES TO THE CONSOLIDATED FINANCIAL REPORT

Note 1: Summary of Significant Accounting Policies

Equinox Resources Limited ("Equinox" or the "Company") is a company domiciled in Australia. The interim consolidated financial report of the Company as at and for the six months ended 31 December 2022.

Basis of Preparation

These general purpose interim financial report for half-year reporting period ended 31 December 2022 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Equinox Resources Limited. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this financial report be read in conjunction with the Annual Report for the year ended 30 June 2022, issued together with any public announcements made during the following half-year.

Standards and Interpretations applicable to 31 December 2022

In the half-year ended 31 December 2022, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the Australian Accounting Standard Board that are relevant to the Company and effective for the half-year reporting periods beginning on or after 1 July 2022.

As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Company and therefore no material change is necessary to Company accounting policies.

Standards and Interpretations in issue not yet adopted

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

Estimates and Judgements

When preparing the Interim Financial Statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the Interim Financial Statements, including the key sources of estimation uncertainty, were the same as those applied in the Group's last annual financial statements for the year ended 30 June 2022.

Going Concern

The half year report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

Accounting Policies and Methods of Computation

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and those disclosed in the company's Annual Report.

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement in with the investee; and
- has the ability to use its power over the investee to affect its returns.

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements listed above.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Specifically income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and comprehensive income from the date the Company gains control until the date when the Company ceases to control the subsidiary.

Foreign Currency Transactions and Balances

Functional and presentation currency

The functional currency of each of the group's entities is measured using the currency of the primary consolidated environment in which that entity operates. The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

Transaction and balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in profit or loss, except where deferred in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in equity to the extent that the gain or loss is directly recognised in equity; otherwise the exchange difference is recognised in profit or loss.

Group companies

The financial results and position of foreign operations whose functional currency is different from the group's presentation currency are translated as follows:

- Assets and liabilities are translated at year-end exchange rates prevailing at that reporting date;
- Income and expenses are translated at average exchange rates for the period; and
- Retained earnings are translated at the exchange rates prevailing at the date of the transaction.

Exchange differences arising on translation of foreign operations are transferred directly to the group's foreign currency translation reserve in the statement of financial position. These differences are recognised in profit or loss in the period in which the operation is disposed.

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

Note 2: Cash and Cash Equivalents

	31 Dec 2022 \$	30 June 2022 \$
Cash at bank	5,306,991	6,098,458
Debit Card	3,184	8,127
Petty Cash	-	1
Cash and Cash Equivalents	5,310,175	6,106,586

Note 3: Trade and Other Receivables

	31 Dec 2022 \$	30 Jun 2022 \$
GST receivables	21,532	37,610
Trade and Other Receivables	21,532	37,610

Note 4: Prepayments

	31 Dec 2022 \$	30 Jun 2022 \$
Insurance	27,929	11,450
ASX Listing Fee	11,502	-
Other Prepayments	76,103	33,631
Total Prepayments	115,534	45,081

Note 5: Exploration and Evaluation

	31 Dec 2022 \$	30 Jun 2022 \$
Exploration and evaluation phase at cost	10,544,999	-
Acquisition cost	70,473	10,000,000
Transfer Duty	-	425,485
Exploration Capitalised	91,667	119,514
Total Exploration and Evaluation	10,707,139	10,544,999

The recoupment of exploration costs carried forward in relation to assets in the exploration phase are dependent on the successful development and commercial exploration or sale of the respective area.

Note 6: Trade and other Payables

	31 Dec 2022 \$	30 Jun 2022 \$
Trade creditors	40,114	34,546
Total Exploration and Evaluation	40,114	34,546

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

Note 7: Other Liabilities

	31 Dec 2022 \$	30 Jun 2022 \$
Accruals	25,245	44,723
Other Payables	-	40,380
Total other liabilities	25,245	85,103

Note 8: Issued Capital

	31 Dec 2022 \$	30 June 2022 \$
95,500,001 (30 June 2022: 95,500,001) fully paid ordinary shares	18,259,822	18,259,822

a). Ordinary shares

At beginning of the reporting period	18,259,822	1
Issue of shares – Acquisition of tenements	-	10,000,000
Issue of shares – initial public offer	-	9,000,000
Issue of shares – success fee	-	100,000
Less share issue costs	-	(840,179)
At reporting date	18,259,822	18,259,822

	No of Shares	No. of shares
At beginning of the reporting period	95,500,001	1
Issue of shares – Acquisition of tenements	-	50,000,000
Issue of shares – capital raising	-	45,000,000
Issue of shares – success fee	-	500,000
At reporting date	95,500,001	95,500,001

Ordinary shares have no par value and participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held. Every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

Note 9: Earnings per share

	31 Dec 2022 \$	31 Dec 2021 \$
<i>Basic earnings per share</i>		
Loss after Income tax	461,605	2,058,422
	Cents	Cents
Basic earnings per share	(0.48)	(4.33)
	Number	Number
<i>Weighted average number of ordinary shares</i>		
Weighted average number of ordinary shares used in calculated basic earnings per share	95,500,001	48,010,930

Note 10: Contingent Liabilities

Pursuant to the Hamersley Iron Ore Project Acquisition Agreement, on completion of the Acquisition the Company:

- issued 9,500,000 Performance Shares with Battery Age Minerals Ltd ("Battery Age") (previously called Pathfinder Resources Limited) receiving 6,650,000 and Lockett FE Pty Ltd ("Lockett") entitled to receive 2,850,000 Performance Shares, each to convert into one (1) Share within 24 months upon the Company announcing to the ASX, a Preliminary Feasibility Study in relation to the Hamersley Iron Ore Project, confirming the Hamersley Iron Ore Project is commercially viable.
- agreed to pay Battery Age a fixed royalty of USD\$0.70 per metric tonne of iron ore which is extracted and sold or otherwise disposed of from the area within the boundaries of the Hamersley Iron Ore Project (as those exist at the date of the Acquisition Agreement); and
- agreed to pay Lockett a fixed royalty of USD\$0.30 per metric tonne of iron ore which is extracted and sold or otherwise disposed of from the area within the boundaries of the Hamersley Iron Ore Project (as those exist at the date of the Acquisition Agreement).

There are no contingent assets at the reporting date.

Note 11: Subsequent Events

Appointment of Chief Executive Officer ("CEO")

Subsequent to the reporting period, in early January 2023, the Company appointed highly experienced mining executive and experienced Iron Ore, Lithium and battery metals industry professional, Mr Jiahe "Gower" He as Chief Executive Officer. Gower is a trusted, respected and highly experienced mining executive and a certified CPA with over 20 years' experience in the resources sector. He has recently held various senior positions at Mitsui overseeing Mitsui's strategic trade and investment plans across a variety of commodities including Iron Ore, Lithium, and other battery related minerals.

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

At Mitsui, Gower also managed stakeholder management at various levels within the mining industry, both domestically and internationally, planned and executed divisional strategies to the Australian and Japanese headquarters. Through his work with Mitsui, Gower also managed joint venture engagements including marketing and global partners network, implemented company marketing and operational strategies, oversaw joint ventures, managed M&A, stakeholder management and dispute resolutions.

Gower was also previously an Executive Director of potential West Australian Lithium miner Red Dirt Metals Ltd (ASX:RDT).

Staking of additional Canadian Claims

Subsequent to the reporting period, in February 2023, Equinox staked additional claims in Ontario, Canada comprising of 585 claims, covering a total ~121 km². These newly staked mining claims are located in the Larder Lake mining division of Ontario and are situated on and near the "Case Batholith" complex. Ontario is considered to be a mining friendly jurisdiction and well serviced by the highway, roads, and associated infrastructure.

Note 12: Share-based Payments

	31 Dec 2022 \$	30 June 2022 \$
Opening Option Reserve	579,775	-
Option expense	-	1,408,025
Transfer of lapsed options to accumulated losses	-	(828,250)
Total Option Reserve	579,775	579,775

Movement and valuation of options

The movements in options during the half year ended 31 December 2022 as follows:

	Numbers	Weighted average grant date fair value
Outstanding at the beginning of the period	10,000,000	0.20
Granted during the period	-	-
Exercised during the period	-	-
Outstanding at the end of the period	10,000,000	0.20
Exercisable at the end of the period	10,000,000	0.20

The following table details the number and weighted average grant fair value at grant date of options outstanding at the period end.

Grant date	Exercise price	Share price at grant date	Expiry date	Expected volatility	Risk-free interest rate	Weighted average grant date fair value
6/10/2021	\$0.30	\$0.20	6/10/2024	80%	0.265%	\$0.0828

NOTES TO THE FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

Note 13: Operating segments

Identification of reportable operating segments

The Company has identified its operating segments on the internal reports that are reviewed and used by the Board of Directors in assessing performance and determining the allocation of resources.

The Company currently operates predominantly in one operating segment being mineral exploration and evaluation in Australia.

Reportable segments disclosed are based on aggregating leases where the evaluation and exploration interests are considered to form a single project. This is indicated by:

- having the same ownership structure; and
- exploration programs targeting the leases as an entity. Indicated by the use of the same exploration team, shared geological data and knowledge across the leases.

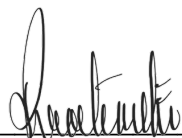
Unless otherwise stated, all amounts reported to the Board of Directors as the chief decision maker are determined in accordance with AASB 8 Operating Segments.

DIRECTOR'S DECLARATION

In the Director's opinion:

1. The financial statements and notes set out on pages 9 to 19 are in accordance with the Corporations Act 2001, including:
 - a) complying with Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and
 - b) giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the period ended on that date; and
2. 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.



Robert Martin
Non-Executive Director
Dated: 22 February 2023

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Equinox Resources Limited for the half-year ended 31 December 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
22 February 2023



N G Neill
Partner

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Equinox Resources Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Equinox Resources Limited ("the company") which comprises the condensed consolidated statement of financial position as at 31 December 2022, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration, for the Group comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 Equinox Resources Limited does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's responsibilities for the review of the financial report* section of our report. We are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibility of the directors for the financial report

The directors of the company are responsible for the preparation of the half-year 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 half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2022 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*.

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*.



HLB Mann Judd
Chartered Accountants

Perth, Western Australia
22 February 2023



N G Neill
Partner