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Interim Financial Report  
Six months ended 30 June 2023



**CONTENTS**

	<b>Page</b>
Directors' Report	1 - 2
Auditor's Independence Declaration	3
Consolidated Statement of Profit or Loss and Other Comprehensive Income	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Changes in Equity	6
Consolidated Statement of Cash Flows	7
Condensed Notes to the Consolidated Interim Financial Statements	8 - 12
Directors' Declaration	13
Independent Auditor's Review Report	14-15
Corporate Directory	16

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## DIRECTORS' REPORT

The Directors of Atrum Coal Limited (the "Company") are pleased to present their report together with the consolidated interim financial statements of the consolidated entity ("Atrum" or the "Group"), being the Company and the entities it controlled for the six months ended 30 June 2023, and the auditor's review report thereon.

### DIRECTORS

The following were Directors of the Company in office during the half year and up to the date of this report:

#### DIRECTORS

Glen Koropchuk  
Anita Perry  
Kelvin Flynn (appointed on 1 December 2022)  
Konrad de Kerloy (appointed on 1 January 2023)

### PRINCIPAL ACTIVITIES

The principal continuing activities of the Group are the exploration and development of anthracite in British Columbia, Canada.

## FINANCIAL REVIEW AND RESULTS OF OPERATIONS

### FINANCIAL REVIEW

During the period to 30 June 2023, there were no ordinary shares issued.

### FINANCIAL RESULTS

The Group recorded a net loss after tax for the six months to 30 June 2023 of \$1,062,741 (2022: \$6,983,734). Losses are a typical feature of an exploration company such as Atrum at the pre-production stage, as expenditures are made towards exploration and development of mining assets.

### FINANCIAL POSITION

At 30 June 2023, the Group had cash reserves of \$2,511,919 (December 2022: \$3,684,961).

The net assets of the Group decreased by \$943,283 during the six months from \$3,883,289 to \$2,940,006. This decrease was principally a result of the use of cash to pay for expenses.

## REVIEW OF OPERATIONS

The Directors provide the following comments on the operations of the Group for the six months ended 30 June 2023.

### HEALTH, SAFETY AND ENVIRONMENT

The Company is pleased to advise that there were no significant health, safety or environmental incidents reported during the half year.

### ELAN PROJECT – Crowsnest Pass, Alberta, Canada

#### Alberta Government reinstates 1976 Coal Policy

On 8 February 2021, the Government of Alberta reinstated the 1976 Coal policy it repealed in 2020 and announced that a consultation process would be completed to inform the formulation of a new coal policy. All Coal Exploration Licences were frozen whilst this process was undertaken.

Following the conclusion of the Government's consultation, it imposed an indefinite moratorium on coal exploration and development on category 2 lands. As a consequence, during the year ended 31 December 2022, the Group has impaired the carrying value of the Elan project.

The Group has commenced a claim against the Government of Alberta for de facto expropriating Elan's coal leases and are also seeking monetary compensation pursuant to the doctrine of private nuisance and unjust enrichment. Atrum's claim is proceeding under case management. The case management process in Alberta exists to facilitate the efficient advancement of complex claims under the oversight of a single judge with powers to impose deadlines and make procedural orders.

### GROUNDHOG ANTHRACITE PROJECT – British Columbia, Canada

During the period ended 30 June 2023, Atrum received a total of \$513,506 from JOGMEC further to its agreement with the Company with respect to the Groundhog project. The agreement provides that JOGMEC will earn in 10% of the Groundhog project after spending \$1M on the project within three years. JOGMEC has the option not to proceed with the earn-in after spending a first \$300k on the project. During the option period, JOGMEC will refund the Company for all lease rentals with respect to the tenements of the Groundhog Project.

During the period to 30 June 2023, the Company paid the annual rentals with respect to the tenements in British Columbia, Canada which comprise the Groundhog and Panorama projects.

## **CORPORATE**

### **Directors**

During the six months ended 30 June 2023,

- (a) Mr. Konrad de Kerloy was appointed on 1 January 2023.

### **AGM**

Atrum held its 2023 Annual General Meeting (AGM) on 29 May 2023. The AGM was held on-line via webcast.

### **SIGNIFICANT CHANGES IN STATE OF AFFAIRS**

The securities of the Company were suspended from quotation on 9 March 2023 under Listing Rule 17.3. The ASX determined that the Company's operations were not adequate to warrant the continued quotation of its securities and was therefore in breach of Listing Rule 12.1. The suspension will continue until the Company is able to demonstrate compliance with Listing Rule 12.1. There have been no other significant changes in the state of affairs of the Group during the half year other than disclosed in this Interim Financial Report.

### **MATTERS SUBSEQUENT TO REPORTING PERIOD**

Other than as noted below, no matters or circumstances have arisen since 30 June 2023 which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group.

Effective 1 July 2023, the Group's Chief Financial Officer ("CFO"), Mr. Jayram Hosanee, resigned and Patricia Penney was appointed as the Group's new CFO.

### **AUDITOR'S INDEPENDENCE DECLARATION**

The Auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 3 and forms part of this Directors' Report for the six months ended 30 June 2023.

This report is made in accordance with a resolution of the Board of Directors.



**Glen Koropchuk**

Director

12 September 2023

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## DECLARATION OF INDEPENDENCE BY PHILLIP MURDOCH TO THE DIRECTORS OF ATRUM COAL LIMITED

As lead auditor of Atrum Coal Limited for the half-year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Atrum Coal Limited and the entities it controlled during the period.



**Phillip Murdoch**

**Director**

**BDO Audit (WA) Pty Ltd**

Perth, 12 September 2023

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## CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2023

	Note	Six months to	
		30 June 2023	30 June 2022
		\$	\$
<b>Income</b>			
Interest income		629	278
Contributions from JOGMEC		513,506	479,725
		<u>514,135</u>	<u>480,003</u>
<b>Expenses</b>			
Administration		(44,835)	(39,646)
Compliance and regulatory		(199,442)	(165,389)
Consultancy		(15,000)	-
Director fees		(147,676)	(92,117)
Staffing costs		(33,926)	(67,468)
Exploration expenditure		(1,070,017)	(1,222,628)
Impairment of exploration and evaluation project	5	-	(5,994,200)
Foreign exchange gain/(loss)		7,705	420
Occupancy		(405)	-
Public relations and marketing		(12,000)	(25,000)
Share-based payments	7(c)	(61,280)	142,291
<b>Loss before income tax expense</b>		<b>(1,062,741)</b>	<b>(6,983,734)</b>
Income tax expense		-	-
<b>Net loss after income tax expense</b>		<b>(1,062,741)</b>	<b>(6,983,734)</b>
<b>Other comprehensive income (loss)</b>			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences arising from translation of foreign operations		58,178	126,542
<b>Other comprehensive income for the period, net of tax</b>		<b>58,178</b>	<b>126,542</b>
<b>Total comprehensive loss for the period attributable to owners of the Company</b>		<b>(1,004,563)</b>	<b>(6,857,192)</b>
<b>Loss per share</b>			
		<b>Cents</b>	<b>Cents</b>
Basic and diluted loss per share	3	(0.08)	(1.01)

The above consolidated Interim Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

**CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION**  
AS AT 30 JUNE 2023

	Note	Consolidated	
		30 June 2023	31 December 2022
		\$	\$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents		2,511,919	3,684,961
Trade and other receivables		67,091	138,600
<b>Total Current Assets</b>		<b>2,579,010</b>	<b>3,823,561</b>
<b>Non-Current Assets</b>			
Reclamation deposits	4	743,791	614,074
Exploration and evaluation expenditure	5	3,667,138	3,528,300
<b>Total Non-Current Assets</b>		<b>4,410,929</b>	<b>4,142,374</b>
<b>TOTAL ASSETS</b>		<b>6,989,939</b>	<b>7,965,935</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables	6	398,566	686,621
<b>Total Current Liabilities</b>		<b>398,566</b>	<b>686,621</b>
<b>Non-current liabilities</b>			
Reclamation liability	4	3,651,367	3,396,025
<b>Total Non-Current Liabilities</b>		<b>3,651,367</b>	<b>3,396,025</b>
<b>TOTAL LIABILITIES</b>		<b>4,049,933</b>	<b>4,082,646</b>
<b>NET ASSETS</b>		<b>2,940,006</b>	<b>3,883,289</b>
<b>EQUITY</b>			
Issued capital	7	132,987,641	132,987,641
Reserves		12,516,574	12,397,116
Accumulated losses		(142,564,209)	(141,501,468)
<b>TOTAL EQUITY</b>		<b>2,940,006</b>	<b>3,883,289</b>

*The above consolidated interim statement of financial position should be read in conjunction with the accompanying notes.*

**CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**  
FOR THE SIX MONTHS ENDED 30 JUNE 2023

30 June 2023 Consolidated	Issued Capital \$	Share- Based Payment Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Total Equity \$
Balance as at 1 January 2023	132,987,641	11,224,527	1,172,589	(141,501,468)	3,883,289
<b>Other Comprehensive Income</b>					
Loss for the period	-	-	58,178	(1,062,741)	(1,004,563)
<b>Total comprehensive loss for the period</b>	-	-	58,178	(1,062,741)	(1,004,563)
<b>Transactions with equity holders:</b>					
Securities issued during the period	-	-	-	-	-
Share-based payments	-	61,280	-	-	61,280
<b>Total contribution by equity holders</b>	-	61,280	-	-	61,280
<b>Balance as at 30 June 2023</b>	<b>132,987,641</b>	<b>11,285,807</b>	<b>1,230,767</b>	<b>(142,564,209)</b>	<b>2,940,006</b>

30 June 2022 Consolidated	Issued Capital \$	Share- Based Payment Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Total Equity \$
Balance as at 1 January 2022	128,881,578	11,368,777	1,108,306	(133,190,084)	8,168,577
<b>Other Comprehensive Income</b>					
Loss for the period	-	-	126,542	(6,983,734)	(6,857,192)
<b>Total comprehensive loss for the period</b>	-	-	126,542	(6,983,734)	(6,857,192)
<b>Transactions with equity holders:</b>					
Securities issued during the period	112,527	-	-	-	112,527
Share-based payments/Options	-	(142,291)	-	-	(142,291)
<b>Total contribution by equity holders</b>	112,527	(142,291)	-	-	(29,764)
<b>Balance as at 30 June 2022</b>	<b>128,994,105</b>	<b>11,226,486</b>	<b>1,234,849</b>	<b>(140,173,818)</b>	<b>1,281,622</b>

The above consolidated interim statement of changes in equity should be read in conjunction with the accompanying notes.

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**CONSOLIDATED INTERIM STATEMENT OF CASHFLOWS**  
FOR THE SIX MONTHS ENDED 30 JUNE 2023

	30 June 2023	30 June 2022
	\$	\$
<b>Cash flows from operating activities</b>		
Receipts from JV Partner	513,506	479,725
GST refund	53,136	264,869
Payments to suppliers and employees	(715,261)	(503,716)
Interest received	629	278
Exploration expenditure (net amount)	(971,197)	(990,614)
<b>Net cash used in operating activities</b>	<b>(1,119,187)</b>	<b>(749,458)</b>
<b>Cash flows from investing activities</b>		
Reclamation bond paid (see note 4)	(98,820)	(232,014)
<b>Net cash used in investing activities</b>	<b>(98,820)</b>	<b>(232,014)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of shares	-	-
<b>Net cash provided by/(used in) financing activities</b>	<b>-</b>	<b>-</b>
Net decrease in cash and cash equivalents	(1,218,007)	(981,472)
Cash and cash equivalents at beginning of the period	3,684,961	1,823,809
Effect of foreign currency translation on cash held	44,965	28,195
<b>Cash and cash equivalents at end of the period</b>	<b>2,511,919</b>	<b>870,532</b>

*The above consolidated interim statement of cash flows should be read in conjunction with the accompanying notes.*

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# DIRECTORS' DECLARATION

## 1. REPORTING ENTITY

Atrum Coal Limited (the "Company"), is a listed for-profit public company, incorporated and domiciled in Australia.

The consolidated interim financial report of the Company for the six months ended 30 June 2023 comprises the Company and its controlled entities (together referred to as the "Group").

A copy of the consolidated audited financial report of the Group as at and for the year ended 31 December 2022 is available upon request from the Company's registered office at Level 5, 126 Phillip St, Sydney NSW 2000 or at [www.atrumcoal.com](http://www.atrumcoal.com).

## 2. BASIS OF PREPARATION

### Statement of Compliance

The consolidated interim financial report is a general-purpose financial report which has been prepared in accordance with Australian Accounting Standard AASB 134: Interim Financial Reporting, and the Corporations Act 2001.

The consolidated interim financial report does not include full disclosures of the type normally included in the annual financial report. Accordingly, it is recommended that this report be read in conjunction with the audited financial report of the Company for the year ended 31 December 2022 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements arising under the Australian Securities Exchange Listing Rules and the Corporations Act 2001.

The accounting policies adopted in this report are consistent with those applied by the Group in its consolidated audited financial report for the year ended 31 December 2022. All new effective standards have been adopted and have no impact on the financial statements.

The consolidated interim financial report was authorised for issue by the Directors on 12 September 2023.

### Going concern

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the ordinary course of business. The Group recorded a net loss after tax for the six months to 30 June 2023 of \$1,062,741 (2022: \$6,983,734) and net cash outflows from operating activities of \$1,119,187 (2022: \$749,458). The Group has cash reserves of \$2,511,919 (31 December 2022: \$870,532).

The Group has prepared a budget taking into consideration the plans for the Group as detailed below. The Company has halted all major site-based activities. Atrum's management are confident that the Group has the ability to raise further capital.

Whilst the Group is expected to be cash-flow negative in the foreseeable future as a result of continued expenditures, the ability of the Group to continue as a going concern is dependent on securing additional funding to continue to fund its operational and development activities. These conditions indicate a material uncertainty that may cast a significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The directors believe the Group will continue as a going concern, after consideration of the following factors:

- the Group has been successful in raising equity as required; and
- the level of expenditure can be managed.

Should the Group not be able to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the Group not continue as a going concern and meet its debts as and when they become due and payable.

### Use of Estimates and Judgements

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

The judgements, estimates and assumptions applied in preparing this consolidated interim financial report, including the key sources of estimation uncertainty, were consistent with those applied in the Group's audited financial report for the year ended 31 December 2022.

## DIRECTORS' DECLARATION

### 2. BASIS OF PREPARATION (Continued)

#### Changes in Accounting Policies and Accounting Standards

The accounting policies adopted in this report are consistent with those applied by the Group in its consolidated audited financial report for the year ended 31 December 2022.

### 3. EARNINGS PER SHARE

	30 June 2023	30 June 2022
Basic loss per share (cents)	(0.08)	(1.01)
Loss used to calculate basic and diluted earnings per share (\$)	(1,062,741)	(6,983,734)
Weighted average number of ordinary shares used to calculate basic and diluted EPS	1,391,699,172	690,606,237

### 4. RECLAMATION BONDS AND LIABILITY

	30 June 2023 \$	31 December 2022 \$
Balance at start of period	614,074	169,028
Additions	98,820	456,433
Exchange difference	30,897	(11,387)
Balance at end of period	743,791	614,074

During the six months ended, the Company paid an amount of \$98,020, which is part of an additional reclamation bond required on the Groundhog and Panorama projects. An additional reclamation liability of the same amount was recognized during the period.

#### RECLAMATION LIABILITY

	30 June 2023 \$	31 December 2022 \$
Balance at start of period	3,396,025	3,067,832
Additions	98,820	456,433
Exchange difference	156,522	(128,240)
Balance at end of period	3,651,367	3,396,025

### 5. EXPLORATION AND EVALUATION EXPENDITURE

	30 June 2022 \$	31 December 2022 \$
Groundhog Project	1,085,632	1,072,063
Panorama Project	2,581,506	2,456,237
	3,667,138	3,528,300
<b>Reconciliation</b>		
Balance at start of period	3,528,300	9,439,610
Advanced royalty payment	-	112,527
Impairment	-	(5,994,200)
Foreign exchange translation differences	138,838	(29,637)
<b>Balance at end of period</b>	<b>3,667,138</b>	<b>3,528,300</b>

## DIRECTORS' DECLARATION

### 5. EXPLORATION AND EVALUATION EXPENDITURE (Continued)

The Group policy in relation to exploration and evaluation expenditure is to capitalise activities relating to capital acquisitions and development assets and to expense ongoing exploration costs. The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases are dependent on the successful development and commercial exploitation or sale of the respective areas.

#### 1976 COAL POLICY – PROVINCE OF ALBERTA (Elan project)

During the year ended 31 December 2020, the Government of Alberta repealed the 1976 Coal Policy. It then reinstated it in February 2021 as well as froze all exploration permits until a consultation process was completed. Following the conclusion of that consultation process, the Government of Alberta imposed an indefinite moratorium on coal exploration and development on category 2 lands. As a result, the recoverable value of the Elan Project was assessed to be \$Nil and an impairment charge of \$5,994,200 was recognised in the prior year.

### 6. TRADE AND OTHER PAYABLES

	30 June 2023	31 December 2022
	\$	\$
Trade payables	227,503	543,261
Other accruals	171,063	143,360
	<b>398,566</b>	<b>686,621</b>

Terms and conditions relating to the above financial instruments:

- All amounts are expected to be settled.
- Trade payables are non-interest bearing and are normally settled on 30-day terms.
- Due to the short-term nature of trade payable and accruals, their carrying value is assumed to approximate their fair value.

### 7. ISSUED CAPITAL

#### (a) Issued and paid-up share capital

	30 June 2023		31 December 2022	
	Number	\$	Number	\$
<b>Issued Capital</b>				
Ordinary shares – fully paid	<b>1,391,699,172</b>	<b>132,987,641</b>	1,391,699,172	132,987,641
Total	<b>1,391,699,172</b>	<b>132,987,641</b>	1,391,699,172	132,987,641

#### (b) Movements in share capital:

During the six months ended 30 June 2023, there was no movement in share capital. The securities of the Company were suspended from quotation on March 9, 2023 under Listing Rule 17.3. The ASX determined that the Company's operations were not adequate to warrant the continued quotation of its securities and was therefore in breach of Listing Rule 12.1. The suspension will continue until the Company is able to demonstrate compliance with Listing Rule 12.1.

#### (c) Movements in unlisted performance rights:

During the six months ended 30 June 2023, 3,600,000 performance rights were issued to staff and management which vested as follows:

- 33% (1,200,000) performance rights vested immediately upon issuance
- 33% (1,200,000) performance rights vested on 30 April 2023
- 17% (600,000) performance rights will vest on 31 December 2023
- 17% (600,000) performance rights will vest on 31 December 2024

## DIRECTORS' DECLARATION

### 7. ISSUED CAPITAL (continued)

Class	Balance at start of period	# Granted during the period	Vested and Exercised	Cancelled/ Forfeited	Balance at end of period	*Value Vested during the period (\$)
35	235,400	-	-	-	235,400	9,339
36	235,400	-	-	-	235,400	5,603
37	235,400	-	-	-	235,400	4,669
38	9,937,500	-	-	-	9,937,500	29,250
40	-	3,600,000	-	-	3,600,000	12,419
	<b>10,643,700</b>	<b>3,600,000</b>	-	-	<b>14,243,700</b>	<b>61,280</b>

#### (d) Movements in unlisted options

	30 June 2023		31 December 2022	
	Number	Price*	Number	Price*
Balance at the start of period	952,000	\$ 0.30	9,685,000	\$ 0.41
Cancelled/Expired	-	-	(8,733,000)	\$ 0.48
Balance at close of period	952,000	\$ 0.30	952,000	\$ 0.30

#### \* Weighted average prices

Outstanding unlisted options at 30 June 2023 are as follows:

Expiry Date	Exercise Price*	Number of Options Outstanding	Number of Exercisable Options	Average Remaining Life (Years)
21 August 2025	\$0.30	952,000	952,000	2.15
	<b>\$0.30</b>	<b>952,000</b>	<b>952,000</b>	<b>2.15</b>

### 8. SEGMENT REPORTING

The Group has identified its operating segments based on the internal reports that are used by the Board (the chief operating decision makers) in assessing performance and in determining the allocation of resources.

The operating segments are identified by the Board based on the location of activity. For management purposes, the Group has organised its operations into two reportable segments on the basis of stage of development as follows:

- Exploration - mineral exploration and development in Canada
- All other segments – primarily involving corporate management and administration in Australia and Canada.

The Board as a whole will regularly review the identified segments in order to allocate resources to the segment and to assess its performance.

Period ended 30 June 2023	Exploration \$	All Other Segments \$	Consolidated \$
Segment loss	(644,453)	(418,288)	(1,062,741)
Segment assets	4,801,947	2,187,992	6,989,939
Segment liabilities	(3,872,678)	(177,255)	(4,049,933)
Other segment information included in segment loss:			
Interest revenue	-	629	629

## DIRECTORS' DECLARATION

### 8. SEGMENT REPORTING (Continued)

Period ended 30 June 2022	Exploration \$	All Other Segments \$	Consolidated \$
Segment loss	(6,885,694)	(98,040)	(6,983,734)
Segment assets	4,183,699	918,558	5,102,257
Segment liabilities	(3,558,774)	(261,861)	(3,820,635)
Other segment information included in segment loss:			
Interest revenue	-	278	278
Finance costs	-	-	-
Impairment expense	(5,994,200)	-	(5,994,200)

As at 30 June 2023 and 2022, the Group had no development assets.

### 9. CONTINGENCIES AND COMMITMENTS

There are no changes in contingent liabilities that occurred during the six months ended 30 June 2023.

### 10. RELATED PARTY TRANSACTIONS

Remuneration arrangements of key management personnel are disclosed in the annual financial report.

Other than that, there was no additional related party transactions.

### 11. DIVIDENDS PAID OR PROVIDED FOR

No dividend has been paid or provided for during the six months ended 30 June 2023.

### 12. EVENTS OCCURRING AFTER THE REPORTING DATE

Other than as noted below, no matters or circumstances have arisen since 30 June 2023 which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group:

Effective 1 July 2023, the Group's Chief Financial Officer ("CFO"), Mr. Jayram Hosanee, resigned and Patricia Penney was appointed as the Group's new CFO.

## DIRECTORS' DECLARATION

In the opinion of the Directors of Atrum Coal Limited (the "Company"):

- a) the financial statements and notes, as set out on pages 4 to 12, are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with Accounting Standard AASB 134: Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
  - (ii) giving a true and fair view of the Group's financial position as at 30 June 2023 and of its performance for the half-year ended on that date, 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.

This declaration is made in accordance with a resolution of the Board of Directors:



**Glen Koropchuk**  
Calgary, Alberta Canada  
Date: 12 September 2023

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## INDEPENDANT AUDITOR'S REVIEW REPORT

To the members of Atrum Coal Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Atrum Coal Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2023 and of its financial performance for the half-year ended on that date; and
- (ii) 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 the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

#### Material uncertainty relating to going concern

We draw attention to Note 2 in the half-year financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.



### **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 is free from material misstatement, whether due to fraud or error.

### **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 30 June 2023 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.

**BDO Audit (WA) Pty Ltd**

BDO  


**Phillip Murdoch**

**Director**

Perth, 12 September 2023

## CORPORATE DIRECTORY

### DIRECTORS

Glen Koropchuk (Non-Executive Chairman)  
Anita Perry  
Kelvin Flynn (appointed on 1 December 2022)  
Konrad de Kerloy (appointed on 1 January 2023)

### COMPANY SECRETARY

Nova Taylor

### REGISTERED AND PRINCIPAL OFFICE

Level 5, 126 Phillip St, Sydney NSW 2000

Phone: +61 3 8678 4091

Fax: +61 3 8678 1747

Website: [www.atrumcoal.com](http://www.atrumcoal.com)

Email: [nova.taylor@atomicgroup.com.au](mailto:nova.taylor@atomicgroup.com.au)

### SHARE REGISTRY

Automic Pty Ltd  
Level 5, 126 Phillip St, Sydney NSW 2000  
Telephone: +61 2 9698 5414

### AUDITORS

BDO Audit (WA) Pty Ltd  
Level 9  
Mia Yellagonga Tower 2  
5 Spring Street  
Perth WA 6000  
AUSTRALIA

### AUSTRALIAN SECURITIES EXCHANGE

Atrum Coal Ltd. shares (ATU) are listed on the Australian Securities Exchange.

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