



TURACO GOLD LIMITED

ABN 23 128 042 606

**INTERIM FINANCIAL REPORT FOR THE SIX MONTHS ENDED
30 JUNE 2023**

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Contents	Page
Directors' Report	3
Auditor's Independence Declaration	11
Consolidated Statement of Profit or Loss and Other Comprehensive Income	12
Consolidated Statement of Financial Position	13
Consolidated Statement of Changes in Equity	14
Consolidated Statement of Cash Flows	15
Notes to the Financial Statements	16
Directors' Declaration	23
Independent Auditor's Review Report	24

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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 31 December 2022 and any public announcements made by Turaco Gold Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.



DIRECTORS' REPORT

Your directors submit the financial report of Turaco Gold Limited ("Turaco" or the "Company") for the half-year ended 30 June 2023. The directors report as follows:

Directors

The names of directors who held office during or since the end of the half-year and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated.

John Fitzgerald	Non-Executive Chairman
Justin Tremain	Managing Director
Alan Campbell	Non-Executive Director
Bruce Mowat	Non-Executive Director

Results

The loss for the half-year after tax was \$2,170,888 (six months ended 30 June 2022: \$7,861,546). The decrease in loss is predominantly attributable to a reduction of exploration expenditure following a very active exploration program last year. This reduction in activity was a management decision due to greater uncertainty and weaker market sentiment and appetite towards junior explorers in general.

Overview of Gold Projects

Turaco holds a dominant exploration portfolio of over 6,600km² highly prospective Birimian greenstones, located predominantly in northern and central-east Côte d'Ivoire.

The majority of this large ground position is spread across four core projects;

- Eburnea Gold Project,
- Odienne,
- Ferke and
- Tongon North Projects

During the six-month period, Turaco has been active at all four core projects. Initially drilling activities were focussed at Satama within the Eburnea Project, however as the wet season approached the focus shifted to the northern projects of Tongon North, Odienne and Ferke, which are less impacted by adverse weather conditions.

Drilling completed at Satama (Eburnea Project) tested a parallel structure to the main area of drilling that is defined by an IP anomaly with anomalous gold in auger. At Odienne an auger program and further geochemical sampling was completed defining targets for maiden drilling which is underway. At the Natoga prospect within the Tongon North Project, auger drilling revealed a continuous zone of saprolite gold that extends over 1.3 kilometres. This discovery has identified a compelling drill target for future exploration. Following a satisfactory security review at the Ferke Project area, Turaco is planning to begin maiden exploration by way of an auger program.

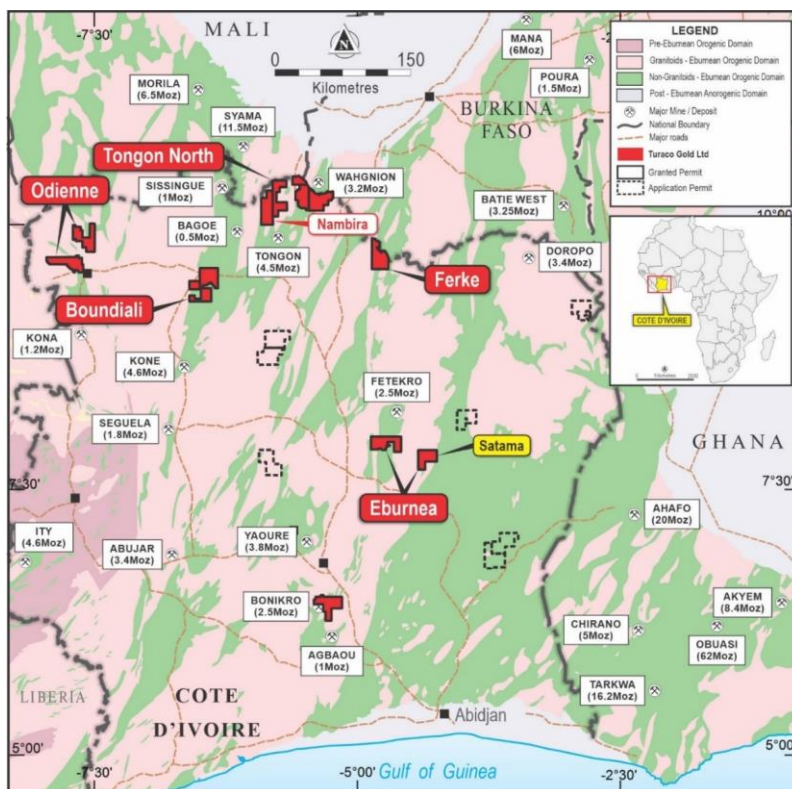


Figure One | Project Locations, Côte d'Ivoire

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Eburnea Gold Project

The Eburnea Project covers two granted permits covering 690km² in central Côte d'Ivoire (refer Figure Two).

The Bouake North permit is positioned on the Oume-Fetekro belt which hosts the 2.5Moz Fetekro gold project approximately 35km to the north and the 2.5Moz Bonikro and 1.0Moz Agbaou gold mines 200km to the south.

The Satama permit covers a significant north-east trending shear splaying off the crustal scale Ouango-Fitini shear, which marks the margin of the Birimian Comoé basin.

Satama (Turaco 100% Interest)

The focus of drilling to date has been on the 'eastern structure' where Turaco has drilled 2 kilometres of strike with continuous gold mineralisation from surface to approximately 150 metres depth (refer Figure Three).

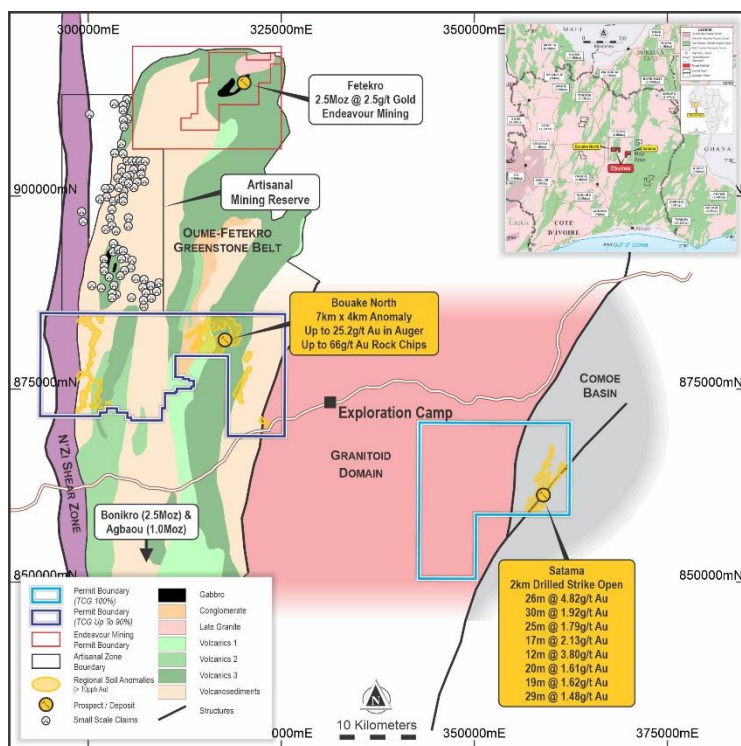


Figure Two | Eburnea Gold Project Location and Geology

Gold mineralisation along the main eastern shear zone at Satama occurs as closely stacked zones of quartz veining accompanied by strong pyrite, carbonate and sericite alteration of the sandstone host. Weathering extends to an average depth of 80m vertical with partial oxidation along fractures and sulphides extending to ~100m vertical, providing scope for a substantial oxide resource. Importantly, high grade mineralisation along the eastern structure extends into the fresh rock.

Exploration continues to advance the Satama discovery following the maiden drilling which commenced in early 2022. Results from Turaco's drilling to date demonstrate good continuity of gold mineralisation, from surface, along 2 kilometres of strike which remains OPEN to the north. Results to date include:

- 30m @ 1.92g/t gold from 94m
- 17m @ 2.13g/t gold from 16m
- 26m @ 4.82g/t gold from 35m
- 14m @ 2.59g/t gold from 57m
- 13m @ 1.99g/t gold from 111m
- 5m @ 5.96g/t gold from 115m
- 10m @ 2.21g/t gold from 141m
- 10m @ 2.44g/t gold from 35m
- 11m @ 2.23g/t gold from 128m
- 7m @ 2.98g/t gold from 141m
- 9m @ 1.70g/t gold from 21m
- 9m @ 1.84g/t gold from 75m

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Western Structure AC Drilling

Auger drilling has been completed over parallel structures to the west of the main Satama drill grid, where an IP survey highlighted high chargeability and resistive anomalies, delineated 3kms of mineralised bedrock strike with results of up to 13.59g/t gold.

Following up on the positive auger results, Turaco completed a reconnaissance style AC drilling program consisting of 4,447m (72 holes) across twelve broad-spaced (320 metres) traverses over one of the western IP anomalies, just 1 kilometre from the main zone of drilled mineralisation.

Results returned from the AC program included (refer Figure Three):

- o 15m @ 1.04g/t gold from 64m
- o 8m @ 1.24g/t gold from 8m
- o 5m @ 1.88g/t gold from 64m
- o 4m @ 1.59g/t gold from 24m
- o 4m @ 1.44g/t gold from 12m
- o 4m @ 1.53g/t gold from 200m
- o 4m @ 1.22g/t gold from 40m
- o 4m @ 1.21g/t gold from 8m

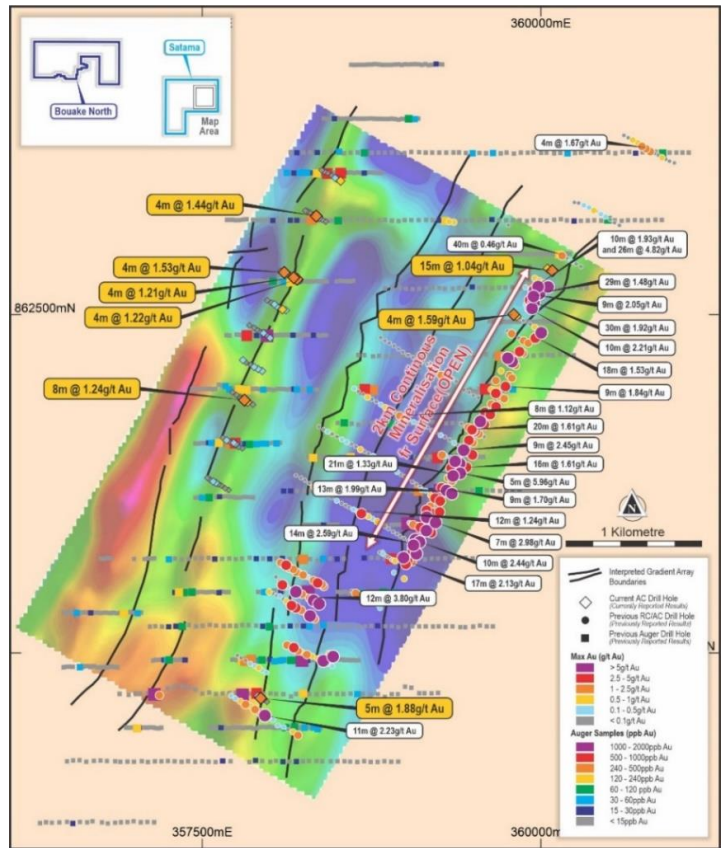


Figure Three | Satama Drill Grid Over IP Chargeability

Satama Northern Strike Potential

Satama is defined by a +10-kilometre-long corridor comprising a series of subparallel gold-in-soil anomalies with a cumulative strike in excess of 20 kilometres.

The eastern Satama trend that has been drilled, with continuous gold mineralisation over 2 kilometres, is open to the northeast.

The immediate northeast strike extent remains open for at least 1.5 kilometres and represents the strike extensions of drill hole STRC095 returning 26m @ 4.82g/t gold, the highest gram metre intersection drilled at Satama to date (refer Figure Four).

Previous wide spaced AC traverses (400 metre and 600 metre spacing) testing this northeast strike extension returned significant results of 40m @ 0.46g/t gold and 4m @ 1.67g/t gold, confirming this potential.

Further to the north, around 11 kilometres of strike within the Satama trend remains untested. Most of this is defined by soil sampling and occurs north of current IP and drill coverage. This soil anomalism includes multiple values greater than 60ppb gold (up to 246ppb gold). This tenor is significant and comparable to soil anomalism associated with the eastern drilled area.

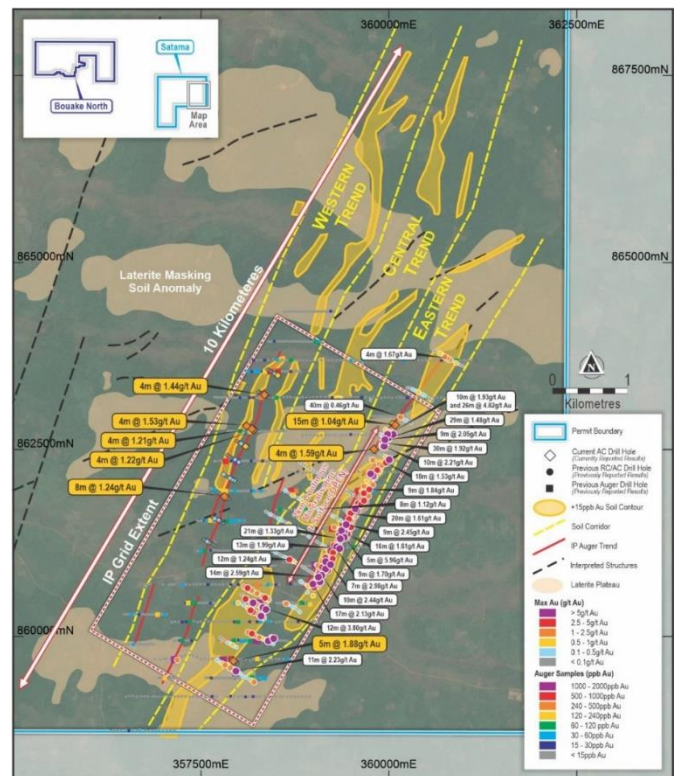


Figure Four | Satama Soil Geochemistry and Drill Plan (Over Radiometric)

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The regolith environment of the Satama area is characterised by extensive low lateritic plateaus which have helped preserve a significant depth of oxide but mute the overall soil geochemical response.

The Company is planning an ultra-fine, deep sensing sampling program over this northern strike extent during the wet season to assist in further drill planning.

Odienne Project (Turaco - 76% Effective Interest)

The Odienne Project, comprises two granted exploration permits covering a combined area of 758km² in the north-western region of Cote d'Ivoire. The Odienne South and Odienne North permits are under a joint venture between the Turaco-Predictive JV (Turaco 89%) and a local entity, under which the Turaco-Predictive JV has the right to earn an 85% interest.

Geologically, the Odienne South permit area lies on the regional scale Sassandra fault which marks the boundary between the Archean Man craton and the Paleoproterozoic Baoule-Mossi domain (refer Figure Five). Despite hosting comparable stratigraphy to Guinea's Siguiri basin, the Odienne region remains largely unexplored, though recent exploration success includes Centamin Mining's 2.2Moz Kona gold discovery which is located along strike to the south.

Odienne South

Turaco has undertaken several phases of soil geochemical sampling at Odienne South which has defined an extensive +30km anomalous corridor (20-40ppb gold) trending west-northwest (refer Figure Six). High-resolution airborne geophysics (magnetics and radiometrics) shows this anomaly sits on the contact of the reworked Archean margin. This margin is considered a highly significant tectonic domain and host to Predictive Discovery Ltd's recent 4.2Moz Bankan discovery along with several other gold occurrences in Guinea.

An auger program over the central 3,500m anomaly was completed returning results of up to 6.35g/t gold from bottom of hole saprolite sampling (refer Figure Seven).

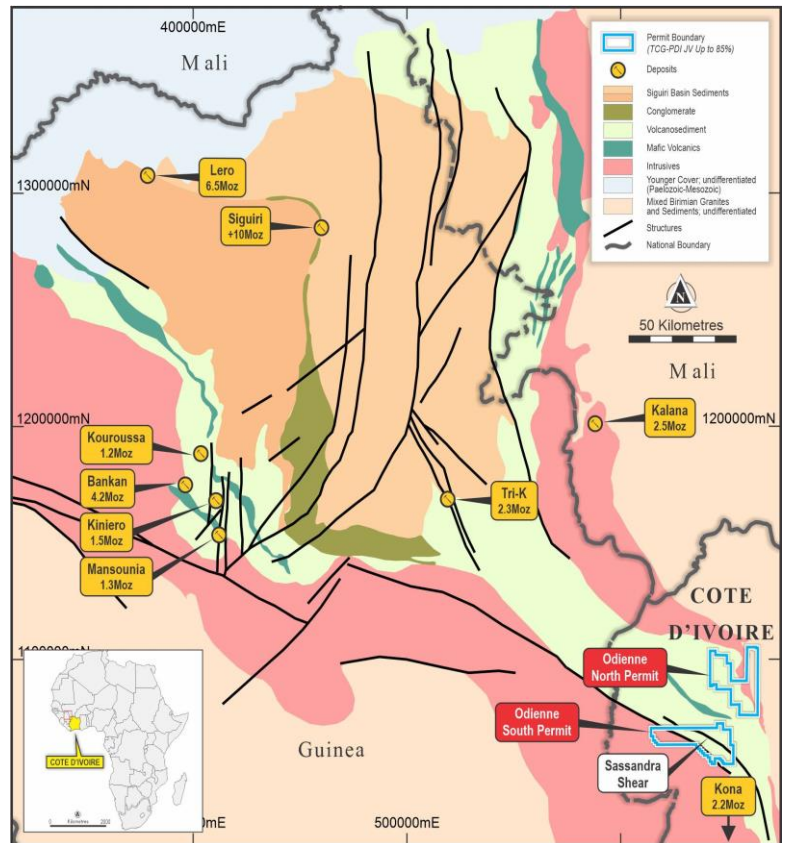


Figure Five | Odienne Project Area and Regional Geology

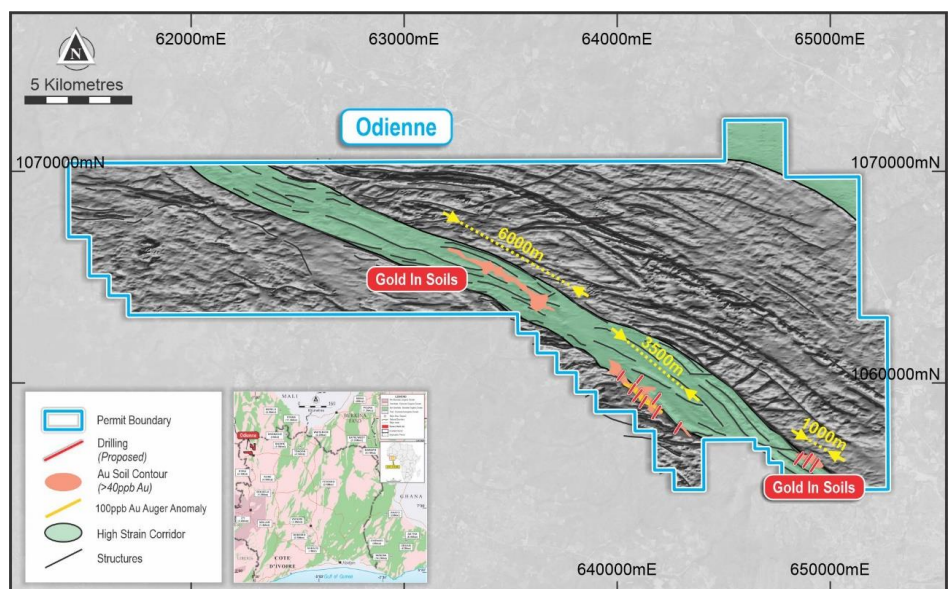


Figure Six | Odienne South Gold-in-Soil Anomalies

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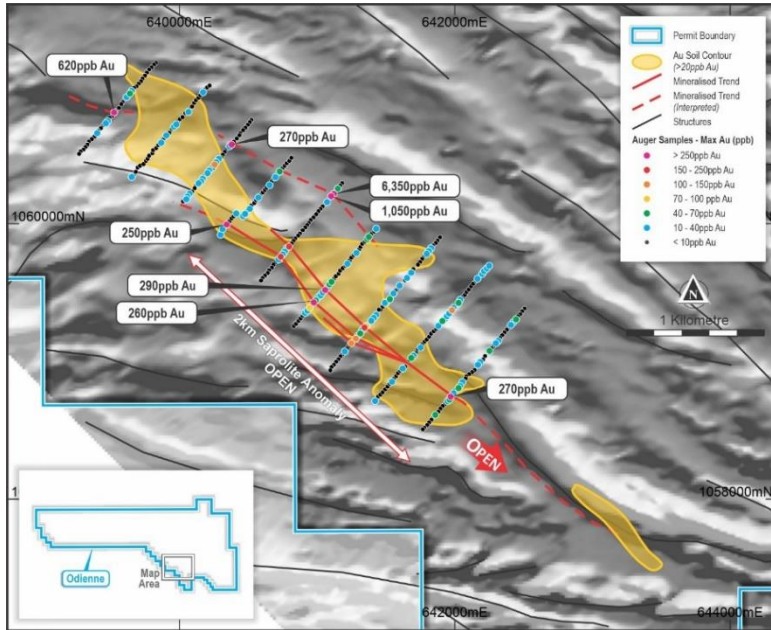


Figure Seven | Odienne South Auger Drilling

Outcrop across the project is limited but the targeted field mapping in the south-east highlighted deformed greenstones in contact with silicified metasediments. Sericite and sulphide alteration are reported, and rock chip results are pending.

First pass drill testing is currently underway at both the 3,500m central anomaly and the 1,000m anomaly in the south-east and is on 400m to 800m spaced drill traverses across the width of the anomalism to a depth of approximately 60m.

The total phase one drilling program comprising over 5,400m will be dependent on ongoing access conditions given the onset of the wet season in Cote d'Ivoire.

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Tongon North Project (Turaco 100% Interest)

The Tongon North Project is located on the highly prospective Senoufo greenstone belt in northern Côte d'Ivoire and covers a total area of ~1,540km² across five granted exploration permits being Ouraga, Somavogo, Dielle, Pongala (100% Turaco) and Nambira (80% Turaco) (refer Figure Eight).

The Natogo prospect straddles the Pongala and Somavogo permits and sits on the same structures associated with Barrick's 4.5Moz Tongon Gold Mine 30kms to the south-west and Endeavour's 3.2Moz Whangion Gold Operation 30kms to the north-east in Burkina Faso.

An infill program of 167 auger holes for 1,254m has been completed at the Natogo North target along strike to the north-east from recent aircore drilling.

The auger drilling reduced drill spacing down to 100m x 25m within an area of high tenor sapolite gold anomalism with results further confirming approximately 1,300m of +100ppb gold in-situ sapolite anomalism.

Best results included:

- TNAG3177 with 2m @ 2,240ppb gold
- TNAG3116 with 1m @ 660ppb gold

Sapolite anomalism is orientated toward the north-east and remains open.

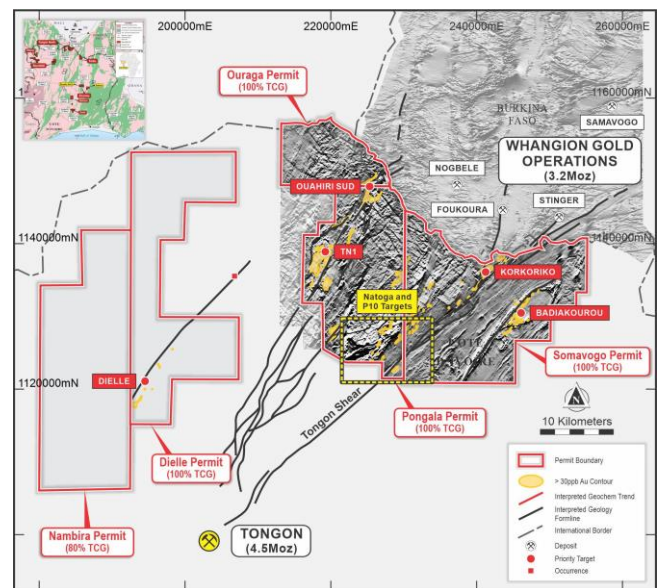


Figure Eight | Tongon North Project Location with Regional Structures and Gold-in-Soil Anomalies

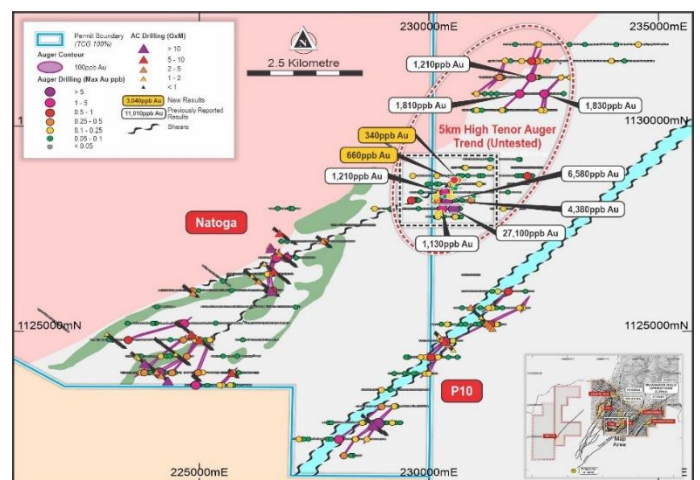


Figure Nine | Natogo Prospect Location

Width of anomalism ranges from approximately 60-120m horizontally (true thickness not defined). Better values and width are associated with the intersection of a north-northwest cross-structure.

Two pits have been excavated to expose the underlying geology and better understand the style of mineralisation.

One of these pits, TNPT0002, returning 4.25m @ 1.08g/t gold, associated with a zone of quartz breccia in mafic volcanic (refer Figure Ten).

This style of mineralisation is considered encouraging in that it is comparable to higher grade parts of Barrick's 4.5Moz Tongon deposit 30kms to the southwest. Over 5 kilometres of high-grade gold in auger drilling along the granite contact remains untested.

Ferke Project

The Ferke Project comprises a granted exploration permit covering 300km² located on the eastern margin of the Daloa greenstone belt at the intersection of major regional scale shear zones, in northern Côte d'Ivoire (refer Figure Eleven).

Initial exploration undertaken at Ferke Project by Predictive Discovery Ltd in 2016 and 2017 comprised several phases of geochemical stream and soil sampling across the permit area which defined the >16km gold-in-soils 'Leraba Gold Trend'. Aeromagnetics suggests the Leraba Gold Trend is associated with a large-scale flexure on regional scale shear zones.

A small amount of drilling and trenching was undertaken at the 'Ouarigue South' prospect, located in the southern portion of Leraba Gold Trend. This limited amount of drilling, predominately in one area, returned highly encouraging results and confirmed a significant gold discovery at Ouarigue South, with the potential for further discoveries along the +16km Leraba Gold Trend. Drilling and trenching results included (refer Figure Twelve):

- 34m @ 5.29g/t gold in trenching
- 92m @ 1.76g/t gold in trenching
- 78m @ 1.30g/t gold and 22m @ 1.6g/t gold in trenching
- 14m @ 10.74g/t gold fr 33m
- 45.3m @ 3.16g/t gold fr 45.9m, 10.9m @ 1.94g/t gold fr 95.7m and 4.7m @ 6.14g/t gold fr 134m
- 39.7m @ 3.54g/t gold fr 51.4m
- 9.75m @ 7.46g/t gold fr 104m
- 40.4m @ 1.88g/t gold fr 104m a
- 15m @ 2.06g/t gold fr 0m, 10.5m @ 1.71g/t gold fr 34.5m and 59.7m @ 1.35g/t gold fr 49.5m
- 45m @ 1.52g/t gold fr 42.1m
- 33m @ 1.62g/t gold fr 28m
- 16.5m @ 2.43g/t gold fr 24m
- 25m @ 3.06g/t gold from 64m

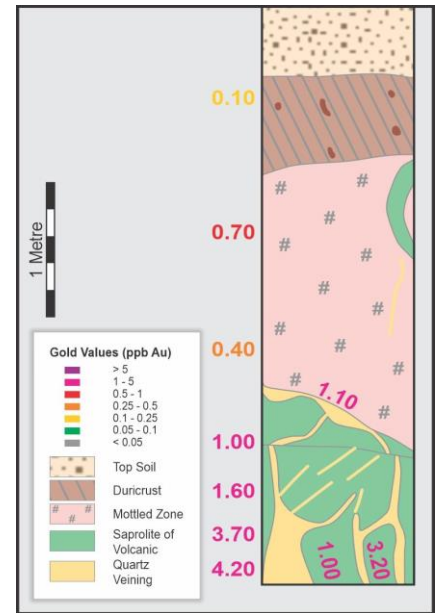


Figure Ten | Schematic of Natogo Pit

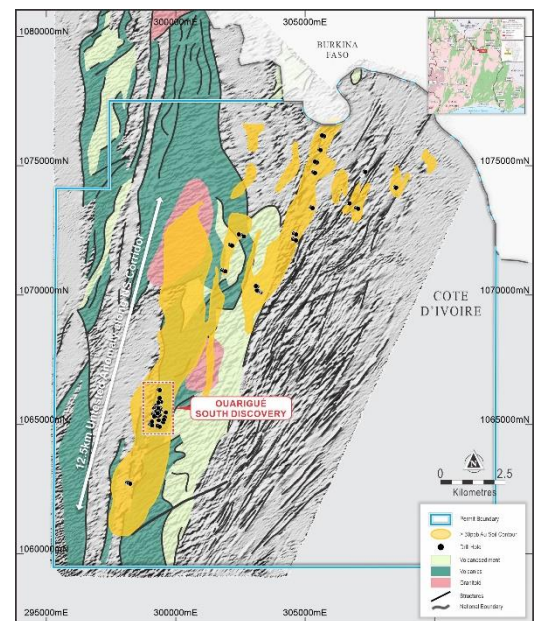


Figure Eleven | Ferke Gold Project > 16km Leraba Gold Trend

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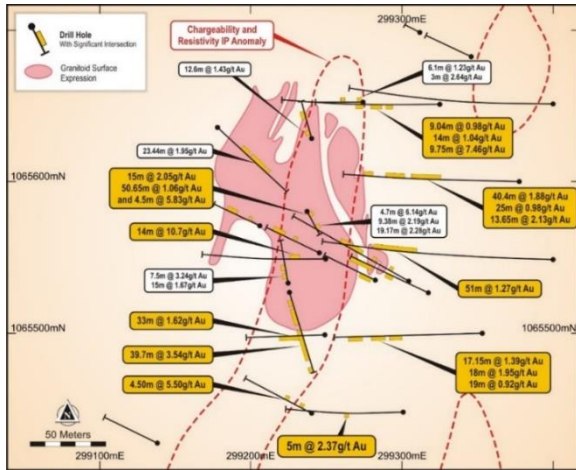


Figure Twelve | Ouarigue South Drill Hole Plan

No field work had been undertaken during the six-month period due to its proximity to the Comoé National Park and Burkina Faso border and the high security risk.

An independent security consultant has undertaken a risk assessment for commencement of field work. Following this assessment, work has commenced in the field preparing for a phase of auger drilling to test immediate surrounds to the Ouarigue South discovery.

Boundiali Project

The Boundiali belt is a highly prospective greenstone belt hosting Resolute's world class Syama gold operation and the Tabakoroni deposit.

On the belt's southern extension into Côte d'Ivoire several smaller high-grade deposits have been discovered, including Perseus Mining's Sissingue gold operation and the Bagoé deposits and Montage Gold's recent 3.2Moz Kone gold discovery to the southwest where it merges with the Senoufo belt.

The Boundiali Project covers a granted exploration permit covering 223km² (refer Figures One and Thirteen) held 100% by the Turaco-Predictive Joint Venture.

A 35% interest is also held by the Turaco-Predictive Joint Venture in the adjoining exploration permit to the north, with a disputed earn in right to 85%. However, no progress has been made to resolve this dispute and the renewal of this permit is overdue.

The permit held 100% by the Turaco-Predictive Joint Venture (Turaco 89%) has been the focus of exploration work and includes the Nyangboué gold discovery (refer Figure Fourteen).

Past shallow RC and DD drilling has delineated gold mineralisation from surface across the southern 1-1.5 kilometre of a 6 kilometre north striking gold-in-soil anomaly. This is referred to as the Nyangboué discovery. Mineralisation encountered occurs as discrete higher-grade zones within a broad low-grade envelope with a folded sedimentary package comprising alternating sandstones and shales with minor intraformational conglomerates.

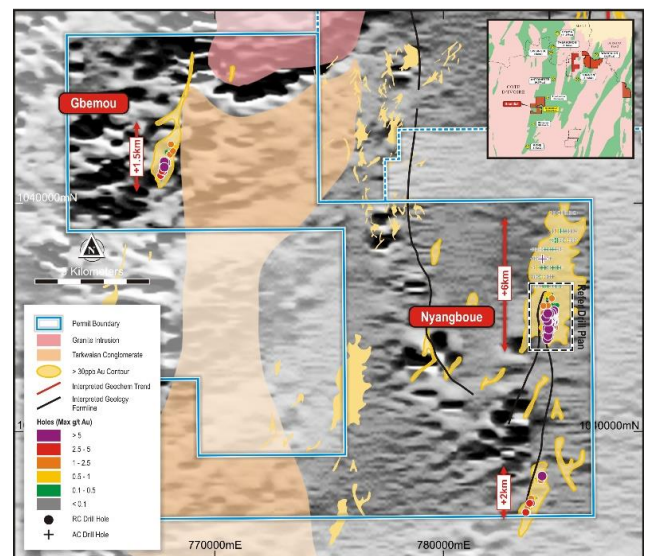


Figure Thirteen | Boundiali Project Overview

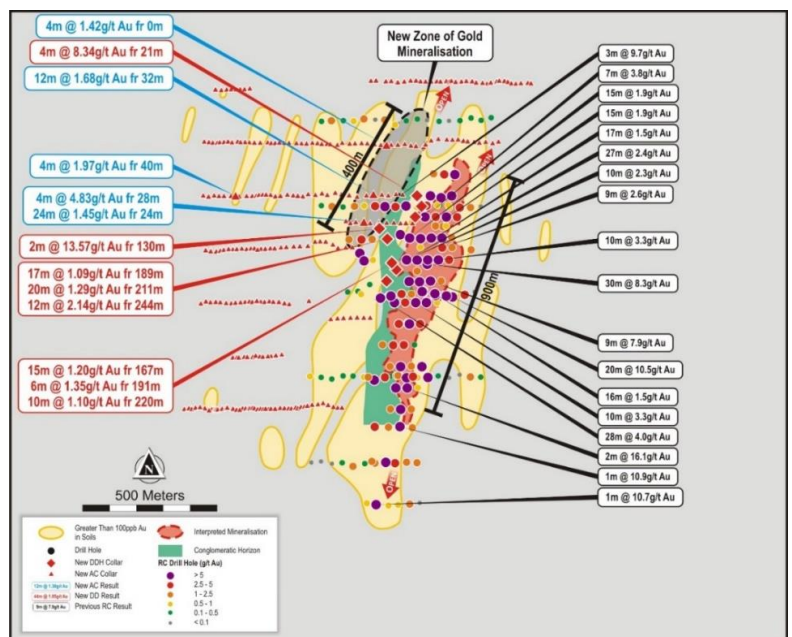


Figure Fourteen | Drill Plan with Gold-in-Soils Anomalies and Geology

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Project Generation

As part of ongoing project generation, during the half year, the Company reviewed several other project opportunities that would be complimentary to its existing project portfolio.

Auditor's Independence Declaration

Section 307C of the *Corporations Act 2001* requires the 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 the following page and forms part of this directors' report for the half-year ended 30 June 2023.

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*.

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Justin Tremain
Managing Director
Perth, 13 September 2023

Competent Person's Statement

The information in this report that relates to Exploration Results is based on, and fairly represents, information compiled by Mr Elliot Grant, who is a Member of the Australasian Institute of Geoscientists. Mr Grant is a full-time employee of Turaco Gold Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a competent person as defined in the 2012 Edition of the "Australasian Code for reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves" (JORC Code). Mr Grant consents to the inclusion in this report of the matters based upon his information in the form and context in which it appears.

References may have been made in this announcement to certain past ASX announcements, including references regarding exploration results. For full details, refer to the referenced ASX announcement on the said date. The Company confirms that it is not aware of any new information or data that materially affects the information included in these earlier market announcements.



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Turaco Gold Limited for the half-year ended 30 June 2023, 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
13 September 2023



M R Ohm
Partner

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HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the half-year ended 30 June 2023

	Notes	Consolidated	
		Half-year	Half-year
		30 June 2023	30 June 2022
		\$	\$
Other income		21,900	25,517
Employee benefits expense		(317,407)	(210,095)
Depreciation and amortisation expense		(67,836)	(55,643)
Corporate and administration expenses	2	(333,659)	(437,896)
Exploration expenditure expensed		(1,201,536)	(7,134,274)
Share-based payments	7	(22,100)	(43,500)
Foreign exchange gain / (loss)		2,150	(5,655)
Fair value movement on financial assets at FVTPL		(4,758)	-
Project generation and due diligence costs		(247,642)	-
(Loss) before income tax benefit		(2,170,888)	(7,861,546)
Income tax benefit		-	-
Net (loss) after tax		(2,170,888)	(7,861,546)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Exchange gain arising on translation of foreign operations		33,401	19,946
Total comprehensive (loss) for the period		(2,137,487)	(7,841,600)
Loss attributable to:			
Owners of Turaco Gold Limited		(2,145,931)	(7,667,635)
Non-controlling interest		(24,957)	(193,911)
		(2,170,888)	(7,861,546)
Total comprehensive loss attributable to:			
Owners of Turaco Gold Limited		(2,112,530)	(7,647,689)
Non-controlling interest		(24,957)	(193,911)
		(2,137,487)	(7,841,600)
Earnings per share			
Basic (loss) per share (cents)		(0.49)	(1.84)
Diluted (loss) per share (cents)		(0.49)	(1.84)

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

		Consolidated	
		30 June 2023	31 December 2022
		\$	\$
	Notes		
Assets			
Current Assets			
Cash and cash equivalents		4,269,325	3,850,917
Other receivables	3	164,613	192,411
Total Current Assets		4,433,938	4,043,328
Non-Current Assets			
Other assets	4	36,710	56,710
Property, plant and equipment		166,393	208,648
Right-of-use assets		44,989	62,989
Exploration and evaluation expenditure	5	1,136,796	1,093,389
Financial assets at FVTPL		33,171	37,929
Total Non-Current Assets		1,418,059	1,459,665
Total Assets		5,851,997	5,502,993
Liabilities			
Current Liabilities			
Trade and other payables		343,184	1,384,454
Provisions		92,743	51,444
Lease liabilities		39,063	36,889
Total Current Liabilities		474,990	1,472,787
Non-Current Liabilities			
Lease liabilities		10,376	30,518
Total Non-Current Liabilities		10,376	30,518
Total Liabilities		485,366	1,503,305
Net Assets		5,366,631	3,999,688
Equity			
Issued capital	6	70,643,099	67,224,769
Reserves		5,040,344	4,920,843
Accumulated losses		(69,931,395)	(67,785,464)
Owners of Turaco Gold Limited		5,752,048	4,360,148
Non-controlling interest		(385,417)	(360,460)
Total Equity		5,366,631	3,999,688

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

Consolidated Statement of Changes in Equity
For the half-year ended 30 June 2023

Consolidated	Issued Capital	Share-Based Payment Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Attributable to TCG shareholders	Non-controlling interest	Total Equity
	\$	\$	\$	\$	\$	\$	\$
Balance at 1 January 2022	67,070,815	4,890,758	(52,535)	(57,378,939)	14,530,099	(135,283)	14,394,816
Loss attributable to members of the group	-	-	-	(7,667,635)	(7,667,635)	(193,911)	(7,861,546)
Exchange differences arising on translation of foreign operations	-	-	19,946	-	19,946	-	19,946
Total comprehensive loss for the year	-	-	19,946	(7,667,635)	(7,647,689)	(193,911)	(7,841,600)
Shares issued	155,555	-	-	-	155,555	-	155,555
Share issue costs	(1,602)	-	-	-	(1,602)	-	(1,602)
Recognition of share-based payment expense	-	43,500	-	-	43,500	-	43,500
Balance at 30 June 2022	67,224,768	4,934,258	(32,589)	(65,046,574)	7,079,863	(329,194)	6,750,669
Balance at 1 January 2023	67,224,769	4,934,258	(13,415)	(67,785,464)	4,360,148	(360,460)	3,999,688
Loss attributable to members of the group	-	-	-	(2,145,931)	(2,145,931)	(24,957)	(2,170,888)
Exchange differences arising on translation of foreign operations	-	-	33,401	-	33,401	-	33,401
Total comprehensive loss for the year	-	-	33,401	(2,145,931)	(2,112,530)	(24,957)	(2,137,487)
Shares issued	3,750,000	-	-	-	3,750,000	-	3,750,000
Share issue costs	(331,670)	64,000	-	-	(267,670)	-	(267,670)
Recognition of share-based payment expense	-	22,100	-	-	22,100	-	22,100
Balance at 30 June 2023	70,643,099	5,020,358	19,986	(69,931,395)	5,752,048	(385,417)	5,366,631

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

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	Consolidated		
	Note	Half-year 30 June 2023 \$	Half-year 30 June 2022 \$
Cash flows from operating activities			
Interest received		39,075	16,723
Payments to suppliers and employees		(598,841)	(589,934)
Payments for exploration and evaluation expenditure		(2,273,126)	(4,119,840)
Payments for due diligence expenses		(238,135)	-
Lease interest payment		(4,459)	(5,866)
Net cash used in operating activities		<u>(3,075,486)</u>	<u>(4,698,917)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		-	(143,609)
Net cash used in investing activities		<u>-</u>	<u>(143,609)</u>
Cash flows from financing activities			
Proceeds from share issue		3,750,000	155,555
Payment of share issue costs		(267,710)	(1,602)
Lease payment (principal element)		(17,968)	(24,051)
Net cash from financing activities		<u>3,464,322</u>	<u>129,902</u>
Net increase / (decrease) in cash held		388,836	(4,712,624)
Cash and cash equivalents at the beginning of the period		3,850,917	13,872,625
Effects of exchange rate fluctuations on cash held		29,572	(68,215)
Cash and cash equivalents at the end of the period		<u>4,269,325</u>	<u>9,091,786</u>

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

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NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

The interim financial report is a general-purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134: Interim Financial Reporting, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This consolidated interim report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 31 December 2022 and any public announcements made by Turaco Gold Limited during the half-year and up to the date of this report in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

Basis of preparation

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

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

Going Concern

The interim financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business.

For the half year period, the Group incurred a loss of \$2,170,888 (30 June 2022: \$7,861,546), experienced net operating and investing cash outflows of \$3,075,486 (30 June 2022: \$4,842,526) and at balance date had a working capital surplus of \$3,958,948 (31 December 2022: \$2,570,541).

The Board has reviewed its position and whilst additional funding is not required in the interim, acknowledged that additional funding will be required in the next 18 months. Funding is potentially available from a number of sources including future capital raising, sale of projects and managing cash flow in line with available funds. However, should the funding not eventuate, or not eventuate in a sufficiently timely manner, there exists a material uncertainty which may cast significant doubt as to the Group's ability 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 report.

Significant accounting judgments and key estimates

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

In preparing this interim report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Company's financial report for the year ended 31 December 2022.

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New or amended Accounting Standards and Interpretations adopted

The accounting policies adopted in the preparation of the interim financial report are consistent with those disclosed in the previous financial year and corresponding interim reporting period, unless otherwise stated.

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Group during the half year ended 30 June 2023 and not expected to have any significant impact for the full financial year ending 31 December 2023. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

NOTE 2: EXPENSES

The loss for the half-year includes the following specific expense:

Corporate and administrative expenses
Occupancy expenses
Travel expenses

	Consolidated	
	30 June 2023	30 June 2022
	\$	\$
Corporate and administrative expenses	239,348	405,429
Occupancy expenses	25,534	12,705
Travel expenses	68,777	19,762
	333,659	437,896

NOTE 3: OTHER RECEIVABLES

Current

Other receivable
Prepayments and advances
Deposit paid
Cash in transit

	Consolidated	
	30 June 2023	31 December 2022
	\$	\$
Other receivable	39,785	32,861
Prepayments and advances	65,894	159,550
Deposit paid	44,050	-
Cash in transit	14,884	-
	164,613	192,411

NOTE 4: OTHER ASSETS

Non-Current

Security deposit ⁽¹⁾
Rental deposits ⁽²⁾

	Consolidated	
	30 June 2023	31 December 2022
	\$	\$
Security deposit ⁽¹⁾	20,000	40,000
Rental deposits ⁽²⁾	16,710	16,710
	36,710	56,710

(1) Security deposit held with bank for a corporate credit card facility.

(2) Security deposit held with various third parties over the rental of office premises and virtual office services.

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NOTE 5: DEFERRED EXPLORATION AND EVALUATION EXPENDITURE

	Consolidated	
	30 June 2023	Year to 31 December 2022
	\$	\$
Costs carried forward in respect of areas of interest in the following phases:		
Exploration and evaluation phase – at cost	1,136,796	1,093,389
<i>Movement for the period</i>		
Balance at beginning of period	1,093,389	1,020,692
Acquisition cost incurred	37,300	72,313
Foreign exchange movement	6,107	384
Total deferred exploration and evaluation expenditure	1,136,796	1,093,389

The Board has opted to expense its exploration and evaluation expenditure to the Statement of Profit or Loss and Other Comprehensive Income as incurred with effect from 1 January 2022, excluding acquisition costs which are capitalised in the Statement of Financial Position and tested for impairment when indicators arise. In the past, all exploration and evaluation expenditure were fully capitalised and recognised as exploration and evaluation assets. Further details are contained in the financial report for the year ended 31 December 2022.

The recoupment of the remaining acquisition cost carried forward in relation to areas of interest in the exploration and evaluation phase is dependent on the successful development and commercial exploitation or sale of the respective areas.

NOTE 6: ISSUED CAPITAL

	30 June 2023	Year to 31 December 2022	30 June 2023	Year to 31 December 2022
	No.	No.	\$	\$
Ordinary shares				
Issued and fully paid	502,716,669	427,716,669	70,643,099	67,224,769
Movements in ordinary shares on issue				
Beginning of period	427,716,669	426,327,781	67,224,769	67,070,815
Share placement at \$0.05 in May 23	75,000,000	-	3,750,000	-
Directors' participation in raising at \$0.12	-	833,333	-	100,000
Exercise of \$0.10 options in Feb 22	-	555,555	-	55,556
Less share issue cost			(331,670)	(1,602)
End of period	502,716,669	427,716,669	70,643,099	67,224,769

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NOTE 7: OPTIONS AND PERFORMANCE RIGHTS

- (a) For the half year ended 30 June 2023, 4,000,000 options were issued to the placement manager for services in relation to the May 2023 capital raising. These options were granted on 1 May 2023 and were approved by shareholders on the 18 July 2023. A value of \$64,000 were recognised in relation to these options. For the prior year ended 31 December 2022, 15,345,519 options lapsed on 31 July 2022 as follows:

Grant date	Exercise price	Expiry date	Opening balance	New issues	Exercised/ Vested/ cancelled/ lapsed	Balance at end of year	Vested/ exercisable at end of year
	\$		Number	Number	Number	Number	Number
30 June 2023							
1 May 23	\$0.12	17 Jul 26	-	4,000,000	-	4,000,000	4,000,000
31 December 2022							
28 May 21	\$0.10	31 Jul 22	15,345,519	-	(15,345,519)	-	-

- (b) Performance Rights issued or on issue during the half year ended 30 June 2023 and year ended 31 December 2022 were as follows:

Grant date	Exercise price	Expiry date	Opening balance	New issues	Vested and converted	Lapsed/ Forfeited	Balance at end of year
	\$		Number	Number	Number	Number	Number
30 June 2023							
16 Nov 2020	-	30 Nov 2025	12,400,000	-	-	-	12,400,000
6 Aug 2021	-	6 Aug 2026	10,000,000	-	-	-	10,000,000
23 Jul 2021	-	30 Nov 2025	3,500,000	-	-	-	3,500,000
6 Aug 2021	-	30 Nov 2025	200,000	-	-	-	200,000
1 Nov 2021	-	30 Nov 2025	1,000,000	-	-	-	1,000,000
26 May 2022	-	30 Nov 2025	1,000,000	-	-	-	1,000,000
12 Mar 2023	-	30 Nov 2025	-	1,000,000	-	-	1,000,000
			28,100,000	1,000,000	-	-	29,100,000
31 December 2022							
16 Nov 2020	-	30 Nov 2025	12,400,000	-	-	-	12,400,000
6 Aug 2021	-	6 Aug 2026	10,000,000	-	-	-	10,000,000
23 Jul 2021	-	30 Nov 2025	3,500,000	-	-	-	3,500,000
6 Aug 2021	-	30 Nov 2025	200,000	-	-	-	200,000
1 Nov 2021	-	30 Nov 2025	1,000,000	-	-	-	1,000,000
26 May 2022	-	30 Nov 2025	-	1,000,000	-	-	1,000,000
			27,100,000	1,000,000	-	-	28,100,000

During the half year ended 30 June 2023, the Company issued one million Performance Rights to a consultant of the Company for nil consideration and subject to the following vesting conditions, as part of the Performance Rights Plan:

Tranche 1 – 330,000 performance rights will vest upon the Company announcing a JORC compliant resource estimate of at least 500,000oz at 1.5g/t gold (at a 0.5g/t lower cut off) at any one of its gold projects in existence of during the term of the Performance Rights.

NOTE 7: OPTIONS AND PERFORMANCE RIGHTS – continued

Tranche 2 – 330,000 performance rights will vest upon the Company announcing a JORC compliant resource estimate of at least 1,000,000oz at 1.5g/t gold (at a 0.5g/t lower cut off) at any one of its gold projects in existence of during the term of the Performance Rights.

Tranche 3 – 340,000 performance rights will vest when the Company's daily volume weighted average price of Shares exceeds \$0.10 over 15 consecutive trading days.

The following table lists the inputs to the model used for the financial period ended 30 June 2023 and 31 December 2022.

30 June 2023	Performance Rights	Unlisted Options
	(Consultant)	Placement manager
Number	1,000,000	4,000,000
Volatility	90.62%	78%
Risk-free interest rate	3.60%	4.10%
Expected life of Rights	2.72 years	3 years
Exercise price	Nil	\$0.12
Share price at grant date	\$0.065	\$0.061

31 December 2022	Performance Rights
	(Directors)
Number	1,000,000
Volatility	86%
Risk-free interest rate	1.75%
Expected life of Rights	3.5 years
Exercise price	\$0.001
Share price at grant date	\$0.087

A share-based payment expense of \$22,100 (30 June 2022: \$43,500) was recognised during this financial period relating to performance rights issued.

During the last financial year ended 31 December 2022, the Company issued one million Performance Rights to a director of the Company for nil consideration, subject to the following vesting conditions, as part of the Performance Rights Plan after obtaining shareholders' approval:

Tranche 1 – 500,000 performance rights will vest when the Company's daily volume weighted average price of shares exceeds \$0.15 over 15 consecutive trading days.

Tranche 2 – 500,000 performance rights will vest upon the Company announcing a JORC compliant resource estimate of > 500,000oz at 1.5g/t (at a 0.5g/t lower cut off) at any one of its gold projects in existence during the term of the Performance Rights.

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NOTE 8: SEGMENT REPORTING

Segment information is presented on the same basis as that used for internal reporting purposes. The board as a whole regularly reviews the identified segments in order to allocate resources to the segment and to assess its performance.

(a) Description of segments

During the half-year the Group considers that it has only operated in one geographic segment, being the exploration and evaluation of mineral interests in Cote d'Ivoire, with the remaining being unallocated items which includes all other expenditures supporting the business during the period, and items that cannot be directly attributable to exploration.

(b) Segment information provided to the Board

The segment information provided to the Board for the reportable segments for the half-year ended 30 June 2023 and 2022 is as outlined below.

Half-year ended 30 June 2023	Mineral Exploration Cote d'Ivoire	Corporate and Unallocated	Consolidated
	\$	\$	\$
Results			
Segment result	(1,354,380)	(816,508)	(2,170,888)
Other income	-	21,900	21,900
Employee benefits	(29,178)	(288,229)	(317,407)
Share based payment	-	(22,100)	(22,100)
Exploration expenditure	(1,201,536)	-	(1,201,536)
Depreciation	(47,824)	(20,012)	(67,836)
Occupancy	-	(25,534)	(25,534)
Corporate, administration and others	(75,842)	(477,775)	(553,617)
Fair value movement in equity investments	-	(4,758)	(4,758)
Segment assets			
Exploration and evaluation expenditure	1,136,796	-	1,136,796
Other segment assets	323,962	4,391,239	4,715,201
	1,460,758	4,391,239	5,851,997
Segment Liabilities			
Trade creditors and payables	(208,507)	(134,677)	(343,184)
Other segment liabilities	(50,484)	(91,698)	(142,182)
	(258,991)	(226,375)	(485,366)

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NOTE 8: SEGMENT REPORTING – continued

Half-year ended 30 June 2022	Mineral Exploration Cote d'Ivoire	Corporate and Unallocated	Consolidated
	\$	\$	\$
Continuing operations			
Segment result	(7,135,074)	(726,472)	(7,861,546)
Other income	-	25,517	25,517
Employee benefits	35,043	(245,138)	(210,095)
Share based payment	-	(43,500)	(43,500)
Exploration expenditure	(7,134,274)	-	(7,134,274)
Depreciation	(35,843)	(19,800)	(55,643)
Occupancy	-	(12,705)	(12,705)
Corporate, administration and others	-	(430,846)	(430,846)
Segment assets			
Exploration and evaluation expenditure	1,054,992	-	1,054,992
Other segment assets	1,319,296	8,254,794	9,574,090
	2,374,288	8,254,794	10,629,082
Segment Liabilities			
Trade creditors and payables	(3,591,169)	(118,544)	(3,709,713)
Other segment liabilities	(63,784)	(104,916)	(168,700)
	(3,654,953)	(223,460)	(3,878,413)

NOTE 9: FINANCIAL INSTRUMENTS

The Group has a number of financial assets and liabilities which are not measured at fair value on a recurring basis. The carrying value of these financial instruments approximates their fair value.

NOTE 10: EVENTS SUBSEQUENT TO REPORTING DATE

No other matter or circumstance has arisen which significantly affected, or may significantly effect, the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial periods.

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DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Turaco Gold Limited we state that:

In the opinion of the directors:

- (a) the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2023 and of its 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; and other mandatory professional reporting requirements.
- (b) there are reasonable grounds to believe that Turaco Gold Limited will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001, and on behalf of the Board by:



Justin Tremain
Managing Director

Perth, 13 September 2023

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Turaco Gold Limited

Report on the Condensed Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Turaco Gold Limited ("the Company") and its controlled entities ("the Group"), which comprises the condensed consolidated statement of financial position as at 30 June 2023, 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, 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 accompanying half-year financial report of Turaco Gold 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 30 June 2023 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.

Material Uncertainty Related to Going Concern

We draw attention to Note 1 in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. 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 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 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.

Independence

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

HLB Mann Judd

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
13 September 2023



M R Ohm
Partner

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