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2023

ANNUAL REPORT



**AUGUSTUS
MINERALS**
LIMITED

Augustus Minerals Limited
ACN 651 349 638

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Chairman's Letter



Dear Augustus Shareholders,

On behalf of the Directors of Augustus Minerals Ltd it's a pleasure to present the Company's inaugural Annual Report and the activities the Company has been working on since ASX Listing on 25 May 2023.

The Company holds a large strategic land holding in the Upper Gascoyne region of Western Australia covering some 3,600km² from 20 granted tenements with the main geological feature being 85kms of coverage of the Ti Tree Shear, which host the majority of the mineral occurrences in the region.

The Company considers the area to be prospective for copper, gold, molybdenum, lithium, rare earth elements, nickel and platinum group elements (PGEs). Through exploration to date, the Company has identified 50 targets within the project area which require evaluating and drilling.

The prospectivity of the portfolio and the quality of the management led by MD Andrew Reid, was recognized by Augustus's well-supported \$10m capital raising at \$0.20 and successful ASX listing in May. Since listing, the Company's exploration team have been busy on the ground, setting up an exploration camp, following up results from previous exploration reconnaissance trips, planning RC drill programs and completing Aboriginal Heritage Surveys.

The Company has now completed more detailed evaluation of its advanced copper targets at Copper Ridge and Minnie Springs as well as discovered several ironstone outcrops which may contain rare earth elements. Results from these programs provide a strong platform for further discovery success as new Copper Ridge sampling has extended the strike length of the mineralised outcrop by 117% to 1.3km.

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The team has also undertaken reviews of the geophysical data available from numerous sources generating several new targets planned to follow up in the coming months. The next 12-month period is shaping up to be an exciting period for Augustus, with its maiden drill program planned for Q3 2023 with assay results to flow over the coming 12-18 months as drill programs are executed at all the high priority targets.

I'd also like to take this opportunity to acknowledge all our shareholders and stakeholders, including the Traditional Owners of the land on which we operate, with whom we have already generated a close working relationship. In closing, I would like to extend my gratitude to my fellow directors and the entire Augustus team and thank our fellow shareholders for your continued support.

Thank you

Brian Rodan
Executive Chairman
Augustus Minerals Limited

Directors' Report



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Directors' Report

for the year ended 30 June 2023



Your Directors present their report on Augustus Minerals Limited (Augustus Minerals or the Company) and the consolidated financial statements of the Company and its controlled entities (the Group) for the financial year ended 30 June 2023.

Augustus Minerals was incorporated on 24 June 2021 and was listed on the Australian Securities Exchange (ASX) on 25 May 2023.

Directors

The names of Directors in office at any time during or since the end of the financial period are:

- Brian Rodan Executive Chairman
- Andrew Reid Managing Director
- Darren Holden Independent, Non-Executive Director
- Graeme Smith Independent, Non-Executive Director

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated. For additional information on Directors, including details of the qualifications of Directors, please refer to the paragraph 'Information relating to the directors' of this Directors' Report.

Company Secretary

The following person held the position of Company Secretary during the period ended 30 June 2023:

Sebastian Andre

Mr Andre is a Chartered Secretary with over 10 years' experience in corporate advisory, governance and risk services. He has previously acted as an adviser at the ASX and has a thorough understanding of the ASX Listing Rules, specialising in providing advice to companies and their boards in respect to capital raisings, IPOs, backdoor listings, corporate compliance and governance matters. Mr Andre holds qualifications in accounting, finance and corporate governance and is a member of the Governance Institute of Australia.

Dividend paid or recommended

There were no dividends paid or recommended during the period ended 30 June 2023.

Significant changes in the state of affairs

There have been no significant changes in the state of affairs of the Company during the period ended 30 June 2023 other than disclosed elsewhere in this Annual Report.

Operating and financial review

Nature of Operations and Principal Activities

The Company was incorporated as an unlisted public company limited by shares on 24 June 2021, for the purpose of acquiring, exploring and developing mineral projects in Western Australia.

Share Issues

The Company issued 116,125,000 fully paid ordinary (shares) raising total shareholder funds of \$14,800,000 before costs in the following share issues:

Share Issue	Par Value cents per share	Total Number Issued	Issues to Associated Person or Entity
First raise ⁱ	10	22,000,000	2,960,000
Capricorn Orogen Pty Ltd acquisition	10	25,000,000	25,000,000
Loan conversion	10	8,500,000	8,500,000
Second raise	10	5,000,000	-
Third raise	10	2,500,000	-
Fourth raise	16	667,000	-
Fifth raise	16	2,458,000	125,000
Initial Public Offering	20	50,000,000	100,000
Total Shares		116,125,000	36,685,000

- i. Consideration for share of \$200,000 was received during the period, \$1,300,000 was received during the financial year ended 30 June 2022 and \$700,000 was received during the year ended 30 June 2021.

Operations Review

During the year the Company raised \$10.0M through share placements that included an oversubscribed Initial Public Offer of 50M shares that raised \$10M. The funds will continue to be put to use to achieve Augustus Mineral's objective to discover a tier 1 mineral deposit in Western Australia's underexplored Gascoyne region within its Ti-Tree Shear Project. Since the end of the year heritage clearances have been obtained to commence a reverse circulation drilling program on identified targets. Work to identify additional drilling targets through surface exploration, geophysical survey and soil sampling is on-going.

The Ti-Tree Project comprises 20 granted exploration licences covering some 3,600km². All licences are held by Capricorn Orogen Pty Ltd, a wholly owned subsidiary of the Company.

The Project area is located approximately 200 km to the east-northeast of Carnarvon and approximately 470 km north of Meekatharra, on well-formed sealed and unsealed roads. It lies approximately 60 km north of Gascoyne Junction and to the northeast of the Kennedy Range National Park (Figure 1).



Figure 1: Location of the Ti Tree Shear Project

The Ti Tree Shear Zone is a major geological structure that transects the Gascoyne Province, separating greenschist facies metamorphic rocks of the Limejuice Zone from amphibolite facies metamorphic rocks in Mutherbukin Zone.

The structure is up to 5 km wide and has over 200 km of strike, extending through the Project tenure at the western margin of the Gascoyne Province.

The Project area is prospective for copper, gold, nickel, platinum group metals, molybdenum, rhenium, lithium, and rare earth element mineralisation (Figure 2). Four main copper prospects areas include Copper Ridge, Minnie Springs and Crawford Bore, Nick's Bore) are considered to be advanced exploration prospects ready for drilling activities. Many other prospects have been identified through assessment of historical geological data, reconnaissance trips, aeromagnetic data collection, mapping and soil sampling.

The Ti-Tree Shear Project is in an underexplored part of the Gascoyne Region, featuring extensive copper-gold-in-soil anomalies requiring follow up and additional prospective areas requiring first pass soil sampling.

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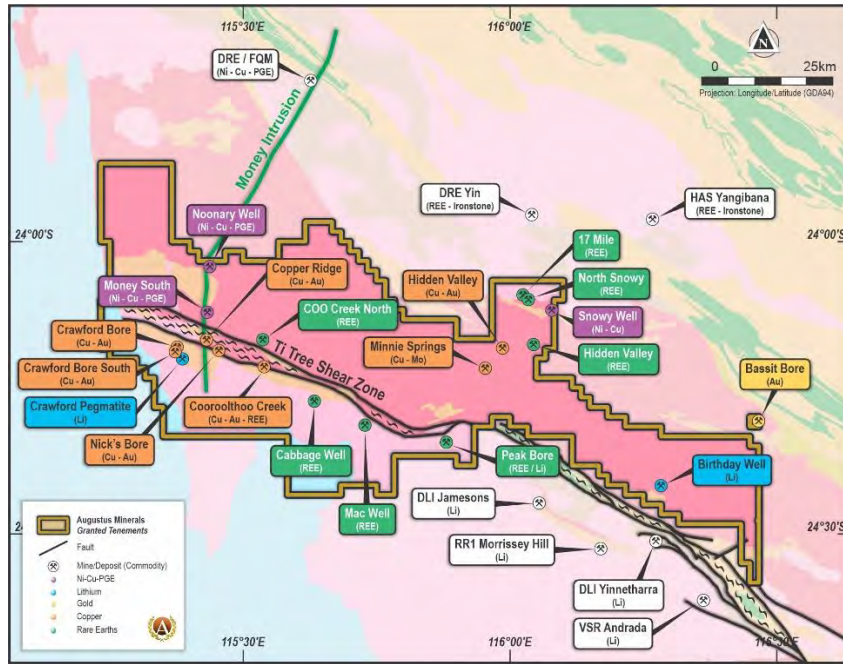


Figure 2: Main geological prospects identified across the Ti Tree Shear Project.

CRAWFORD BORE AREA

Crawford Bore, Crawford South and Nick's Bore and Copper Ridge are hosted within pelitic schists of the Leake Spring Metamorphics (Figure 3.) These prospects lie within an 8km x 3km zone of intense copper/gold mineralisation which has been mapped and rock chip sampled and is now ready for drilling activities.

At Copper Ridge and Nick's Bore, dolerite dykes related to the Money Intrusion are located close to the zones of mineralisation. Mineralisation is predominantly related to 1cm to 30cm wide cherty, often gossanous stacked quartz veins associated with chalcopyrite, malachite (Figure 4.) and chalcocite, having been mapped over 1,300m of strike length. Visible gold has also been noted within some of the veins.

Rock chip analysis from Crawford South has also returned highly anomalous molybdenum and rare earth results which require future drilling activities.

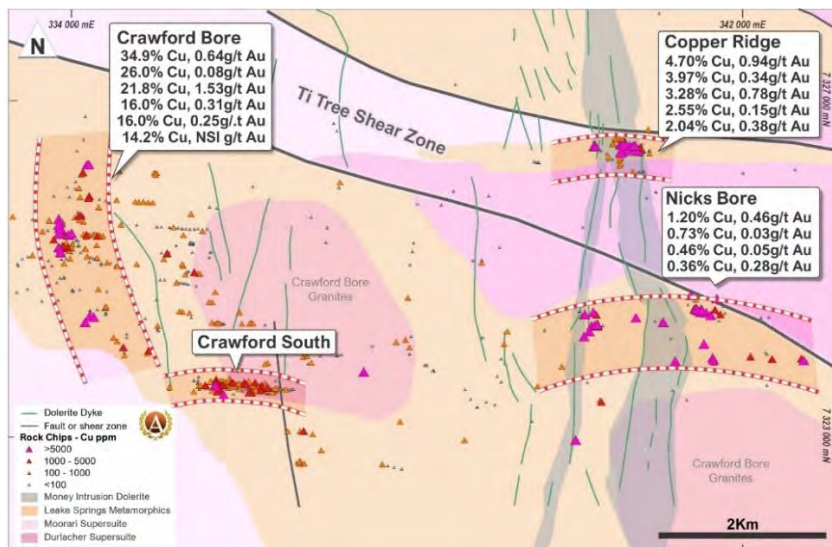


Figure 3: Location of Crawford Regional copper-gold prospects, rock chips coloured for gold.



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Figure 4: Copper Mineralisation (Malachite) in outcrop at the Nick's Bore prospect.

LYONS CENTRAL AREA

There has been minimal exploration over the Lyons Central area. The Company previously conducted soil sampling using the Ultrafines+ methodology developed by CSIRO and ground gravity surveying to assist in identification of potential mineralisation.

The Ultrafines+ and gravity surveys led to identification of a copper-in-soils anomaly associated with GLC-21 target (the Cooroolthoo Creek target).

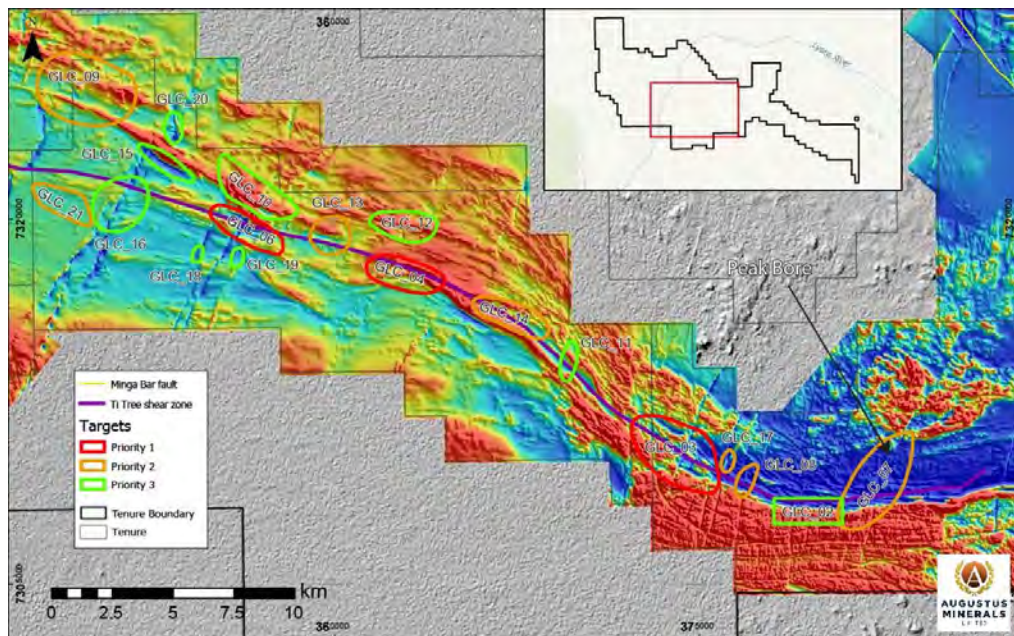


Figure 5: Lyons Central Prospects and Targets



MOUNT PHILLIPS

There has been limited exploration over the Mount Phillips area. Previous exploration was done by historical explorers on one of the smaller tenements (E09/1676), the most extensive being done by Venus Metals Corporation Ltd. This includes soils, surface rock chip sampling and some RC drilling.

Based on this exploration, gold and copper mineralisation was discovered in shear-hosted veins within the Bassit Vein and Kempton Vein shear zones. These shear zones form parallel trending northwest-southeast structures, with quartz boudins hosting gold mineralisation.

These two shear-hosted veins will form two high-priority targets for follow-up exploration and drilling programs.

MINNIE SPRINGS

The Minnie Springs area comprises a polymetallic mineralisation system and includes molybdenum, copper, tungsten and gold, which were previously discovered and drilled within E09/2239 (Figure 2).

A molybdenum exploration target has been estimated at Minnie Springs, as set out in the table 1. below:

Table 1. Exploration target size estimate for Minnie Springs Molybdenum exploration target.

Range	Tonnage (Mt)	Contained Metal (t)	Target Range
Minimum Case	12	5,600	12 Mt grading at 510 ppm Mo
Maximum Case	84	67,000	84 Mt grading at 800 ppm Mo

Note: Based on ~300 ppm cut-off at 100% recovery.

<https://www.augustusminerals.com.au/investor-centre/prospectus>

A summary of the historical drilling undertaken since 2006 included the drilling of 17 RC holes for 1,699 m (final quarter of 2006), and encountered the following intersections:

- 60 m grading at 640 ppm Mo (0.107% MoS₂) from 10 m (MRC 10) with 0.30 g/t Re:
 - and 0.02% Cu, which included 26 m grading at 1,022 ppm Mo (0.170% MoS₂) from 20 m with 0.51 g/t Re and 0.03% Cu
- 18 m grading at 910 ppm Mo (0.152% MoS₂) from 32 m (MRC 8) with 0.42 g/t Re and 0.04% Cu
- 14 m grading at 1,082 ppm Mo (0.180% MoS₂) from 20 m (MRC 7) with 0.31g/t Re and 0.07% Cu.

The potential quantity and grade of the Exploration Target is conceptual in nature; there has been insufficient exploration to estimate a maiden Mineral Resource and it is uncertain whether further exploration will result in determination of a Mineral Resource.

Work since ASX listing has involved reconnaissance rock chip sampling of the gossanous outcrops confirming the presence of copper and other sulphide minerals inside the large copper anomaly which is 3km long and bounded by the Minga Bar fault.

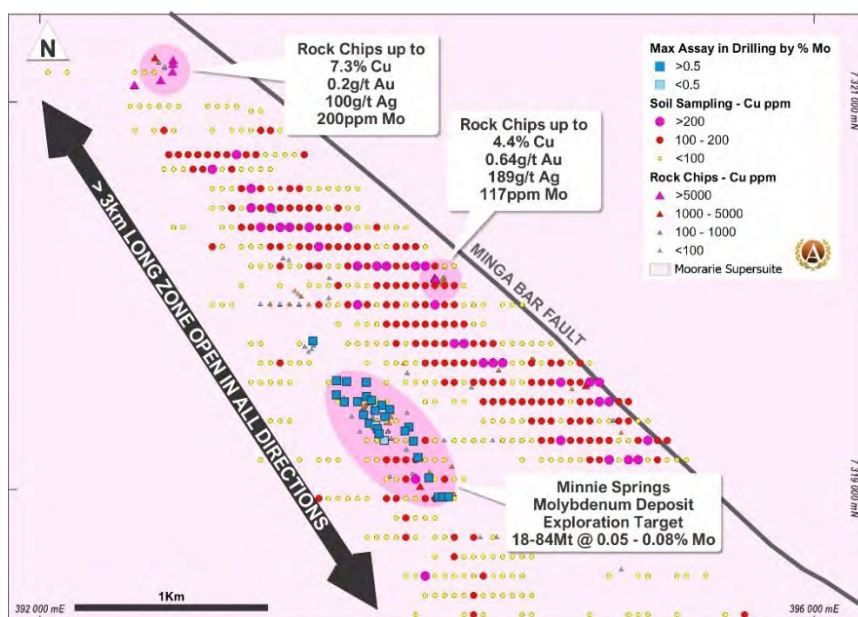


Figure 6: Minnie Springs Copper anomaly and Minnie Springs Molybdenum Exploration target.

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RARE EARTHS ELEMENTS

The UFF+ soils analyses coupled with air borne radiometric imagery and geological reconnaissance has resulted in recent identification of potential REE mineralisation at the Bentley and Mac's Well prospects (Figure 5). The rare earths at these localities are most likely dykes that form as ironstones which may host REE elements. Assays at Bentley up to 2,000ppm TREO (total rare earth oxides) have been recorded.

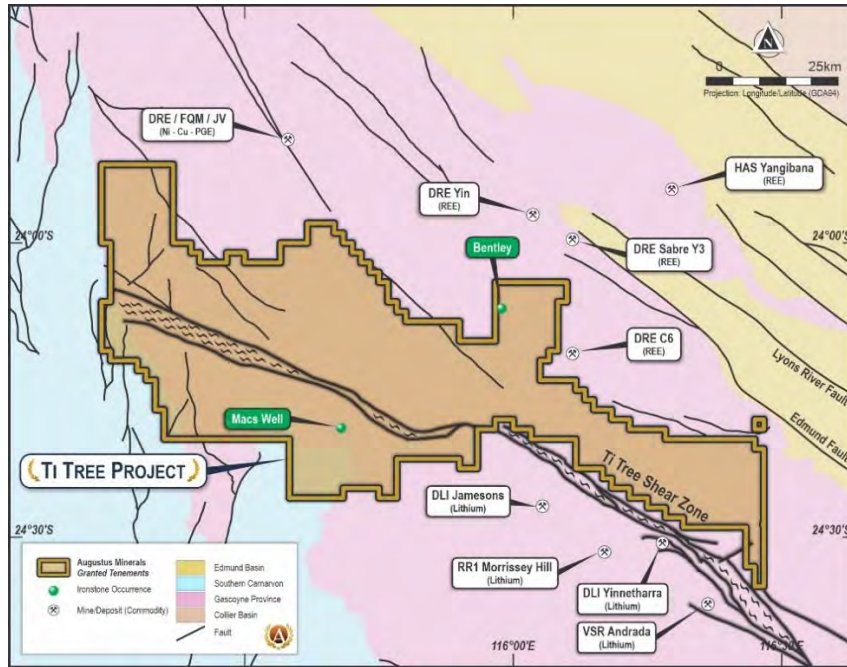


Figure 7: Location of potential REE hosting ironstones at Bentley and Mac's Well.



Figure 8: Ironstones located at the Bentley prospect.

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LITHIUM

The Ti Tree Shear Project is surrounded by significant pegmatite fields, and most of the project area has yet to be properly explored for these mineralised hosting structures. The Project lies subparallel to the Yinnetharra Pegmatite Field to the south. Several areas prospective for pegmatites have been assessed (Figure 7) with the Birthday Well area the most advanced where detailed geological mapping and rock chip sampling was completed. Numerous mapped pegmatites (Figure 10.) were recorded throughout the Birthday Well prospect. Work to determine their importance as a potential lithium host and mineralogical characteristics has begun with further assessments required.

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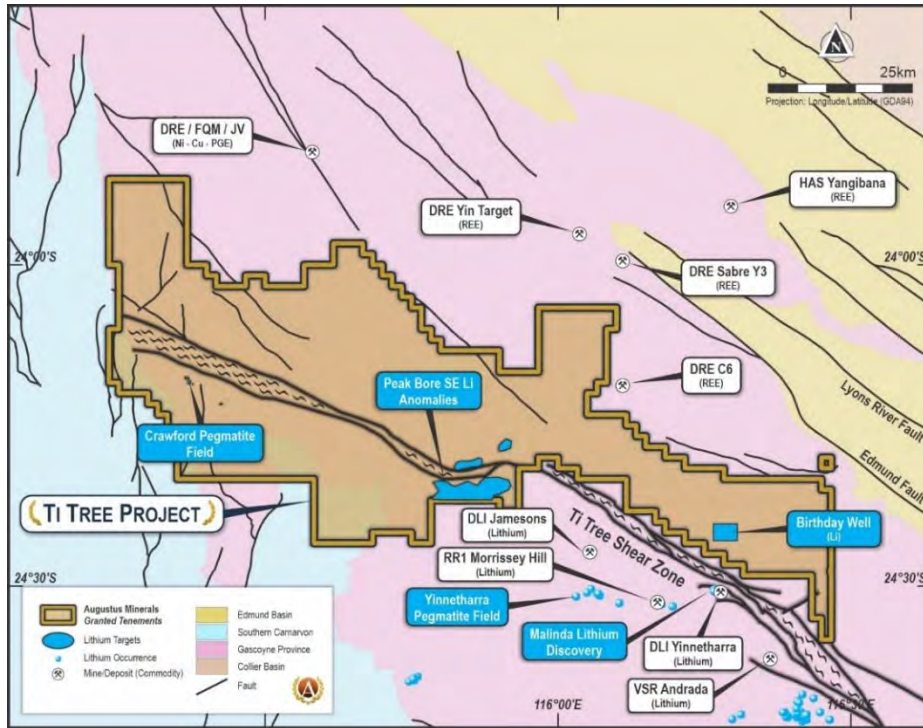


Figure 9: Map showing localities of potential pegmatites.

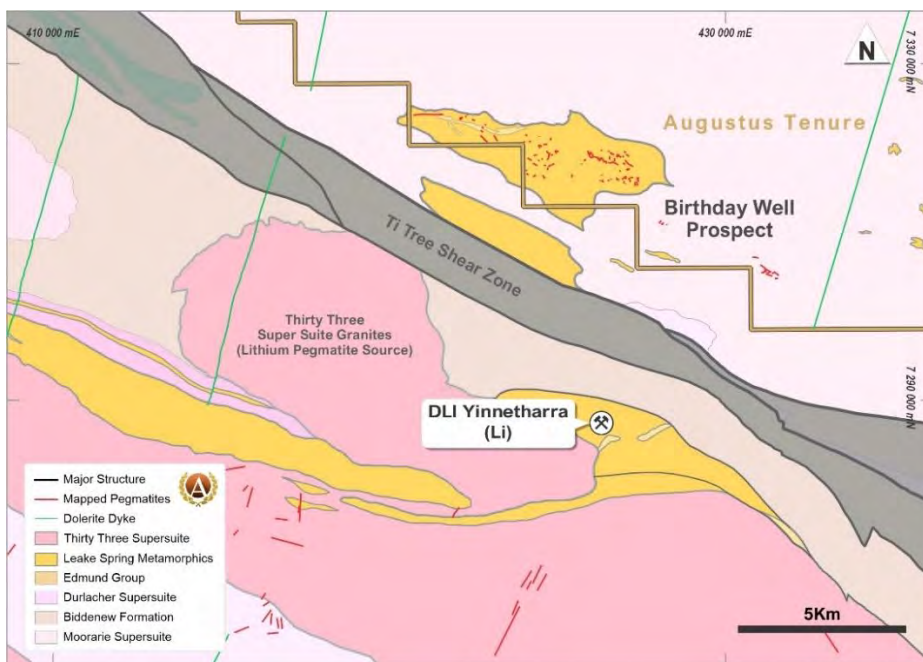


Figure 10: Birthday Well prospect showing distribution of pegmatites mapped to date.

Directors' Report

for the year ended 30 June 2023



GEOLOGICAL FIELD MAPPING & SURFACE SAMPLING

During the reporting period Executives of the company visited the project area and have spent considerable time undertaking a review of most of the high priority targets identified in the Independent Geologist report.

In May and June 2023, geological field mapping, rock chip sampling and surface sampling was undertaken within the Birthday Well prospect area. The objective of the program was to test the Leake Spring Metamorphics as a potential host for Lithium bearing pegmatites and to map and sample pegmatites where appropriate. The mapping proved highly successfully in locating numerous pegmatites, some of which have been sampled and reported to the ASX (refer to ASX Announcement dated 8 August 2023).

Field mapping was also conducted throughout the Crawford Bore area to get a better handle of the geological structures present that host the copper mineralisation as well potentially find parallel loads of mineralisation. The information gathered was vital to inform the first drill programs scheduled for Q3 2023.

HERITAGE & DRILL PROGRAM APPROVALS

The Company has submitted numerous programme of works (PoW's) to the Department of Mines for approval to drill, which were subsequently approved.

During August and early September the Company facilitated on-country heritage activities at several of the key priority targets (Coo Creek, Copper Ridge, Crawford Bore, Crawford South, Nick's Bore and Minnie Springs) which enable works to clear tracks and drill pads and define the areas to drill for 2023.

COMMUNITY & SAFETY

Augustus's activities are located within four (4) native title determination and claim areas. The Company values its relationships with the traditional owners of the lands on which it operates and is committed to maintaining these positive partnerships.

The Company is committed to ensuring all work activities are carried out safely with all practical measures taken to remove risks to the health, safety and welfare of workers, contractors, authorised visitors and anyone else who may be affected by the Company's activities. The Company is pleased to report that no recordable injuries have been reported during the year.

FINANCIAL POSITION

The net assets of the Group as at 30 June 2023 were \$14,525,858. As of 30 June 2023, the Group's cash and cash equivalents were \$8,735,654 and it had working capital of \$8,487,504.

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 the settlement of liabilities in the ordinary course of business.

The Group incurred a loss for the period of \$1,808,602 and a net operating cash out-flow of \$1,027,080.

The Directors are satisfied that the going concern basis of preparation is appropriate as the Directors are confident of the Group's ability to raise additional funds as and when they are required.

ASX Listing rule statement

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the original market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the competent persons findings have not been materially modified from the original announcement. As at the date of the financial statements, Augustus is not aware of any new information or data that materially affects the information included in any original ASX announcements made.

CORPORATE

On 25 April 2023, the Initial Public Offer of 50,000,000 fully paid ordinary shares in the capital of Augustus Minerals at an issue price of \$0.20 each to raise \$10.0 million before costs, opened.

On 03 May 2023, the Initial Public Offer of 50,000,000 fully paid ordinary shares in the capital of Augustus Minerals at an issue price of \$0.20 each to raise \$10.0 million before costs, closed oversubscribed.

On 10 May 2023, the Company issued 50,000,000 fully paid shares under the offer.

On 25 May 2023, Augustus Minerals was admitted to the official list of the ASX.

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Directors' Report

for the year ended 30 June 2023



Financial Review

Operating Results

For the period ended 30 June 2023, the Group reported a loss before tax of \$1,443,668.

Financial Position

The net assets of the Group as at 30 June 2023 were \$14,525,858. As at 30 June 2023, the Group's cash and cash equivalents were \$8,735,654 and it had working capital of \$8,487,504.

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The Directors are satisfied that the going concern basis of preparation is appropriate as the Directors are confident of the Group's ability to raise additional funds as and when they are required.

Events Subsequent to Reporting Date

No matters or circumstances have arisen since the end of the financial period which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future Developments, Prospects and Business Strategies

Likely developments, future prospects and business strategies of the operations of the Group and the expected results of those operations have not been included in this report, as the Directors believe that the inclusion of such information would be likely to result in unreasonable prejudice to the Group.

Environmental Regulations

The Group's operations are not currently subject to any significant environmental regulations in the jurisdiction it operates in, namely Australia.

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Information relating to the directors:

Brian Rodan - Executive Chairman

Mr Rodan is a Fellow of the Australian Institute of Mining and Metallurgy (FAusIMM) with 45 years' experience. Previously, Mr Rodan was the managing director and owner of Australian Contract Mining Pty Ltd (ACM), a mid-tier mining contracting company that successfully completed \$1.5 billion worth of work over a 20 year period. ACM was sold to an ASX listed company in 2017. For 15 years, Mr Rodan held various roles with Eltin Limited (including general manager between 1993 and 1996 and executive director between 1996 and 1999), being Australia's largest full service ASX listed contract mining company with annual turnover of \$850 million. Mr Rodan was a founding Director of Dacian Gold Ltd 2013 and Desert Metals Ltd 2020 and the largest shareholder upon listing both companies on the ASX. Mr Rodan is currently Executive Chairman of Siren Gold Limited (ASX: SNG) and Icen Gold Limited (ASX: ICL) and currently largest shareholder in both of these companies as well as the Company.

The Board considers that Mr Rodan is not an independent Director.

Andrew Reid – Managing Director

Andrew Reid has over 30 years' experience in the resources industry, with 20 years of expertise in mine management, geology and mining engineering concentrating on open pit and narrow vein underground mining. Previously, Mr Reid was COO at Hastings Ltd developing the Yangibana Rare Earths project and held COO positions with Finders Resources and BCM International. Mr Reid spent 15 years working across Africa which included being part of operational teams developing the Paladin Energy Uranium Mines in Namibia and Malawi.

Mr Reid was the General Manager of the large Kevitsa polymetallic Mine (between 2011 and 2014) in the Arctic taking it through construction, commissioning and into operations. Andrew has a Bachelor of Science Degree in Geology, with further postgraduate qualifications in Mining Engineering and an MSC in Mineral Economics.

The Board considers that Mr Reid is not an independent Director.

Graeme Smith – Non-Executive Director

Graeme Smith is an experienced resources sector chief financial officer, company secretary and corporate executive who has worked with mining and exploration companies with operations in Australia (Croesus Mining NL, Genesis Minerals Limited, Jabiru Metals Limited, Breaker Resources NL, Pluton Resources Limited) and overseas (Tanga Resources Limited, Ikwezi Mining Limited) for the past 30 years.

He is the principal of Wembley Corporate Services, which provides Company Secretarial, CFO and Corporate Governance services to public companies. He is a Fellow of the Australian Society of Certified Practising Accountants, the Institute of Chartered Secretaries and Administrators and the Governance Institute of Australia.

Mr Smith is currently the Company Secretary for Alto Metals Limited, Avenira Limited, South Harz Potash Limited, Enterprise Metals Limited, Renegade Exploration Limited, Tambourah Metals Limited and Kalgoorlie Gold Mining Limited, a director of Enterprise Metals Limited and was a director of ASX listed TV2U Limited in the past 3 years.

The Board considers that Mr Smith is an independent Director.

Darren Holden – Non-Executive Director

Dr Darren Holden is a geologist with 28 years industry experience in mineral exploration and exploration technologies. He has worked in North America, the Pacific and Australia, where he has been involved in discovery stage copper, gold, silver, molybdenum and platinum group elements deposits. He specialises in regional to local scale targeting using the integration of geology, geophysics and geochemistry.

He is a past Vice President of Geoinformatics/Fractal Geoscience and a former CEO of a publicly listed gold explorer (ABM Resources Limited). Dr Holden currently runs exploration advisory business GeoSpy, and is a co-founder of successful private project generation businesses Marlee Minerals and Odette Geoscience. He is currently a director of Aurumin Ltd (ASX:AUN) and chair of OD6 Metals Ltd (ASX:OD6) as well as several private companies.

Dr Holden holds a BSc (Hons) First Class (Geology) from The University of Western Australia and a PhD (History) from The University of Notre Dame Australia. Dr Holden is a Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM) and a member of Geological Society of Australia.

The Board considers that Dr Holden is an independent Director.

Directors' Report

for the year ended 30 June 2023



Meetings of Directors

During the period two meetings of Directors were held. Attendances by each Director during the period are stated in the following table:

Director	Directors Meetings	
	Number eligible to attend	Number attended
Brian Bernard Rodan	2	2
Andrew Reid	2	2
Graeme Smith	2	2
Darren Holden	2	2

At the date of this report, the Audit, Nomination, Finance and Operations Committees comprise the full Board of Directors. The Directors believe the Company is not currently of a size nor are its affairs of such complexity as to warrant the establishment of these separate committees. Accordingly, all matters capable of delegation to such committees are considered by the full Board of Directors.

Indemnifying officers or auditors

Indemnification

The Company has agreed to indemnify all the directors of the Company for any liabilities to another person (other than the Company or related body corporate) that may arise from their position as directors of the Company and its controlled entities, except where the liability arises out of conduct involving a lack of good faith.

Insurance premiums

During the financial period the Company has incurred a premium of \$10,000 in respect of a contract to insure the directors and officers of the Company and its controlled entities against any liability incurred in the course of their duties, to the extent permitted by the Corporations Act 2001.

Remuneration Report – Audited

i. Reumeration Report

The remuneration policy of Augustus Minerals Limited has been designed to align key management personnel (KMP) objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives based on key performance areas affecting the Consolidated Group's financial results. The Board of Augustus Minerals Limited believes the remuneration policy to be appropriate and effective in its ability to attract and retain high-quality KMP to run and manage the Consolidated Group, as well as create goal congruence between directors, executives and shareholders.

The Board's policy for determining the nature and amount of remuneration for KMP of the Consolidated Group is as follows:

- The remuneration of an executive Director will be decided by the Board, without the affected executive Director participating in that decision-making process.
- In accordance with the Constitution, the total maximum remuneration of non-executive Directors is initially set by the Board and subsequent variation is by ordinary resolution of Shareholders in general meeting in accordance with the Constitution, the Corporations Act and the ASX Listing Rules, as applicable. The determination of non-executive Directors' remuneration within that maximum will be made by the Board having regard to the inputs and value to the Company of the respective contributions by each non-executive Director. The current amount has been set at an amount not to exceed \$400,000 per annum.
- In addition, a Director may be paid fees or other amounts (for example, and subject to any necessary Shareholder approval, non-cash performance incentives such as Options) as the Directors determine where a Director performs special duties or otherwise performs services outside the scope of the ordinary duties of a Director.
- Directors are also entitled to be paid reasonable travelling, hotel and other expenses incurred by them respectively in the performance of their duties as Directors.



Remuneration Report – Audited (continued)

- The Board reviews and approves the remuneration policy to enable the Company to attract and retain executives and Directors who will create value for Shareholders having consideration to the amount considered to be commensurate for a company of its size and level of activity, as well as the relevant Directors' time, commitment and responsibility. The Board is also responsible for reviewing any employee incentive and equity-based plans, including the appropriateness of performance hurdles and total payments proposed.

ii. Relationship Between Remuneration Policy and Company Performance

The remuneration policy has been tailored to increase goal congruence between shareholders, directors and executives. A method applied to achieve this aim is the issue of options to the majority of directors and executives to encourage the alignment of personal and shareholder interests.

In establishing performance measures and benchmarks to ensure incentive plans are appropriately structured to align corporate behaviour with the long-term creation of shareholder wealth, the Board has regard for the stage of development of the Company's business, share price, operational and business development achievements (including results of exploration activities) that are of future benefit to the Company.

iii. Share Trading Policy

The Board has adopted a policy that sets out the guidelines on the sale and purchase of Securities in the Company by its key management personnel (i.e. Directors and, if applicable, any employees reporting directly to the managing director). The policy generally provides that the written acknowledgement of the Chair (or the Board in the case of the Chairman) must be obtained prior to trading.

iv. Employment Details of Key Management Personnel

Brian Rodan – Executive Chairman

Commencing from 24 June 2021, the Company entered into an Executive Services Agreement with Mr Rodan comprising an initial annual salary of \$120,000 (plus superannuation) on an indefinite term. In addition to the salary, the Company may at any time during the term of Mr Rodan's employment, pay to Mr Rodan an annual short-term incentive. Either party can terminate the agreement subject to no notice period (with reason) or a three-month notice period (without reason). Mr Rodan is not entitled to any termination payments other than for services rendered at the time of termination and accrued leave entitlements. The agreement provided for the grant of 700,000 unlisted options, which were issued during the current financial year. Refer to Note 15 to the financial report for full details. Under the terms of his appointment as Executive Chairman of the Company Mr Rodan is also entitled to Director's fees of \$55,000 (exclusive of superannuation) per annum. Mr Rodan's remuneration is payable from 1 March 2023.

Andrew Reid – Managing Director

Commencing from 1 March 2023, the Company entered into an Agreement with Mr Reid comprising an initial annual salary of \$350,000 (plus superannuation) on an indefinite term. In addition to the salary, the Company may at any time during the term of Mr Reid's employment, pay to Mr Reid an annual short-term incentive. Either party can terminate the agreement subject to no notice period (with reason) or a three-month notice period (without reason). Mr Reid is not entitled to any termination payments other than for services rendered at the time of termination and accrued leave entitlements. The agreement also provided for the grant of 7,000,000 unlisted options, which were issued during the current financial year. Refer to Note 15 to the financial report for full details.

Darren Holden – Non-Executive Director

Under the terms of his appointment as a non-Executive Director, Dr Holden is entitled to Director's fees of \$55,000 (inclusive of superannuation) per annum. The agreement also provided for the grant of 700,000 unlisted options which were issued during the current financial year. Refer to Note 15 to the financial report for full details.

Graeme Smith – Non-Executive Director

Under the terms of his appointment as a non-Executive Director, Mr Smith is entitled to Director's fees of \$55,000 (inclusive of superannuation) per annum. The agreement also provided for the grant of 700,000 unlisted options which were issued during the current financial year. Refer to Note 15 to the financial report for full details.

Directors' Report

for the year ended 30 June 2023



Remuneration Report – Audited (continued)

v. Key Management Personnel Remuneration

Details of the nature and amount of each major element of the remuneration of each Director of the Company and other Key Management Personnel (KMP) of the Group are:

Year Ended 30 June 2023	Salary & Fees	Primary Directors Fees	Termination Payments	Post-employment Superannuation Benefits	Equity Compensation Options & Rights	Total \$	Proportion of remuneration performance related	Value of options and rights as proportions of Directors remuneration
Executive								
Mr Brian Rodan	43,077	16,591	-	71	5,942	56,560	122,241	54%
Mr Andrew Reid	118,392	-	-	195	9,244	266,350	394,182	32%
Non-Executive								
Dr Darren Holden	-	16,591	-	-	1,742	56,560	74,893	24%
Mr Graeme Smith	-	16,591	-	-	1,742	56,560	74,893	24%
Total	161,469	49,773	-	266	18,670	436,030	666,209	35%

No remuneration payments were made to KMP during the previous financial year.

vi. Value of Options to be Executives

The value of options will only be realised if and when the market price of the Company's shares, as quoted on the Australian Securities Exchange, rises above the Exercise Price of the options. Further details of the options are contained in the Share Options sections below.

vii. Options and Rights Over Equity Instruments Granted as Compensation

9,100,000 options were issued to Directors of the Company during the financial year (2022: Nil). The terms of these options are noted in the table below.

viii. Analysis of Options over Equity Granted as Compensation

Key Management Personnel	Number of Options		Date Granted	Expiry Date	% Vested	% Forfeited of Lapsed
	Granted					
Mr Brian Rodan	700,000		5 Apr 2023	25 May 2026	100	-
Mr Andrew Reid	7,000,000		22 Mar 2023	25 May 2026	100	-
Dr Darren Holden	700,000		22 Mar 2023	25 May 2026	100	-
Mr Graeme Smith	700,000		13 Apr 2023	25 May 2026	100	-

The fair value of the options issued during the period to KMP was determined by reference to the Black-Scholes option pricing model. The key inputs and valuations are summarised as follows:

Issued to	Managing Director		Other Directors
Grant date	22 Mar 2023	22 Mar 2023	5 Apr 2023
Exercise price	30 cents	40 cents	30 cents
Number of Options Issued	3,500,000	3,500,000	2,100,000
Expiry date	25 May 2026	25 May 2026	25 May 2026
Risk free interest rate	2.83%	2.83%	2.83%
Volatility (discount)	100%	100%	100%
Indicative value per Related Party Option	4.09 cents	3.52 cents	8.08 cents
Total Value of Related Party Options	\$143,150	\$123,200	\$169,680

Directors' Report

for the year ended 30 June 2023



Remuneration Report – Audited (continued)

ix. Option Holdings

The movement during the reporting period in the number of options over ordinary shares in Augustus Minerals Limited held, directly, indirectly or beneficially, by each key management person, including their related entities, is as follows:

Key Management Personnel	Held at beginning of period / on appointment	Granted	Purchased	Exercised	Lapsed or Expired	Held at end of period / on resignation	Vested and exercisable at end of period
Mr Brian Rodan	-	700,000	-	-	-	700,000	700,000
Mr Andrew Reid	-	7,000,000	-	-	-	7,000,000	7,000,000
Dr Darren Holden	-	700,000	-	-	-	700,000	700,000
Mr Graeme Smith	-	700,000	-	-	-	700,000	700,000

x. Equity Holdings and Transactions

No shares were granted to Key Management Personnel during the period as compensation. The movement during the reporting period in the number of ordinary shares in Augustus Minerals Limited held directly, indirectly or beneficially, by each key management person, including their related entities is as follows:

Key Management Personnel	Held at beginning of period / on appointment	Purchases	Sales	Exercise of Options	Held at end of period / on resignation
Mr Brian Rodan	20,000,000	36,110,000	960,000	-	55,150,000
Mr Andrew Reid	-	125,000	-	-	125,000
Dr Darren Holden	-	150,000	-	-	150,000
Mr Graeme Smith	-	150,000	-	-	150,000

xi. Key Management Personnel Transactions

The following table provides the total value of transactions which have been entered into with related parties for the financial period exclusive of GST:

Key Management Personnel	Transaction	Transaction value period ended	Balance outstanding as at	Transaction value period ended	Balance outstanding as at
		30 June 2023	30 June 2023	30 June 2022	30 June 2022
		\$	\$	\$	\$
Mr Brian Rodan	Administration and professional services	99,193	5,968	67,200	19,800
	Office accommodation	93,500	11,000	54,000	16,500
	Acquisition of entity	2,500,000	-	-	-
	Unsecured loans	-	-	-	3,196,307
Dr Darren Holden	Consulting Services	85,462	5,500	64,000	12,000

End of Remuneration Report

Options

Unissued shares under option

At the date of this report, the unissued ordinary shares of the Company under option (all of which are unlisted) are as follows:

Grant Date	Date of Expiry	Exercise Price \$	Number under Option
22 March 2023	25 May 2026	0.30	3,500,000
22 Mar 2023	25 May 2026	0.40	3,500,000
5 Apr 2023	25 May 2026	0.30	2,100,000
13 Apr 2023	25 May 2026	0.30	500,000
13 Apr 2023	25 May 2026	0.40	4,450,000
19 May 2023	25 May 2026	0.30	2,722,500
			16,772,500

No person entitled to exercise an option has participated or has any right by virtue of the option to participate in any share issue of any other body corporate. For details of options issued to directors and executives as remuneration, refer to the remuneration report.

Directors' Report

for the year ended 30 June 2023



Shares issued on exercise of options

No shares have been issued upon exercise of options.

Proceedings on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Group is a party for the purpose of taking responsibility on behalf of the Group for all or any part of those proceedings.

The Company was not a party to any such proceedings during the period.

Auditor's independence declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 (Cth) for the period ended 30 June 2023 has been received and can be found on page 19.

The Directors' Report, incorporating the Remuneration Report is signed in accordance with a resolution of the Board of Directors:

Competent Person Statement

The information in this announcement related to Exploration Results is based on and fairly represents information compiled by Mr Andrew Ford. Mr Ford is employed as the General Manager Exploration and is a member of the Australasian Institute of Mining and Metallurgy. He has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration and to the activities undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. He consents to the inclusion in this announcement of the matters based on information in the form and context in which they appear.

A handwritten signature in black ink, appearing to read 'B Rodan'.

Brian Rodan

Executive Chairman

Dated this 26th day of September 2023

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Auditor's Independence Declaration

for the year ended 30 June 2023



HALL CHADWICK

To the Board of Directors,

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit Director for the audit of the financial statements of Augustus Minerals Limited for the financial year ended 30 June 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

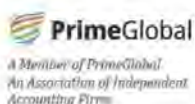
- the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Yours Faithfully

Hall Chadwick
HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis
MARK DELAURENTIS CA
Director

Dated Perth, Western Australia this 26th day of September 2023



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Hall Chadwick Association is a national group of independent Chartered Accountants and Business Advisory firms.

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Consolidated Statement of Profit & Loss

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Consolidated Statement of Profit or Loss and Other Comprehensive Income

for the year ended 30 June 2023



	Note	2023 \$	2022 \$
<i>Continuing operations</i>			
Revenue			
Other Income			
Interest income		1,304	-
Profit on disposal of fixed asset		77,004	-
Total Income		78,308	-
Compliance costs		130,071	886
Depreciation		310	6,620
Employment costs		259,683	0
Financing costs		2,070	1,207
Information technology costs		11,932	6,786
Insurance		24,642	807
Legal fees		166,417	103,278
Professional fees		338,199	213,481
Public relations, marketing and advertising		172,970	5,470
Other expenses		13,963	15,118
Rental costs		90,000	54,000
Travel and accommodation costs		3,018	-
Share-based payment expense	15	673,635	-
Total Expenses		1,886,910	407,653
Profit/(Loss) before tax		(1,808,602)	(407,653)
Income tax benefit	3	-	-
Net loss for the period		(1,808,602)	(407,653)
<i>Other comprehensive income, net of income tax</i>			
Items that will not be reclassified subsequently to profit or loss		-	-
Items that may be reclassified subsequently to profit or loss		-	-
Other comprehensive income for the period, net of tax		-	-
Total comprehensive loss for the period		(1,808,602)	(407,653)
		¢	¢
Earnings per share			
Basic and diluted loss per share	2	(2.5)	(2.0)

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

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Consolidated Statement of Financial Position

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Consolidated Statement of Financial Position

for the year ended 30 June 2023



	Note	30 Jun 2023 \$	30 Jun 2022 \$
Current Assets			
Cash and cash equivalents	4	8,735,654	35,595
Trade and other receivables	5	97,464	11,829
Other assets	6	-	24,642
Total Current Assets		8,833,118	72,066
Non-Current Assets			
Capitalised exploration and evaluation expenditure	7	5,980,042	-
Property, plant and equipment	8	61,800	28,526
Non-current trade and other receivables		-	2,396,307
Total Non-Current Assets		6,041,842	2,424,833
Total Assets		14,874,960	2,496,899
Current Liabilities			
Trade and other payables	9	318,706	103,374
Current borrowings	10	12,223	11,640
Current provisions	11	14,685	-
Total Current Liabilities		345,614	115,014
Non-Current Liabilities			
Borrowings	10	3,150	815,374
Provisions	11	338	-
Total Non-Current Liabilities		3,488	815,374
Total Liabilities		349,102	930,388
Net Assets		14,525,858	1,566,511
Equity			
Issued capital	12	15,813,014	2,020,000
Reserves	13	974,935	-
Accumulated losses		(2,262,091)	(453,489)
Total Equity		14,525,858	1,566,511

The consolidated statement of financial position is to be read in conjunction with the accompanying notes.

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Consolidated Statement of Changes in Equity & Consolidated Statement of Cash Flows

Consolidated Statement of Changes in Equity

for the year ended 30 June 2023



	Note	Issued Capital \$	Options Reserves \$	Accumulated Loss \$	Total \$
Balance at 1 July 2021		720,000	-	(45,836)	674,164
Loss for the period		-	-	(407,653)	(407,653)
Other comprehensive income for the period		-	-	-	-
Total comprehensive loss for the period		-	-	(407,653)	(407,653)
Transactions with owners, directly in equity					
Shares issued		-	-	-	-
Share application funds received		1,300,000	-	-	1,300,000
Balance at 30 June 2022		2,020,000	-	(453,489)	1,566,511
Balance at 1 July 2022		2,020,000	-	(453,489)	1,566,511
Loss for the period		-	-	(1,808,602)	(1,808,602)
Other comprehensive income for the period		-	-	-	-
Total comprehensive loss for the period		-	-	(1,808,602)	(1,808,602)
Transactions with owners, directly in equity					
Shares issued	12a	14,800,000	-	-	14,800,000
Options issues	12b, 13	-	974,935	-	974,935
Transaction costs relating to share issues	12a	(1,006,986)	-	-	(1,006,986)
Balance at 30 June 2023		15,813,014	974,935	(2,262,091)	14,525,858

The consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

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Consolidated Statement of Cash Flows

for the year ended 30 June 2023



	Note	2023 \$	2022 \$
<i>Cash flows from operating activities</i>			
Payments to suppliers		(1,099,869)	(294,678)
Interest paid		(2,070)	(1,207)
Other income received		74,800	-
Interest received		59	-
Net cash used in operating activities	4b	(1,027,080)	(295,885)
<i>Cash flows from Investing activities</i>			
Payments for exploration and evaluation		(859,324)	-
Payments for property, plant and equipment		(38,863)	(35,145)
Loans to related party		(185,775)	(2,529,674)
Repayments from related party		22,828	249,285
Acquisition of controlled entity		600	-
Net cash used in investing activities		(1,060,534)	(2,315,534)
<i>Cash flows from financing activities</i>			
Proceeds from borrowings		76,837	838,851
Repayment of borrowings		(38,478)	(11,837)
Transaction Costs		(700,685)	-
Issue of share capital		11,450,000	1,320,000
Net cash provided from financing activities		10,787,673	2,147,014
Net increase (decrease) in cash held		8,700,058	(464,405)
Cash and cash equivalents at the beginning of the period		35,595	500,000
Cash and cash equivalents at the end of the period	4a	8,735,654	35,595

The consolidated statement of financial position is to be read in conjunction with the accompanying notes.

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Notes to the Consolidated Financial Statements

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Note 1 Statement of significant accounting policies

These are the consolidated financial statements and notes of Augustus Minerals Limited (the Company) and controlled entities (collectively the Group). Augustus Minerals Limited is a Company limited by shares, incorporated on 24 June 2021 and domiciled in Australia.

The financial report was authorised for issue on the 26th of September 2023 by the Directors of the Company.

1.1 Basis of preparation

a. Statement of compliance

This financial report is a general-purpose financial report prepared in accordance with the Australian Accounting Standards of the Australian Accounting Standards Board (AASB) and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB), and the Corporations Act 2001 (Cth).

Augustus Minerals Limited is a for-profit entity for the purpose of preparing consolidated financial statements under Australian Accounting Standards. Except for cash flow information, the financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise

b. 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 the settlement of liabilities in the ordinary course of business.

The Group incurred a loss for the period \$1,808,402 and a net operating cash out-flow of \$1,027,080. As at 30 June 2023, the Group's cash and cash equivalents was \$8,735,654 and it had working capital of \$8,487,504.

The Directors have prepared a cash flow forecast which indicates that the consolidated entity will have sufficient cash to meet all commitments and working capital requirements for the 12-month period from the date of signing this financial report.

c. Use of estimates and judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. These estimates and associated assumptions are based on historical experience and various factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements made by management in the application of Australian accounting standards that have a significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in Note 1.2n.

1.2 Significant accounting policies

The Group has consistently applied the following accounting policies to all periods presented in the financial statements. The Group has considered the implications of new and amended Accounting Standards applicable for annual reporting periods beginning after 1 July 2022 but has determined that their application to the financial statements is either not relevant or not material.

a. Principles of Consolidation

Subsidiaries

Subsidiaries are entities controlled by the Group. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

The accounting policies of subsidiaries have been changed when necessary to align them with the policies adopted by the Group.

Transactions eliminated on consolidation

All intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Functional and presentation currency

The functional currency of each of the Group's entities is measured using the currency of the primary economic 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.



Note 1 Statement of significant accounting policies (continued)

b. Income tax

The income tax expense or benefit for the period comprises current income tax expense or benefit and deferred tax expense or benefit. Current and deferred income tax expense or benefit is charged or credited directly to other comprehensive income instead of the profit or loss when the tax relates to items that are credited or charged directly to other comprehensive income.

Current tax

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the reporting date. Current tax liabilities or assets are therefore measured at the amounts expected to be paid to or recovered from the relevant taxation authority.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur.

Deferred tax

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the period, as well as unused tax losses.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at the reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised. Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future years in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

Where the Group receives the Australian Government's Research and Development Tax Incentive, the Group accounts for the refundable tax offset under AASB 112. Funds are received as a rebate through the Group's income tax return.

c. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as a current asset or liability in the statement of financial position.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

d. Fair Value

Fair value of Assets and Liabilities

The Group measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable AASB.

Fair value is the price the Group would receive to sell an asset or would have to pay to transfer a liability in an orderly unforced transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 1 Statement of significant accounting policies (continued)

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

Fair value of Assets and Liabilities (continued)

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the entity's own equity instruments (excluding those related to share-based payment arrangements) may be valued, where there is no observable market price in relation to the transfer of such financial instruments, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

Fair value hierarchy

AASB 13 Fair Value Measurement requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into, as follows:

Level 1	Level 2	Level 3
Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.	Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.	Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The Group selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Group are consistent with one or more of the following valuation approaches:

- Market approach: valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.
- Income approach: valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.
- Cost approach: valuation techniques that reflect the current replacement cost of an asset at its current service capacity.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Group gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data is not available and therefore are developed using the best information available about such assumptions are considered unobservable.

e. Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment.

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 1 Statement of significant accounting policies (continued)

Plant and equipment

Plant and equipment is measured on the cost basis less accumulated depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts. The cost of fixed assets constructed within the Consolidated Group includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit and loss during the financial year in which they are incurred.

Depreciation

The depreciable amount of all fixed assets is depreciated using the method noted below over their useful lives to the economic entity commencing from the time the asset is held ready for use. The depreciation rates and method used for each class of depreciable asset are shown below:

Fixed asset class	Depreciation Method	Depreciation rate
Exploration		
Equipment	Straight Line	10% 40%
Office Equipment	Straight Line	10% 50%
Plant and Equipment	Straight Line	5% 40%
Motor Vehicles	Diminishing Value	16.67% - 25%
Leasehold		
Improvements	Straight Line	2.5%
Fixed asset class	Depreciation Method	Depreciation rate

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in profit and loss.

f. Cash and cash equivalents

Cash and cash equivalents in the Statement of Financial Position include cash on hand, deposits held at call with banks and other short term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown as current liabilities in the Statement of Financial Position. For the purpose of the Consolidated Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as described above, net of outstanding bank overdrafts.

g. Trade and other receivables

Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Trade and other receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Collectability of trade and other receivables is reviewed on an ongoing basis. An impairment loss is recognised for debts which are known to be uncollectible. An impairment provision is raised for any doubtful amounts.

h. Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year, which are unpaid and are stated at their amortised cost. The amounts are unsecured and are generally settled on 30-day terms.

i. Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the instruments. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted). Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately. Financial instruments are classified and measured as set out below.

Classification and Subsequent Measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method, or cost. Fair value represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

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Note 1 Statement of significant accounting policies (continued)

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliability predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss. The Company does not designate any interest in subsidiaries, associates or joint venture entities as being subject to the requirements of accounting standards specifically applicable to financial statements.

Financial assets at fair value through profit and loss or through other comprehensive Income

Financial assets are classified at 'fair value through profit or loss' or 'fair value through other comprehensive income' when they are either held for trading for purposes of short term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy.

Such assets are subsequently measured at fair value with changes in carrying value being included in profit or loss if electing to choose 'fair value through profit or loss' or other comprehensive income if electing 'fair value through other comprehensive income'.

Financial Liabilities

The Company's financial liabilities include trade and other payables, loan and borrowings and other liabilities. All financial liabilities are recognised initially at fair value and, in the case of loans, borrowings and payables, net of directly attributable transaction costs

Derecognition

Financial assets are derecognised where the contractual rights to receipts of cash flows expire or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risk and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

Impairment of financial assets

At each reporting date, the Group assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a significant or prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets, including uncollectible trade receivables, is reduced by the impairment loss through the use of an allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in profit or loss.

With the exception of available-for-sale equity instruments, if, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed through profit or loss to the extent the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortised cost would have been had the impairment not been recognised.

In respect of available-for-sale equity instruments, any subsequent increase in fair value after an impairment loss is recognised directly in the financial assets reserve in other comprehensive income.

Impairment of non-financial assets

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

Any excess of the asset's carrying value over its recoverable amount is expensed to the statement of profit or loss and other comprehensive income.

Impairment testing is performed annually for intangible assets with indefinite lives and intangible assets not yet available for use. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.



Note 1 Statement of significant accounting policies (continued)

j. Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares and share options are recognised as a deduction from equity, net of any related income tax benefit. Ordinary issued capital bears no special terms or conditions affecting income or capital entitlements of the shareholders.

k. Employee benefits

Short-term benefits

Liabilities for employee benefits for wages, salaries, superannuation and leave that are expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided to the reporting date and are calculated at undiscounted amounts based on remuneration wage and salary rates that the Group expects to pay at the reporting date, including related on-costs, such as workers compensation insurance and payroll tax. Liabilities for employee benefits expected to be settled in excess of the 12 months from the reporting date are recognised as non-current liabilities. Due to the age of the Group, no such liabilities are currently recognised in the Group.

Non-accumulating non-monetary benefits, such as medical care, housing and relocation costs, cars and free or subsidised goods and services, are expensed based on the net marginal cost to the Group as the benefits are taken by the employees.

Other long-term employee benefits

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The Group's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the Group does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

Retirement benefit obligations: Defined contribution superannuation funds

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions to a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution superannuation funds are recognised as an expense in the income statement as incurred.

Termination benefits

When applicable, the Group recognises a liability and expense for termination benefits at the earlier of: (a) the date when the Group can no longer withdraw the offer for termination benefits; and (b) when the Group recognises costs for restructuring pursuant to AASB 137 Provisions, Contingent Liabilities and Contingent Assets and the costs include termination benefits. In either case, unless the number of employees affected is known, the obligation for termination benefits is measured on the basis of the number of employees expected to be affected.

Termination benefits that are expected to be fully settled before 12 months after the annual reporting period in which the benefits are recognised are measured at the (undiscounted) amounts expected to be paid. All other termination benefits are accounted for on the same basis as other long-term employee benefits.

Equity-settled compensation

The fair value of options granted is recognised as an employee expense with a corresponding increase in equity. The fair value is measured at grant date and spread over the period during which the employees become unconditionally entitled to the options. The fair value of the options granted is measured using the Black-Scholes pricing model, taking into account the terms and conditions upon which the options were granted. The amount recognised is adjusted to reflect the actual number of share options that vest, except where forfeiture is only due to market conditions not being met.

l. Provisions

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of amounts required to settle the obligation at the end of the reporting period.

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 1 Statement of significant accounting policies (continued)

m. Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after accounting for any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Interest income is recognised as it accrues in the profit and loss using the effective interest method.

All revenue is stated net of the amount of Goods and Services Tax (GST).

n. Critical Accounting Estimates and Judgements

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group.

Management discusses with the Board the development, selection and disclosure of the Group's critical accounting policies and estimates and the application of these policies and estimates. There are presently no estimates and judgements that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Key judgements and estimates – Share-based payments

The Group measures the cost of equity-settled transactions with employees and others by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by an external valuation using a Black-Scholes option-pricing model, using the assumptions detailed in Note 15b share-based payments.

o. Exploration and Evaluation Expenditure

Costs incurred with respect to the acquisition of rights to explore for each identifiable area of interest are capitalised in the Statement of Financial Position.

Capitalised costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Capitalised costs in relation to an abandoned area are written off in full against profit in the period in which the decision to abandon the area is made. When production commences, the capitalised costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

p. Operating Segments

AASB 8 – Operating Segments requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the Board in order to allocate resources to the segments and to assess their performance. Augustus Minerals Ltd (and the Group) has only one operation, being the exploration for minerals. Consequently, the Group does not report segmented operations.

q. New and Amended Standards Adopted by the Company

The Company has considered the implications of new or amended Accounting Standards which have become applicable for the current financial reporting period. The Group has not had to change its accounting policies

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 2 Earnings per Share (EPS)

	2023 \$	2022 \$
a. Reconciliation of earnings to profit or loss		
Loss for the period	(1,808,602)	(407,653)
Loss used in the calculation of basic and diluted EPS	(1,808,602)	(407,653)
b. Weighted average number of ordinary shares outstanding during the period used in calculation of basic EPS	73,098,258	20,000,000
Weighted average number of dilutive equity instruments outstanding	3,829,637	-
c. Earnings per share	¢	¢
Basic EPS (cents per share)	(2.5)	(2.0)
Diluted EPS (cents per share)	(2.5)	(2.0)

As at 30 June 2023 the Group had 16,772,500 unissued shares under option. The Group does not report diluted earnings per share on losses generated by the Group. During the period ended 30 June 2023 the Group's unissued shares under option were anti-dilutive.

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 3 Income Tax

	2023 \$	2022 \$
a. Income tax benefit		
Current tax	-	-
Deferred tax	-	-
Income tax benefit	-	-
b. Reconciliation of income tax expense to prima facie tax payable		
The prima facie tax benefit on loss from ordinary activities before income tax is reconciled to the income tax benefit as follows:		
Prima facie tax benefit on operating loss at 30% (2022: 25%)	(542,581)	(101,913)
Add / (less) tax effect of:		
- Temporary differences	(148,945)	23,939
- Permanent differences	193,371	1,699
- Deferred tax asset not brought to account	498,155	76,275
	-	-
c. The applicable weighted average effective tax rates attributable to the operating result are as follows:		
The tax rate used in the above reconciliations is the corporate tax rate of 30% payable by the Australian corporate entity on taxable profits under Australian tax law.		
d. Tax losses carried forward		
Opening losses carried forward	316,338	11,234
Subsidiary tax losses acquired	2,340,175	-
Tax loss for year	1,660,516	305,104
Total tax losses carried forward	4,317,029	316,338

Potential deferred tax assets attributable to tax losses have not been brought to account at 30 June 2023 because the Directors do not believe it is appropriate to regard realisation of the deferred tax assets as probable at this point in time. These benefits will only be obtained if:

- i. the Group derives future assessable income of a nature and of an amount sufficient to enable the benefit from the deductions for the loss to be realised;
- ii. the Group continues to comply with conditions for deductibility imposed by law; and
- iii. no changes in tax legislation adversely affect the Group in realising the benefit from the deductions for the loss.

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 4 Cash and Cash Equivalents

	2023 \$	2022 \$
a. Reconciliation of cash		
Cash at bank	8,735,654	35,595
b. Cash Flow information		
Reconciliation of cash flow from operations to loss after income tax		
Loss after income tax	(1,808,602)	(407,653)
<i>Adjustments for:</i>		
- Depreciation and amortisation	310	6,620
- Share-based payments	673,635	-
- Accrued Interest	(1,245)	-
<i>Changes in assets and liabilities</i>		
- Decrease / (increase) in prepayments	24,642	(24,642)
- Decrease / (increase) in GST receivable	(82,187)	(7,808)
- Decrease / (increase) in other assets	(3,449)	64,787
- (Decrease) / increase in trade payables	75,648	72,811
- (Decrease) / increase in other payables	70,405	-
- (Decrease) / increase in provisions	23,763	-
Cash flow utilised in operations	(1,027,080)	(295,885)

Note 5 Trade and Other Receivables

	2023 \$	2022 \$
Current		
Interest receivable	1,245	-
GST receivable	94,015	11,829
Other receivables	2,204	-
	97,464	11,829
Non-Current		
Loans to related parties	-	2,396,307

The Company provided loans to Capricorn Orogen Pty Ltd totalling \$2,396,307 that were extinguished on the acquisition of Capricorn by the Company.

Note 6 Other Assets

	2023 \$	2022 \$
Current		
Prepayments	-	24,642

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 7 Capitalised Exploration and Evaluation Exploration Expenditure

Movement in the Capitalised exploration and evaluation expenditure between the beginning and the end of the current financial period:

	2023 \$	2022 \$
Balance at the beginning of period	-	-
Acquisitions:		
- Tenements acquire on acquisition of subsidiary	5,077,508	-
- Tenement application fees during the period	100,681	-
Total acquisitions	5,178,189	-
Capitalised exploration expenditure during period	801,853	-
Closing Balance	5,980,042	-

During the period the following acquisitions of exploration projects/tenements were completed:

Acquisitions:	Cash Consideration	Share Consideration	Inter-Entity Loan	Net Assets acquired (excl. Inter-Entity Loan)	Total
- Tenements acquired on acquisition of subsidiary	-	2,500,000	2,559,254	18,254	5,077,508
- Tenement application fees	100,681				100,681
Total Issued Capital	100,681	2,500,000	2,559,254	18,254	5,178,189

Note 8 Property, Plant and Equipment

	2023 \$	2022 \$
Motor vehicles – cost	47,752	35,145
Less: Accumulated depreciation	(14,157)	(6,619)
	33,595	28,526
Plant & equipment – cost	10,735	-
Less: Accumulated depreciation	(340)	-
	10,395	-
Office equipment – cost	10,308	-
Less: Accumulated depreciation	(599)	-
	9,709	-
Exploration equipment – cost	8,363	-
Less: Accumulated depreciation	(262)	-
	8,101	-
	61,800	28,526

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 8 Property, Plant and Equipment (continued)

Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial period:

	Motor Vehicles	Plant and Equipment	Office Equipment	Exploration Equipment	Total
Balance at beginning of period	28,526	-	-	-	28,526
Additions	12,607	10,735	10,308	8,363	42,013
Depreciation	(7,538)	(340)	(599)	(262)	(8,739)
Closing Balance 30 June 2023	33,595	10,395	9,709	8,101	61,800

Note 9 Trade and Other Payables

	2023 \$	2022 \$
Current		
<i>Unsecured</i>		
Trade payables	225,519	103,374
Other payables	43,209	-
Accrued expenses	49,977	-
	318,706	103,374

Note 10 Current and Non-Current Borrowings

	2023 \$	2022 \$
Current		
Hire purchase liability	(12,704)	(12,704)
Less: Unexpired interest	481	1,064
	(12,223)	(11,640)
Non-current		
Hire purchase liability	(3,176)	(15,880)
Less: Unexpired interest	26	506
Loans from related parties	-	(800,000)
	(3,150)	(815,374)

Reconciliation of movements in borrowings for the financial period:

	2022 \$	Cash Additions	Cash Repayments	Converted to Equity	2023 \$
Hire purchase liability	27,014	-	(11,641)	-	15,373
Insurance funding liability	-	26,837	(26,837)	-	-
Loans from related party	800,000	50,000	-	(850,000)	-
Closing Balance	827,014	76,837	(38,478)	(850,000)	15,373

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 11 Current and Non-Current Provisions

	2023 \$	2022 \$
Current		
Provision for Annual Leave	(14,685)	-
Non-current		
Employee benefits	(339)	-

Provision for employee benefits represents amounts accrued for annual leave and long service leave where leave may be carried year to year.

The current portion for this provision includes the total amount accrued for annual leave entitlements that have vested due to employees having completed the required period of service. The Group does not expect the full amount of annual leave balances classified as current liabilities to be settled within the next 12 months, however, these amounts must be classified as current liabilities since the Group does not have an unconditional right to defer the settlement of these amounts in the event employees wish to use their leave entitlement.

The non-current portion for this provision includes amounts accrued for long service leave entitlements that have not yet vested in relation to those employees who have not yet completed the required period of service.

In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits have been discussed in Note 1.2k.

Note 12 Issued Capital

	Number of shares.	2023 \$	Number of Shares	2022 \$
Ordinary Shares	136,125,000	15,813,014	20,000,000	2,020,000
Options	16,772,500	974,935	-	-
Total Share Capital		16,787,949		2,020,000

a. Ordinary Shares

	Number of Shares	2023 \$	Number of Shares	2022 \$
Opening Balance	20,000,000	2,020,000	20,000,000	720,000
Share capital received for shares to be issued post reporting date				1,300,000
Shares issued during the period:				
- Issue of seed capital ⁱ	5,000,000	500,000		
- Shares issued as consideration for the acquisition of Capricorn Orogen Pty Ltd ⁱⁱ	25,000,000	2,500,000		
- Issue of shares converted from loan ⁱⁱⁱ	8,500,000	850,000		
- Issue of seed capital ^{iv}	22,000,000	200,000		
- Issue of seed capital ^v	2,500,000	250,000		
- Issue of seed capital ^{vi}	3,125,000	500,000		
- IPO capital raise ^{vii}	50,000,000	10,000,000		
Transaction costs relating to shares issues		(1,006,986)		-
Total	136,125,000	15,813,014	20,000,000	2,020,000

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 12 Issued Capital (continued)

Shares of the Company were issued during the period on the following basis:

- i. 5,000,000 seed capital shares issued at \$0.10 per share
- ii. 25,000,000 shares issued as consideration for the acquisition of Capricorn Orogen Pty Ltd at \$0.10 per share
- iii. 8,500,000 shares issued on conversion of loans from related parties at \$0.10 per share
- iv) 22,000,000 seed capital shares issued at \$0.10 per share. Consideration for shares of \$200,000 was received during the period, \$1,300,000 was received during the financial year ended 30 June 2022 and \$700,000 was received during the year ended 30 June 2021.
- v. 2,500,000 seed capital shares issued at \$0.10 per share
- vi. 3,125,000 seed capital shares issued at \$0.16 per share
- vii. 50,000,000 shares issued by an initial public offering (IPO) at \$0.20 per share.

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. On a show of hands 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. Ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

b. Options

	Number of Options	2023 \$	2022 No.	2022 \$
Opening balance	-	-	-	-
Options issued during the period:				
- Issue of Managing Director options	7,000,000	266,350	-	-
- Issue of Employee options	1,000,000	76,050	-	-
- Issue of Director options	2,100,000	169,680	-	-
- Issue of Service Provider options	3,950,000	161,555	-	-
- Issue of Lead Manager options	2,722,500	301,300	-	-
Total	16,772,500	974,935	-	-

c. Capital Management

The Directors' objectives when managing capital are to ensure that the Group can maintain a capital base so as to maintain investor, creditor and market confidence and sustain future development of the business. The Board of Directors monitors the availability of liquid funds in order to meet its short-term commitments. It does this by ensuring that its current ratio (current assets divided by current liabilities) remains in excess of 1:1.

	2023	2022
Current Ratio	25.56	0.63

Due to the nature of the Group's activities, being mineral exploration, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Group's capital risk management is the current working capital position against the requirements of the Group to meet exploration programs and corporate overheads. The Group's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements, with a view to initiating appropriate capital raisings as required.

The Group is not subject to externally imposed capital requirements.

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 12 Issued Capital (continued)

The working capital position of the Group at 30 June 2023 was as follows:

	2023 \$	2022 \$
Cash and cash equivalents	8,735,654	35,595
Trade and other receivables	97,464	11,829
Other current assets	-	24,642
Trade and other payables	(318,706)	(103,374)
Current borrowings	(12,223)	(11,640)
Current provisions	(14,685)	-
Working Capital Position	8,487,504	(42,948)

Note 13 Reserves

	2023 \$	2022 \$
Options reserves	974,935	-

Note 14 Key Management Personnel Compensation (KMP)

Refer to the Remuneration Report contained in the Directors' Report for details of the remuneration paid or payable to each member of the Company's Key Management Personnel for the period ended 30 June 2023.

The totals of remuneration paid to the KMP of the Company during the period are as follows:

	2023 \$	2022 \$
Short-term employment benefits	211,243	-
Post-employment benefits	18,670	-
Other long-term benefits	266	-
Share-based payments	436,030	-
	666,209	-

Details of the Directors' remuneration and interest in Securities of the Company are set out below:

2022			
Directors	Remuneration (Annual Package)	Shares	Options
Mr Brian Rodan	-	20,000,000	-
Mr Andrew Reid	-	-	-
Dr Darren Holden	-	-	-
Mr Graeme Smith	-	-	-
Ms Amanda Buckingham	-	-	-
Mr Johnathon Busing	-	-	-
Mr Paul Heatley	-	-	-
Mr Philip Greaney	-	-	-

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Note 14 Key Management Personnel Compensation (KMP) (continued)

2023

Directors	Remuneration (Annual Package)	Shares	Options
Mr Brian Rodan ⁱ	122,241	55,150,000	700,000
Mr Andrew Reid ⁱⁱ	394,182	125,000	7,000,000
Dr Darren Holden ⁱⁱⁱ	74,893	150,000	700,000
Mr Graeme Smith ^{iv}	74,893	150,000	700,000

- Commencing from 1 March 2023, comprising director's fee of \$55,000 per annum (inclusive of superannuation) and salary of \$120,000 (plus superannuation). Options have been issued on the following terms: 700,000 Options exercisable at \$0.30 on or before 25 May 2026. Ms Bronwyn Bergin, Mr Rodan's spouse, also holds 250,000 shares and 725,000 options exercisable at \$0.30 on or before 25 May 2026.
- Commencing from 1 March 2023, comprising salary of \$350,000 (plus superannuation). Options have been issued on the following terms: 3,500,000 Options exercisable at \$0.30 and 3,500,000 options exercisable at \$0.40 on or before 25 May 2026.
- Commencing from 1 March 2023, comprising director's fee of \$55,000 per annum (inclusive of superannuation). Options have been issued on the following terms: 700,000 options exercisable at \$0.30 on or before 25 May 2026.
- Commencing from 1 March 2023, comprising director's fee of \$55,000 per annum (inclusive of superannuation). Options have been issued on the following terms: 700,000 options exercisable at \$0.30 on or before 25 May 2026.

Note 15 Share-based payments

	2023 \$	2022 \$
Total share-based payments recognised in the Profit & Loss	673,635	-
Share-based payment recognised as capital raising costs	301,300	-
	974,935	-

a. Share-based payments

There were no shares or options issued to Directors during 2022.

During 2023 the Company issued 9,100,000 options to Directors under exemptions available within the Corporations Act 2001 (Cth) section 219, with terms summarised below:

Recipient	Number under Option	Date of Expiry	Exercise Price
Mr Brian Rodan	700,000	25/05/2026	0.30
Mr Andrew Reid	3,500,000	25/05/2026	0.30
Mr Andrew Reid	3,500,000	25/05/2026	0.40
Dr Darren Holden	700,000	25/05/2026	0.30
Mr Graeme Smith	700,000	25/05/2026	0.30

b. Fair value of options grants during the period

The fair value of the options granted to KMP is deemed to represent the value of the employee services received over the vesting period.

The weighted average fair value of options granted during the period was \$0.06 for Options exercisable at \$0.30 and \$0.04 for Options exercisable at \$0.40.

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Notes to the Consolidated Financial Statements

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Note 15 Share-based payments (continued)

Options issued to:	Managing Director		Employees		Directors	Service Providers	Lead Manager
Grant date	22/03/2023	22/03/2023	13/04/2023	13/04/2023	05/04/2023	13/04/2023	19/05/2023
Market price of shares (\$)	0.10	0.10	0.16	0.16	0.16	0.10	0.20
Exercise price (\$)	0.30	0.40	0.30	0.40	0.30	0.30	0.30
Number of options issued	3,500,000	3,500,000	500,000	500,000	2,100,000	3,950,000	2,722,500
Expire date	25/05/2026	25/05/2026	25/05/2026	25/05/2026	25/05/2026	25/05/2026	25/05/2026
Risk free interest rate	2.83%	2.83%	2.83%	2.83%	2.83%	2.83%	3.33%
Volatility (discount)	100%	100%	100%	100%	100%	100%	100%
Indicative value per Related Party Option (cents)	4.09	3.52	8.08	7.13	8.08	4.09	11.07
Total Value of Related Party Options (\$)	143,150	123,200	40,400	35,647	169,680	161,555	301,300

The valuations noted above are not necessarily the market price that the options could be traded at and are not automatically the market price for taxation purposes.

c. Movement in share-based payment arrangements during the period

A summary of the movements of all company options issued as share-based payments is as follows:

	2023		2022	
	Number of Options	Weighted Average Exercise Price	Number of Options	Weighted Average Exercise Price
Outstanding at the beginning of the period	-	-	-	-
Granted	16,772,500	0.32	-	-
Exercised	-	-	-	-
Expired	-	-	-	-
Outstanding at period end	16,772,500	0.32	-	-
Exercisable at period end	16,772,500	0.32	-	-
Reconciliation to Total Company Options:				
Non-share based payment options outstanding at the end of the period	-	-	-	-
Non-share based payment options exercised or expired	-	-	-	-
Total Company Options on Issue	16,772,500		-	

- i. No share-based payment options were exercised or expired during the period.
- ii. The weighted average remaining contractual life of share-based payment options outstanding at the period end was 2.90 years. The weighted average exercise price of outstanding options at the end of the reporting period was \$0.32.
- iii. The fair value of the options granted to directors and employees is deemed to represent the value of the employee services received over the vesting period.
- iv. The fair value of the options granted to the Lead Manager for underwriting services is deemed to represent the value of the underwriting services provided over the period.

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 16 Financial Risk Management

a. Financial Risk Management Policies

The Board's objective when managing capital is to maintain a strong capital base so as to safeguard the Group's ability to continue as a going concern. This note presents information about the Group's exposure to each of the below risks, its objectives, policies and procedures for measuring and managing risk, and the management of capital.

The Group's financial instruments include cash, short term deposits, accounts payable and borrowings.

The Group does not speculate in the trading of derivative instruments.

A summary of the Group's Financial Assets and Liabilities is shown below:

	Floating Interest Rate \$	Fixed Interest Rate \$	Non-interest Bearing \$	Total \$
Financial Assets at amortised cost:				
Cash and cash equivalents	8,735,654	-	-	8,735,654
Trade and other receivables	-	-	97,464	97,464
Total Financial Assets	8,735,654	-	97,464	8,833,118
Financial Liabilities at amortised cost:				
Trade and other payables	-	-	318,706	318,706
Borrowings	-	15,373	-	15,373
Total Financial Liabilities	-	15,373	318,706	334,079
Net Financial Assets/(Liabilities)	8,735,654	(15,373)	(221,242)	8,499,039

b. Specific Financial Risk Exposures and Management

The main risks the Group is exposed to through its financial instruments are credit risk, liquidity risk and market risk consisting of interest rate and equity price risk. However, the sole material risk at the present stage of the Group is liquidity risk.

The Board of Directors has overall responsibility for the establishment and oversight of the risk management framework. The Board adopts practices designed to identify significant areas of business risk and to effectively manage those risks in accordance with the Group's risk profile. This includes assessing, monitoring and managing risks for the Group and setting appropriate risk limits and controls. The Group is not of a size nor is its affairs of such complexity to justify the establishment of a formal system for risk management and associated controls. Instead, the Board approves all expenditure, is intimately acquainted with all operations and discusses all relevant issues at Board meetings. The operational and other compliance risk management have also been assessed and found to be operating efficiently and effectively.

i. Credit risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss to the Group.

Due to the current nature of the Group, being an exploration entity, the Group is not exposed to material credit risk.

ii. Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 16 Financial Risk Management (continued)

Ultimate responsibility for liquidity risk management rests with the Board of Directors, who have built an appropriate liquidity risk management framework for the management of the Group's short, medium and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves, banking facilities and by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities.

Typically, the Group ensures that it has sufficient cash to meet expected operational expenses for a period of 60 days, including the servicing of financial obligations. This excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

The financial liabilities of the Group include trade and other payables as disclosed in the Statement of Financial Position. All trade and other payables are non-interest bearing and due within 30 days of the reporting date.

Contractual Maturities

The following are the contractual maturities of financial liabilities of the Group:

Contractual Maturities	Within 1 year \$	Greater than 1 year \$	Total \$
Financial liabilities due for payment:			
Trade and other payables	318,706	-	318,706
Borrowings	12,223	3,150	15,373
Total Financial Liabilities	330,929	3,150	334,079
Financial assets:			
Cash and cash equivalents	8,735,654	-	8,735,654
Trade and other receivables	97,464	-	97,464
Total Financial Assets	8,833,118	-	8,833,118
Net inflow/(outflow) on financial instruments	8,502,189	(3,150)	8,499,039

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

iii. Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Due to the current nature of the Group, being an exploration entity, the Group is not exposed to material market risk.

iv. Sensitivity Analysis

Due to the current nature of the Group, being an exploration entity, the Group is not exposed to material financial risk sensitivities.

v. Net Fair Values

The fair values of financial assets and financial liabilities are presented in the table below and can be compared to their carrying values as presented in the Statement of Financial Position. Fair values are those amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 16 Financial Risk Management (continued)

Net Fair Values	Carrying Amount \$	Fair Value \$
Financial Assets:		
Cash and cash equivalents	8,735,654	8,735,654
Trade and other receivables	97,464	97,464
Total Financial Assets	8,833,118	8,833,118
Financial Liabilities:		
Trade and other payables	318,706	318,706
Borrowings	15,373	15,373
Total Financial Liabilities	334,079	334,079

Financial instruments whose carrying value is equivalent to fair value due to their nature include:

- Cash and cash equivalents;
- Trade and other receivables;
- Trade and other payables; and
- Borrowings.

The methods and assumptions used in determining the fair values of financial instruments are disclosed in the accounting policy notes specific to the asset or liability.

vi. Interest rate risk

The Group will hold cash on term deposit with an institution that has sufficient financial strength to ensure the security of the investments.

Sensitivity - movement in interest rates will not result in a significant impact on profit/loss/equity.

Note 17 Interest in subsidiaries

The subsidiaries listed below have share capital consisting solely of ordinary shares which are held directly by the Group and the proportion of ownership interest held equals the voting rights held by the Group. Investments in subsidiaries are accounted for at cost. The subsidiary's country of incorporation is also its principal place of business:

Subsidiary	Country of Incorporation	Class of shares	Percentage Owned
Capricorn Orogen Pty Ltd	Australia	Ordinary	100%

Note 18 Commitments

Contracted expenditure commitments

Expenditure contracted but not provided for in the financial statements:

	2023 \$	2022 \$
Within one year	28,198	-
Between one and five years	-	-
Due later than five years	-	-
	28,198	-

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 18 Commitments (continued)

Tenement expenditure commitments

In order to maintain current rights of tenure to exploration tenements the Group is required to perform minimum exploration work to meet the minimum expenditure requirements specified by the Western Australian State Government. These obligations may be reset when application for a mining lease is made and at other times. The Group has a minimum expenditure commitment on tenures under its control. The Group can apply for exemption from compliance with minimum exploration expenditure requirements. Due to the nature and scale of the Group's exploration activities the Group is unable to estimate its likely tenement holdings and therefore minimum expenditure requirements more than 1 year ahead.

	2023 \$	2023 \$
Within one year	1,230,000	1,230,000
Between one and five years	-	-
Due later than five years	-	-
	1,230,000	1,230,000

Other than the above, the Directors of Augustus Minerals Limited consider that there are no other material commitments outstanding as at 30 June 2023.

Note 19 Related Party Transactions

Transactions between parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. Related party transactions (inclusive of GST) with Augustus Minerals Ltd are listed below:

There were no amounts received from related parties.

	2023 \$	Amounts outstanding at year end 2023 \$	2022 \$	Amounts outstanding at year end 2022 \$
MCA Nominees Pty Ltd				
MCA Nominees Pty Ltd, a business controlled by Mr Brian Rodan, provided mining administration and professional services to the Company as well as the head office premises.				
Administration fees	38,253	3,218	67,200	19,800
Professional fees	41,140	-	-	-
Rent and outgoings	93,500	11,000	54,000	16,500
Mining Investments Australia Pty Ltd				
Mining Investments Australia Pty Ltd, a business controlled by Mr Brian Rodan, was the parent entity of Capricorn Orogen Pty Ltd prior to the acquisition on 20 September 2022.				
Consideration for acquisition of Capricorn Orogen Pty Ltd Ordinary shares 25,000,000 valued at:	2,500,000	-	-	-
Capricorn Orogen Pty Ltd				
Capricorn Orogen Pty Ltd, a company controlled by Mr Brian Rodan, received an unsecured loan from the Company. This was extinguished on the settlement of the acquisition of the above company on 20 September 2022.				
Balance at end of period	-	-	-	2,396,307

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 19 Related Party Transactions (continued)

	Amounts outstanding at year end		Amounts outstanding at year end	
	2023	2023	2022	2022
	\$	\$	\$	\$
Redland Plains Pty Ltd				
Redland Plains Pty Ltd, in its capacity as a Trustee, controlled by Mr Brian Rodan, provided unsecured loans to the Company. Loans were provided on an initial interest free basis. Redland Plains Pty Ltd provided an additional \$50,000 loan to the Company resulting in a total loan of \$850,000 to the Company. The Company entered into a Loan Conversion Deed with Redlands Plains Pty Ltd and issued 8,500,000 shares at a deemed issue price of \$0.10 per share in full and final satisfaction of the Company's obligation in respect of the Related Party Loans.				
Balance at end of period	-	-	-	800,000
101 Consulting Pty Ltd				
101 Consulting Pty Ltd, a business controlled by Bronwyn Bergin, spouse of Mr Brian Rodan, provides administration support services.				
Professional fees	19,800	2,750	-	-
GeoSpy Pt Ltd,				
GeoSpy Pt Ltd, a business controlled by Dr Darren Holden, provides geological consulting and advisory services.				
Professional fees	85,462	5,500	64,000	12,000

Note 20 Events Subsequent to Reporting Date

No matters or circumstances have arisen since the end of the financial period which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Note 21 Acquisition and Royalty Agreements

a) Share Sale Agreement

The Company entered into a share sale agreement with Mining Investments Australia Pty Ltd (ACN 134 534 768) (MIA) (a company controlled by Mr Brian Rodan) (Share Sale Agreement) pursuant to which it acquired 100% of the issued share capital of Capricorn Orogen Pty Ltd (ACN 646 309 257) (Capricorn), being the holder of the tenements comprising the Project.

In consideration for the acquisition of 100% of the issued capital in Capricorn, the Company issued 25,000,000 shares to MIA. Settlement of the Share Sale Agreement occurred on 20 September 2022.

Capricorn acquired the tenements set out below from MIA prior to settlement of the Share Sale Agreement (together, the MIA tenements):

E09/2236	E09/2239	E09/2308	E09/2309
E09/2310	E09/2311	E09/2323	E09/2324
E09/2325	E09/2365	E09/2366	E09/2367
E09/2419	E09/2474	E09/2475	E09/2476

The consideration payable by Capricorn was \$1 and the assumption of a royalty payable in respect of the tenements to Redland Plains Pty Ltd (ACN 057 647 275) (Redlands Plains) (a company controlled by Mr Brian Rodan) (Redland Plains Royalty Agreement). A summary of the Redlands Plains Royalty Agreement is provided in section b) below. Capricorn also reimbursed MIA for all tenement related costs between 1 January 2021 to the date of completion, a total of \$260,812.

Capricorn acquired E09/1676 from three individuals for a cash payment of \$210,00.

All other tenements making up the project were applied for, and granted to, Capricorn directly.

Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



b) Redland Plains Royalty Deed

Capricorn agreed to assume royalties payable to Redland Plains under a royalty deed between MIA and Redland Plains (Royalty Deed) on acquisition of the MIA tenements.

Under the Redland Plains Royalty Agreement, Capricorn will pay a royalty to Redland Plains, from the date of extraction and recovery of any ores, concentrates or other primary, intermediate or final product of any gold (gold product) or all minerals other than gold, produced by Capricorn, its related bodies corporate, its joint venture partners or any other person, from the MIA tenements, as follows:

- a. in respect of Gold Product:
 - i. 0% net smelter return royalty for 0 to 29,999 troy ounces of gold
 - ii. 1.5% net smelter return royalty for 30,000 to 149,999 troy ounces of gold, and
 - iii. 2.5% net smelter return royalty for 150,000 and above troy ounces of gold.

(together, the gold royalty), and

- b. In respect of other minerals product, a 2.5% net smelter return to the royalty holder on the other minerals product extracted from the MIA tenements (other minerals product royalty).

Unless otherwise provided for in the Royalty Deed, the obligation to the gold royalty and other minerals product royalty with respect to a tenement forming part of the MIA tenements continues for the full term of the tenement, and throughout the period that any gold product or other mineral products can be lawfully extracted.

The liability to pay the gold royalty and other minerals product royalty will cease and terminate when the last of the MIA tenements has been:

- a. transferred by the Company to a third party in accordance with the Royalty Deed, in which case the transferee would be required to assume the royalty obligations, or
- b. surrendered, relinquished or not renewed.

c) Redland Plains Option Agreement

The Company and Capricorn have entered into an option agreement with Redland Plains (Option Agreement), pursuant to which Capricorn has a first right of refusal and buy back right in respect to the Royalty Deed.

Redlands Plains has granted Capricorn an exclusive option to purchase, at any time prior to 14 April 2028, 50% of the gold royalty and 50% of the other minerals product royalty by the Company issuing to Redland Plains that number of shares, when multiplied by the volume weighted average price of the Company's shares on the ASX for the 20 trading days immediately prior to the date of the option exercise notice, equals \$1,250,000. The Company will obtain any necessary Shareholder approval associated with exercise of the option as a condition to its exercise.

If Redland Plains wishes to sell or dispose of its interest in the gold royalty and other minerals product royalty to a third party (sale interest), it must first give Capricorn a right of first refusal to purchase the sale interest on the same terms as the third party (right of first refusal). Capricorn must exercise the right of first refusal within sixty (60) days of notification by Redlands Plains of the offer to purchase the sale interest.

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Note 22 Parent Information

Augustus Minerals Limited is the ultimate Australian parent entity and ultimate parent of the Group. Augustus Minerals Limited did not enter into any trading transactions with any related party during the period.

d) Statement of Financial Position

	2023	2022
	\$	\$
Current Assets	8,826,825	72,066
Non-Current Assets	6,047,789	2,424,833
Total Assets	14,874,614	2,496,899
Current Liabilities	345,167	115,014
Non-Current Liabilities	3,489	815,374
Total Liabilities	348,656	930,388
Net Assets	14,525,958	1,566,511
Equity		
Issued Capital	16,787,949	2,020,000
Reserves	-	-
Accumulated losses	(2,261,991)	(453,489)
Total Equity	14,525,958	1,566,511

e) Statement of Profit or Loss and Other Comprehensive Income

	2023	2022
	\$	\$
Loss for the period	(1,808,502)	(407,653)
Other comprehensive income	-	-
Total comprehensive income	(1,808,502)	(407,653)

f) Guarantees

There are no guarantees entered into by Augustus Minerals Limited for the debts of its subsidiaries as at 30 June 2022.

g) Contractual commitments

Other than as disclosed in Note 19 the parent entity has no capital commitments.

h) Contingent liabilities

Other than as disclosed in Note 21 the parent entity has no contingent liabilities.

Note 23 Auditor's Remuneration

	2023	2022
	\$	\$
Auditing or reviewing the financial reports	23,500	9,000
Services in relation to Investigating Accountants Report	10,000	-
Other services	1,500	-
Total	35,000	9,000

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Notes to the Consolidated Financial Statements

for the year ended 30 June 2023



Directors' Declaration

The Directors of the Company declare that:

1. The consolidated financial statements and notes, as set out on pages 20 to 51 are in accordance with the Corporations Act 2001 and:
 - a. comply with Accounting Standards as described in Note 1 to the financial statements, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
 - b. give a true and fair view of the consolidated group's financial position as at 30 June 2023 and of its performance for the financial period ended on that date in accordance with the accounting policies described in Note 1 to the financial statements
2. In the Directors' opinion 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 and is signed for and on behalf of the Directors by:

A handwritten signature in black ink, appearing to read 'B. Rodan'.

Brian Rodan

Executive Chairman

Dated this 26th day of September 2023

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HALL CHADWICK

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AUGUSTUS MINERALS LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Augustus Minerals Limited ("the Company") and its subsidiaries ("the Consolidated Entity"), 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 year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion:

- a. the accompanying financial report of the Consolidated Entity is 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 financial performance for the year then ended; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.
- b. the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.1a

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Consolidated Entity 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* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Auditor's Independence Declaration

for the year ended 30 June 2023



HALL CHADWICK 

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the Key Audit Matter
<p>Accounting for share based payments</p> <p>As disclosed in note 15 to the financial statements, during the period ended 30 June 2023 the Consolidated Entity incurred share based payments of \$974,935 of which \$673,635 was recognised in the profit and loss and \$301,300 was recognised as capital raising costs within equity.</p> <p>Share based payments are considered to be a key audit matter due to</p> <ul style="list-style-type: none">• the value of the transactions;• the complexities involved in the recognition and measurement of these instruments; and• the judgement involved in determining the inputs used in the valuations. <p>Management used the Black-Scholes option valuation model to determine the fair value of the options granted. This process involved significant estimation and judgement required to determine the fair value of the equity instruments granted.</p>	<p>Our procedures amongst others included:</p> <ul style="list-style-type: none">• Analysing agreements to identify the key terms and conditions of share based payments issued and relevant vesting conditions in accordance with AASB 2 Share Based Payments;• Evaluating management's Black-Scholes Valuation Models and assessing the assumptions and inputs used;• Assessing the amount recognised during the period in accordance with the vesting conditions of the agreements; and• Assessing the adequacy of the disclosures included in Note 15 to the financial statements.

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Auditor's Independence Declaration

for the year ended 30 June 2023



HALL CHADWICK 

Key Audit Matter	How our audit addressed the Key Audit Matter
<p>Exploration and evaluation expenditure</p> <p>As disclosed in note 7 to the financial statements, as at 30 June 2023, the Consolidated Entity's capitalised exploration and evaluation expenditure was carried at \$5,980,042</p> <p>The recognition and recoverability of the exploration and evaluation expenditure was considered a key audit matter due to:</p> <ul style="list-style-type: none"> The carrying value represents a significant asset of the Consolidated Entity, we considered it necessary to assess whether facts and circumstances existed to suggest the carrying amount of this asset may exceed the recoverable amount; and Determining whether impairment indicators exist involves significant judgement by management 	<p>Our audit procedures included but were not limited to:</p> <ul style="list-style-type: none"> Assessing management's determination of its areas of interest for consistency with the definition in AASB 6 Exploration and Evaluation of Mineral Resources ("AASB 6"); Assessing the Consolidated Entity's rights to tenure for a sample of tenements; By reviewing the status of the Consolidated Entity's tenure and planned future activities, reading board minutes and discussions with management we assessed each area of interest for one or more of the following circumstances that may indicate impairment of the mineral exploration expenditure: <ul style="list-style-type: none"> The licenses for the rights to explore expiring in the near future or are not expected to be renewed; Substantive expenditure for further exploration in the area of interest is not budgeted or planned; Decision or intent by the Consolidated Entity to discontinue activities in the specific area of interest due to lack of commercially viable quantities of resources; and Data indicating that, although a development in the specific area is likely to proceed, the carrying amount of the exploration asset is unlikely to be recorded in full from successful development or sale; and We also assessed the appropriateness of the related disclosures in note 7 to the financial statements.

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Auditor's Independence Declaration

for the year ended 30 June 2023



HALL CHADWICK 

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Consolidated Entity's annual report for the year ended 30 June 2023, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1.1a, the directors also state in accordance with Australian Accounting Standard *AASB 101 Presentation of Financial Statements*, that the financial report complies with International Financial Reporting Standards.

In preparing the financial report, the directors are responsible for assessing the Consolidated Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Consolidated Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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Auditor's Independence Declaration

for the year ended 30 June 2023



HALL CHADWICK 

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Consolidated Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Consolidated Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Consolidated Entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Consolidated Entity audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit

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Auditor's Independence Declaration

for the year ended 30 June 2023



HALL CHADWICK 

matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 30 June 2023. The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with s 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

In our opinion, the Remuneration Report of Augustus Minerals Limited, for the year ended 30 June 2023, complies with section 300A of the Corporations Act 2001.

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA
Director

Dated in Perth, Western Australia this 26th day of September 2023

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Additional Shareholder Information

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Additional Shareholder Information

for the year ended 30 June 2023



In accordance with ASX Listing Rule 4.10, the Company provides the following information to shareholders not elsewhere disclosed in the Annual Report. The information provided is current as at 12 September 2023.

STOCK EXCHANGE LISTING

The Company's securities have been admitted to quotation on the ASX.

VOTING RIGHTS

For all ordinary shares, voting rights are one vote per member on a show of hands and one vote per share in a poll.

SHARE REGISTRY

The registers of shares and options of the Company are maintained by:

Automic Registry Services
Level 2, 267 St Georges Terrace
Perth WA 6000

COMPANY SECRETARY

The name of the Company Secretary is Sebastian Andre.

Corporate Governance

The Company's Corporate Governance Statement for the financial period ended 30 June 2023 can be found at:

<https://augustusminerals.com.au/site/about-us/corporate-governance>.

Information Pursuant to Listing Rule 4.10.19

Between the date of the Company's admission to the official list of the ASX on 23 May 2023 and the end of the reporting period on 30 June 2023, the Company used its cash and assets in a form readily convertible to cash that it had at the time of admission in a way consistent with its business objectives.

Information Pursuant to Listing Rule 5.20

The Company holds interests in the following tenements.

The projects are comprised of licences held by Capricorn Orogen Pty Ltd. Capricorn Orogen Pty Ltd is a wholly owned subsidiary of the Company. Further details of the project tenements are set out below.

Your Directors present their report on Augustus Minerals Limited (Augustus Minerals or the Company) and the consolidated financial statements of the Company and its controlled entities (the Group) for the financial year ended 30 June 2023.

Augustus Minerals was incorporated on 24 June 2021 and was listed on the Australian Securities Exchange (ASX) on 25 May 2023.

Tenement ID	Project	Applicant	Shares	Current Area	Area Unit	Application Date
E09/2308	Gascoyne	Capricorn Orogen Pty Ltd	100	218.67	km ²	24/04/2018
E09/2309	Gascoyne	Capricorn Orogen Pty Ltd	100	218.62	km ²	24/04/2018
E09/2323	Gascoyne	Capricorn Orogen Pty Ltd	100	172.06	km ²	15/06/2018
E09/2324	Gascoyne	Capricorn Orogen Pty Ltd	100	459.48	km ²	15/06/2018
E09/2474	Lyons	Capricorn Orogen Pty Ltd	100	468.28	km ²	19/11/2020
E09/2476	Lyons	Capricorn Orogen Pty Ltd	100	256.34	km ²	19/11/2020
E09/2475	Lyons	Capricorn Orogen Pty Ltd	100	40.58	km ²	19/11/2020
E09/2518	Lyons	Capricorn Orogen Pty Ltd	100	592.64	km ²	30/04/2021
E09/2520	Lyons	Capricorn Orogen Pty Ltd	100	553.43	km ²	30/04/2021
E09/2519	Lyndon	Capricorn Orogen Pty Ltd	100	200.44	km ²	30/04/2021
E09/2419	Lyons	Capricorn Orogen Pty Ltd	100	12.5	km ²	30/06/2020
E09/2365	Wanna	Capricorn Orogen Pty Ltd	100	78.16	km ²	01/10/2019
E09/1676	Upper Gascoyne	Capricorn Orogen Pty Ltd	100	3.12	km ²	10/08/2009
E09/2366	Eudamullah	Capricorn Orogen Pty Ltd	100	34.36	km ²	01/10/2019
E09/2367	Wanna	Capricorn Orogen Pty Ltd	100	31.22	km ²	01/10/2019
E09/2310	Gascoyne	Capricorn Orogen Pty Ltd	100	218.65	km ²	24/04/2018
E09/2311	Gascoyne	Capricorn Orogen Pty Ltd	100	177.92	km ²	24/04/2018
E09/2325	Gascoyne	Capricorn Orogen Pty Ltd	100	56.23	km ²	15/06/2018
E09/2239	Minnie Springs	Capricorn Orogen Pty Ltd	100	56.23	km ²	16/06/2017
E09/2236	Crawfords Bore	Capricorn Orogen Pty Ltd	100	56.26	km ²	22/05/2017

Additional Shareholder Information

for the year ended 30 June 2023



SUBSTANTIAL HOLDERS

The names of substantial holders in Augustus Minerals Limited and the number of equity securities to which each substantial shareholder and their associates have a relevant interest, as disclosed in substantial shareholder notices given to the Company, are set out below.

Ordinary shares

Holder Name	Holding	%
BBR Group*	55,150,000	40.51%

*Comprised of REDLAND PLAINS PTY LTD <BRIAN BERNARD RODAN S/F A/C>; REDLAND PLAINS PTY LTD <MAJESTIC INVESTMENT A/C>; MCA NOMINEES PTY LTD and Mr Brian Bernard Rodan.

Number of shares held	Number of Shareholders	Number of Ordinary Shares
1 - 1,000	14	1,909
1,001 - 5,000	139	438,762
5,001 - 10,000	105	913,847
10,001 - 100,000	503	23,737,390
100,001 - 9,999,999,999	184	111,033,092
Totals	945	136,125,000
Holders with an unmarketable parcel	74	122,622

There are no current on-market buy-back arrangements for the Company.

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Additional Shareholder Information

for the year ended 30 June 2023



EQUITY SECURITY HOLDERS

The names of the 20 largest holders of ordinary shares, and the number of ordinary shares and percentage of capital held by each holder is as follows:

Position	Holder Name	Holding	%
1	BBR Group	55,150,000	40.51%
2	J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	2,300,000	1.69%
3	MINE MAINTENANCE MANAGEMENT PTY LTD <JP EDWARDS DISC A/C>	2,000,000	1.47%
3	HORLEY PTY LTD <METAL TRUST A/C>	2,000,000	1.47%
4	HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED-GSI EDA	1,517,000	1.11%
5	KINGARTH PTY LTD	1,500,000	1.10%
5	GLADSTONE MINING (WA) PTY LTD <STUART TONKIN INVEST A/C>	1,500,000	1.10%
6	SHEPHERD SUPER FUND	1,150,000	0.84%
7	MR GEORGE SCOTT MILLING & MRS STEPHANIE MAY MILLING <MILLING SUPER FUND A/C>	1,000,000	0.73%
7	COSSACK HOLDINGS (AUST) PTY LTD <THE LOXTON SUPER A/C>	1,000,000	0.73%
8	MINREX RESOURCES LIMITED	950,000	0.70%
9	M E J C PTY LTD	850,000	0.62%
10	BNP PARIBAS NOMS PTY LTD <GLOBAL MARKETS DRP>	750,000	0.55%
10	ST BARNABAS INVESTMENTS PTY LTD <THE MELVISTA FAMILY A/C>	750,000	0.55%
11	AJF FABBRO PTY LTD <AJF FABBRO FAMILY A/C>	700,000	0.51%
11	MR RICHARD JOHN MCCORMICK	700,000	0.51%
12	MR SIMON (SUI HEE) LEE	610,000	0.45%
13	DRUIDSTON HOLDINGS PTY LTD <THE BRAND SUPER FUND A/C>	600,000	0.44%
14	WARWICK BOYD CRANE	575,000	0.42%
14	FORTE EQUIPMENT PTY LTD	575,000	0.42%
15	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP>	567,697	0.42%
16	MR MARTIN HALLINAN & MRS FIONA LESLEY HALLINAN <NUMBER 2 A/C>	555,000	0.41%
17	WARBONT NOMINEES PTY LTD <UNPAID ENTREPOT A/C>	527,279	0.39%
18	FORTE EQUIPMENT PTY LTD	500,000	0.37%
18	T C DRAINAGE (WA) PTY LTD	500,000	0.37%
18	MR ANTE MIHALJ & MRS IVANKA YVONNE MIHALJ	500,000	0.37%
18	NORTH LANARK PTY LTD	500,000	0.37%
18	MR PHILIP JOHN MARTIN <SYDNEY FONG PROPERTY A/C>	500,000	0.37%
18	JASON FRANK MADALENA <MADALENA INVESTMENT A/C>	500,000	0.37%
18	CSB INVESTMENTS (WA) PTY LTD <BLADES FAMILY S/FUND A/C>	500,000	0.37%
18	AUSTRAL CAPITAL PTY LTD <AUSTRAL EQUITY FUND A/C>	500,000	0.37%
18	ZERO NOMINEES PTY LTD	500,000	0.37%
18	TAITT HJ PTY LTD <TAITT BROTHERS>	500,000	0.37%
18	LOTUS RESEARCH PTY LTD	500,000	0.37%
19	HACKETT CP NOMINEES PTY LTD <THE HACKETT FAMILY A/C>	475,000	0.35%
20	HACKETT FOUNDATION NOMINEES PTY LTD <HACKETT FOUNDATION A/C>	428,499	0.31%
	Total	84,230,475	61.88%
	Total issued capital - selected security class(es)	136,125,000	100.00%

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Additional Shareholder Information

for the year ended 30 June 2023



Escrowed Securities

Category	Number of Units	ASX or Voluntary	End of Escrow Period
Shares	350,000	ASX	2/11/2023
Shares	75,000	ASX	4/11/2023
Shares	1,975,000	ASX	22/11/2023
Shares	100,000	ASX	1/12/2023
Shares	125,000	ASX	24/01/2024
Shares	125,000	ASX	3/02/2024
Shares	1,000,000	ASX	6/02/2024
Shares	50,755,000	ASX	25/05/2025
Options exercisable at \$0.30 each on or before 23 May 2026	9,047,500	ASX	25/05/2025
Options exercisable at \$0.40 each on or before 23 May 2026	3,500,000	ASX	25/05/2025

Unquoted Securities

Category	Number of Options	Number of Holders
Options exercisable at \$0.30 each on or before 23 May 2026	9,047,500	16
Options exercisable at \$0.40 each on or before 23 May 2026	3,500,000	1

Distribution of option holders exercisable at \$0.30 each on or before 23 May 2026:

Number of Options held	Number of Option Holders	Percentage
1-1,000	-	-
1,001-5,000	-	-
5,001-10,000	-	-
10,001-100,000	3	2.35%
100,001-99,999,999	13	97.65%
Totals	16	100.00%

Option holders with more than 20% of the class of options:

Name	Option Class	Number of Units	Percentage
Andrew Reid	Exercisable at \$0.30 each on or before 23 May 2026	3,500,000	27.40%
Berne No 132 Nominees Pty Ltd	Exercisable at \$0.30 each on or before 23 May 2026	2,722,500	21.32%
Andrew Reid	Exercisable at \$0.40 each on or before 23 May 2026	3,500,000	87.50%

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Additional Shareholder Information

for the year ended 30 June 2023



Corporate Directory

Current Directors

Brian Rodan	<i>Executive Chairman</i>
Andrew Reid	<i>Managing Director</i>
Darren Holden	<i>Non-Executive Director</i>
Graeme Smith	<i>Non-Executive Director</i>

Company Secretary

Sebastian Andre

Registered Office

Address: Level 2, 41-43 Ord Street
West Perth WA 6005
Telephone: +61 (0)8 6458 4200
Email: admin@augustusminerals.com.au
Website: www.augustusminerals.com.au

Share Registry

Automic Registry Services
Address: Level 2, 267 St George's Terrace
Perth WA 6000 Australia
Telephone: 1300 288 664 (within Australia)
+61 (0)2 9698 5414 (outside Australia)
Facsimile: +61 (0)2 8583 3040

Auditors

Hall Chadwick Audit WA Pty Ltd
283 Rokeby Road
Subiaco WA 6008
Telephone: +61 (08) 9226 4500

Solicitors to the Company

Steinepreis Paganin
Level 4,
The Read Buildings
16 Milligan Street
Perth WA 6000

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**AUGUSTUS
MINERALS**
LIMITED

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