

**TESORO
GOLD**



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ANNUAL REPORT
for year ended
30 June 2023

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CORPORATE DIRECTORY

Tesoro Gold Ltd is an Australian listed company focused on the acquisition, exploration and development of commercially significant resource projects in Chile, with a focus on gold. For more details visit www.tesorogold.com.au.

DIRECTORS

Mr Zeffron Reeves
(Managing Director)

Mr Linton Putland
(Executive Director – Mining and Development)

Mr Geoffrey McNamara
(Non-Executive Director)

Ms Kristie Young
(Non-Executive Director)

Mr Alan Gibson
(Non-Executive Director)

COMPANY SECRETARY

Ms Sarah Wilson

REGISTERED OFFICE

c/- Source Services
Level 48 Central Park
152 – 158 St Georges Terrace
PERTH WA 6000

AUDITORS

RSM Australia Partners
Level 32 Exchange Tower
2 The Esplanade
PERTH WA 6000

SHARE REGISTRAR

Automic Pty Ltd
Level 5
191 St Georges Terrace
PERTH WA 6000

GPO Box 5193,
SYDNEY, NSW 2000
Telephone: 1300 288 664 (within Australia)
Email: hello@automic.com.au

SECURITIES EXCHANGE LISTING

Australian Securities Exchange Limited and OTC Markets Group
(Home Exchange: PERTH, Western Australia)

Codes: ASX: TSO, TSOO, TSOOA

OTCQB: TSORF

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Dear Fellow Shareholders,

On behalf of the Board of Directors, it is with great pleasure that I present the 2023 Annual Report for Tesoro Gold Ltd (**Tesoro**, or **the Company**).

It has been another busy and productive year for Tesoro as we continue to advance development of the El Zorro Gold Project. Following the momentum built through last year's exploration successes, we have continued our strategy of rapidly advancing key work streams across the El Zorro area. Our extensive suite of exploration drilling, channel sampling and mapping programs produced some of the best results seen in the region, confirming El Zorro as a large-scale gold district.

Our exploration activities culminated in a substantial upgrade to the Ternera Mineral Resource Estimate (**MRE**). On an unconstrained basis, the Ternera MRE grew to 42.6 Mt at 1.07g/t Au for 1.46 Moz. The constrained Ternera MRE increased to 33.7 Mt at 1.18g/t Au for 1.28 Moz with 802 Koz (63%) of the resource classified as Indicated. The updated MRE has been constrained to a US\$1,800/oz optimised pit shell, this revised MRE represents a 17% increase in prospective gold resources.

The revised MRE was accompanied by the announcement of an initial Exploration Target (**ET**) with a range between 48.5 Mt at 0.91g/t Au to 101.0 Mt at 1.45g/t Au. This target further highlights the exciting potential of the Ternera Gold Deposit, which we believe could potentially contain between 1.6 to 3.0 million ounces of gold. The Exploration Target has been prepared and reported in accordance with the 2012 edition of the JORC Code. The potential quantity and grade are conceptual in nature and there has been insufficient exploration to estimate a Mineral Resource. It is uncertain if further exploration will result in the estimation of a JORC-compliant Mineral Resource.

The El Zorro Project continues to be steadily validated through the completion of preliminary mining and environmental studies along with extensive site preparation, ground consolidation and permitting. Importantly, we announced outcomes of the Phase 1 Open Pit Scoping Study in April 2023 (the **Study**), which confirmed a technically and commercially robust starter pit development opportunity. The Study considered an initial Phase 1 development of an open pit mining operation on the upper 200m of the Ternera Gold Deposit (the **Deposit**) to feed a 2.4 Mtpa gold processing plant. Study outcomes demonstrate the ability of the Deposit to support the estimated capital required for development at a scale that would result in an average gold production of between 90 and 100 koz per annum.

Outside of the immediate Deposit area, new regional targets at Animas Viejas, Calderillas and Kitsune have been confirmed by ongoing exploration, with further wide, high-grade gold mineralisation identified at surface. These results helped revise and shape our expectations regarding the extent and quality of the vast, >10km near-continuous mineralised system extending south of Ternera at Buzzard, north to Kitsune and towards Calderillas.

Through the coming months drilling will continue, targeting the extensive gold mineralisation across all El Zorro tenements with our current exploratory focus on Kitsune and the other regional opportunities. We are confident these targets hold strong potential to be large, high-grade extensions of the existing Ternera Resource and offer exceptional exploration and resource growth potential.

The Company was very pleased to welcome Gold Fields Ltd (Gold Fields) (JSE:GFI, NYSE:GFI) as a 14.98% shareholder via a private placement of \$4.2 million and a sub-underwrite of \$1.5 million in November and December 2022, respectively.

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On behalf of the team at Tesoro Gold, I would like to thank you, our shareholders, for your ongoing support and dedication. I look forward to updating you on our efforts in the coming year.

All the best for the year ahead.

Yours faithfully,



Zeffron Reeves
Managing Director

Tesoro Gold Ltd

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The Directors present their report, together with the financial statements, of the Group (referred to hereafter as the "Consolidated Entity" or "the Group") and the entities it controlled at the end of, or during, the financial year ended 30 June 2023.

Directors

The following persons were Directors of Tesoro Gold Ltd during, or since the end of the financial year:

Mr Zeffron Reeves	Managing Director
Mr Linton Putland	Executive Director – Mining and Development
Mr Geoffrey McNamara	Non-Executive Director
Ms Kristie Young	Non-Executive Director
Mr Alan Gibson	Non-Executive Director (<i>appointed 30 August 2023</i>)
Mr John Toll	Non-Executive Chairman (<i>resigned 25 October 2022</i>)

Information on Directors

Mr Zeffron Reeves Managing Director (appointed 29 January 2020)

BSc (Hons) (Applied Geology), MBA, MAIG

Mr Reeves is a geologist with over 20 years' experience in the resources sector working on mineral resource projects through all facets of development from greenfield exploration, discovery, definition and feasibility, construction, production to closure. Mr Reeves was Managing Director of ASX listed Metallum Ltd (now ENRG Elements Ltd) which had several development and operational projects in Chile. He has also held senior management positions with Cleveland Mining Ltd and Ashburton Minerals Ltd, developing projects in Brazil. Mr Reeves has a Bachelor of Applied Geology (Honours), a Masters of Business Administration from Curtin University and is a member of the Australia Institute of Geoscientists.

Mr Linton Putland Executive Director – Mining and Development (Appointed 14 September 2021)

BEng, MSc (Economics)

Mr Putland holds degrees in Mining Engineering (Bachelor of Engineering, Western Australian School of Mines) and a Masters of Science (Mineral Economics, Western Australian School of Mines) with more than 30 years' experience in mining operations, joint ventures and corporate management in Australia, Africa and the Americas, over a wide range of commodities. Mr Putland is principal of LJ Putland & Associates, a private mining consultancy company which was founded in 2002, providing advisory and consultancy services in mining project and company evaluation and due diligence appraisals with a focus on corporate growth. During this period, he has also been Managing Director of a privately-owned exploration company with joint venture interests in Africa. Prior to this he held corporate and senior management roles in IAMGOLD, Aurion Gold, Delta Gold and Pancontinental Mining. He is a Member of AusIMM and a Graduate Member of AICD.

Mr Geoffrey McNamara Non-Executive Director (appointed 29 January 2020)

BSc (Applied Geology), AusIMM, FINSIA, AICD

Mr McNamara is a geologist with over 30 years of international resource sector experience, operational roles include Project Manager, Senior Mine Geologist and Mine Geologist for Ivanhoe Mines, Lion Ore International and Western Mining Corporation. Previously he worked in Private Equity (FUM USD800 million) and as a Director of Societe General's Mining Finance team in New York. Geoffrey holds a Bachelors degree in Geology and a Graduate Diploma in Applied Finance and Investment from the Financial Services Institute of Australasia. He is a member of the Australian Institute of Company Directors (AICD) and a Fellow of the Australasian Institute of Mining and Metallurgy (AusIMM).

Ms Kristie Young Non-Executive Director (Appointed 14 September 2021)

BEng (Mining) Hons, GAICD

Ms Young holds a Bachelor of Engineering (Mining) Hons from the University of Queensland and a Post Graduate Diploma of Education (Mathematics & IT) from the University of Western Australia. She is a graduate of the AICD and holds a Cert IV HR from the Australian HR Institute. Ms Young's more than 20 years' experience includes technical engineering, project evaluation, strategy, business development, growth, marketing, commercial, client management, consulting governance and human resources. Prior to her Non-Executive Director portfolio career, she held senior growth and Business Development Director roles with leading professional services firms PwC and EY. As a mining engineer she worked with Mt Isa Mines, Plutonic Gold, Hammersley Iron, Gunpowder Copper, New Hampton Goldfields and Surpac.

Mr Alan Gibson Non-Executive Director (Appointed 30 August 2023)

LLB and B Econ

Alan Gibson is an experienced and skilled M&A lawyer, with more than 20 years' experience in Corporate, Energy and Resources Law, including more than 10 years of that as part of the Gold Fields Corporate Development team. Alan is currently Vice President: Corporate Development – Head of Legal for Gold Fields and has played an important role in a number of the group's key growth transactions around the world, including the proposed joint venture between Gold Fields' Tarkwa mine and AngloGold Ashanti's Iduapriem mine in Ghana; the partnership with Osisko Mining at Windfall in Quebec, Canada; acquiring the Granny Smith, Lawlers and Darlot gold mines from Barrick in 2013; acquiring a 50% interest in the Gruyere gold mine in 2016; and evaluating the various funding options for Gold Fields' key development asset Salares Norte in Chile in 2020. Mr. Gibson is an admitted legal practitioner holding a Bachelor of Laws and Bachelor of Economics from Murdoch University (WA).

Mr John Toll Non-Executive Chairman (Appointed, 3 October 2017, Resigned 25 October 2022)

B Comm, CA

Mr Toll brought valuable experience to the Company as a partner of Azure Capital Limited, a leading corporate advisory firm based in Perth, Western Australia. Mr Toll has over 15 years' experience in corporate advisory across a range of industries including mining, technology and, general industrials. He has advised local and international clients on transactions ranging from mergers and acquisitions, private capital raisings for early stage companies through to strategic and transformation financings for established businesses. Mr Toll has a Bachelor of Commerce, has completed the Institute of Chartered Accountants CA Program and a Graduate Diploma in Applied Finance.

Company Secretary

Ms Sarah Wilson

Ms Wilson is a Company Secretary with national corporate advisory firm Source Governance and has over 10 years' experience in company secretarial, corporate advisory and corporate governance roles, which have included the provision of company secretarial services to a number of ASX listed resource companies. Ms Wilson holds a Certificate in Governance Practice and is a Certified Member of the Governance Institute of Australia. She is currently company secretary to a number of ASX listed companies with a strong focus on resources.

Ms Shannon Coates (resigned as joint company secretary 31 January 2023)

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Directorships of Other Listed Companies

Directorships of other listed companies held by Directors currently and in the 3 years immediately before the end of the financial year are as follows:

Director	Company	Period of Directorship
Zeffron Reeves	Culpeo Minerals Ltd	25 July 2018 - current
	Rincon Resources Ltd	07 August 2018 – 15 November 2021
Linton Putland	Podium Minerals Limited	3 November 2022 - current
	Breaker Resources Limited	16 August 2018 – 4 May 2023
Geoffrey McNamara	WA Kaolin Limited	20 May 2020 – 20 September 2022
	Culpeo Minerals Ltd	25 July 2018 - current
Kristie Young	Rincon Resources Ltd	07 August 2018 – 6 December 2021
	Lithium Australia Limited	22 December 2020 – current
Alan Gibson	Corazon Mining	1 September 2023 - current
	ChemX Materials Ltd	26 May 2021 – 6 February 2023
	Primero Group Ltd	18 August 2020 – 24 February 2021

Principal activities

The principal activities of the Company and its subsidiaries are the acquisition, exploration and development of commercially significant resource projects in Chile. The Company currently holds interests in Chile, namely the El Zorro Gold Project in Chile, which is prospective for gold.

Operating results

The loss, after tax, attributable to the Group for the financial year ended 30 June 2023, amounted to \$2,868,539 (2022: Loss \$5,349,228).

Dividends

No dividends were paid or declared since the start of the financial year. No recommendations for payment of dividends have been made.

Directors' Interests in Shares, Options and Performance Rights

At the date of this report, the following represents the shares, options and performance rights holdings of the Directors of the Company:

	Ordinary shares		Share Rights		Options		Performance Rights	
	Direct	Indirect	Direct	Indirect	Direct	Indirect	Direct	Indirect
Directors								
Zeffron Reeves ¹	-	65,224,417	-	-	-	-	-	18,450,000
Linton Putland ²	-	-	-	277,777	-	-	-	10,000,000
Geoffrey McNamara ³	-	33,610,546	-	-	-	-	-	21,610,000
Kristie Young	422,675	-	-	-	23,483	-	4,550,000	-
Alan Gibson	-	-	-	-	-	-	-	-
Total	422,675	98,834,963	-	277,777	23,483	-	4,550,000	50,060,000

- 65,224,417 Fully Paid Ordinary Shares and 18,450,000 performance rights are held by Mr Zeffron Charles Reeves as trustee for the Palin Trust.
- 10,000,000 performance rights and 277,777 share rights are held by Mr Linton Putland as trustee for the Putland Family Trust.
- 33,610,546 Fully Paid Ordinary Shares are held by Tanamera Resources Pte Ltd (a company registered in Singapore). Mr Geoffrey McNamara is the sole director and shareholder of Tanamera Resources Pte Ltd. 21,610,000 performance rights are held by Linkwood Holdings Pte Ltd (a company registered in Singapore). Mr Geoffrey McNamara is a director and substantial shareholder of Linkwood Holdings Pte Ltd.

REVIEW OF OPERATIONS

Tesoro is focused on exploration and development of the El Zorro Gold Project (**El Zorro** or **the Project**) located in Northern Chile. El Zorro is proximate to well established infrastructure and is 140km from the city of Copiapo and approximately 800km north of the Chilean capital, Santiago.

El Zorro Gold Project

Successful exploration at the Project has resulted in the definition of the 1.3 Moz Au Tena MRE and an estimated Exploration Target, which indicates the potential for Tena to contain between 1.6Moz and 3.0 Moz gold (refer Table 2 and Figure 2). The combination of highly prospective geology and positive early results from first pass regional exploration have confirmed El Zorro as a new Chilean gold district.



Figure 1: El Zorro Gold Project location with proximate operating mines in detail.

Completion of Phase 1 Scoping Study

In April 2023, the Company presented the outcomes of a Phase 1 Scoping Study demonstrating the potential development of an initial, gold mining and processing operation at the Tena Deposit within the El Zorro Gold Project in Chile. The Study was assessed on a 100% basis (Tesoro 85%) and confirmed that an initial starter open pit at the El Zorro Gold Project presented a technically and commercially viable development opportunity. It was prepared with input from a team of expert independent consultants and provides a preliminary assessment of the potential viability of the Project based on low-level technical and economic accuracy ($\pm 35\%$).

The completed Study considers the initial development of a Phase 1 open pit mining operation on the upper 200m of the Deposit to feed a 2.4 Mtpa gold processing plant. Key outcomes also demonstrate the ability of the Deposit to support the estimated capital required for the development of the Project at a scale that would result in an annual average gold production of between 90 and 100 Koz per annum.

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Table 1: Scoping Study evaluation period results and key assumptions (100% ownership basis)

Physicals and costs (± 35%)			
Ore tonnage	Mt		17.1
Gold grade	g/t		1.25
Contained ounces	Koz		689
Plant throughput	Mtpa		2.4
Evaluation period (excluding pre-strip)	years		7.4
Strip ratio	waste:ore		8.3:1
Process gold recovery (life of mine average)	%		94.5
Process production – total evaluation period	koz		651
Process production – average annual steady state	koz pa		93
Upfront capital – plant and process infrastructure	US\$M		108.0
Upfront capital – open pit mining	US\$M		13.5
Upfront capital – pre strip	US\$M		10.4
Operating costs – mining	US\$/oz Au		585
Operating costs – processing	US\$/oz Au		368
Operating costs – general and administration	US\$/oz Au		102
Financials and key assumptions (± 35%)			
		Base	Spot
Gold price	US\$/oz	1,750	1,950
Discount rate (real)	%	5	5
AISC (life of mine average)	US\$/oz	1,068	1,068
NPV _{5%} (pre-tax)	US\$M	201	300
IRR (pre-tax)	%	27.5	37.1
Net cash flow (undiscounted, pre-tax)	US\$M	312	442.5
Payback period (pre-tax)	years	3.4	2.8

Mineral Resource update and Ternerá Exploration Target defined

Assay results returned from exploration drilling conducted throughout the year informed a significant MRE update. The constrained Ternerá MRE increased to 33.7 Mt at 1.18g/t Au for 1.28 Moz with 802 Koz (63%) of the resource classified as Indicated. The updated MRE has been constrained to a US\$1,800/oz optimised pit shell, with the underground resource reported at a 1.50 g/t Au cut-off. The underground resource is reported at a cut-off where gold mineralisation is consistently well-developed below the optimised pit shell.

On an unconstrained basis, the Ternerá MRE grew to 42.6 Mt at 1.07g/t Au for 1.46 Moz. The Ternerá MRE update was undertaken utilising data from 310 diamond drill holes for approximately 105km of drilling, completed up to December 2022. A detailed geological reinterpretation and 3D modelling program of Ternerá demonstrated a substantial improvement in gold grade and continuity throughout the Deposit. The increased and upgraded MRE has been achieved in a capital efficient manner with a low discovery cost of less than A\$21/oz (US\$14/oz), well below the global average greenfield discovery cost of US\$45/oz.

The revised MRE was independently conducted by Mr Lynn Widenbar, a highly credentialed and experienced mineral resource consultant. The estimate was produced utilising 3D modelling of the host lithology and mineralised fault systems interpreted to control gold deposition within Ternera. The 3D geological framework was utilised to produce a block model grade estimation using Ordinary Kriging. The Ternera MRE was classified as Indicated or Inferred based on current drill spacing, and drilling has been verified using the Company's QAQC program which is undertaken to normal industry standards.

Additionally, an initial ET has been estimated for Ternera of between 48.50Mt and 101.00 Mt at between 0.91g/t Au and 1.45g/t Au. The ET is restricted to the area constrained by existing drilling at Ternera and indicates the drilled footprint could contain between 1.6Moz to 3.0 Moz of gold.

Table 2: Constrained Ternera MRE.

Area	Au g/t cut off	Indicated			Inferred			Total		
		Mt	Au g/t	Koz	Mt	Au g/t	Koz	Mt	Au g/t	Koz
Open Pit Resource	0.30	22.5	1.10	795	10.0	1.18	379	32.5	1.13	1,175
Underground Resource	1.50	0.1	2.64	7	1.2	2.64	100	1.3	2.64	107
Total Resources		22.6	1.11	802	11.2	1.34	479	33.7	1.18	1,282

Table 3: Unconstrained Ternera MRE reported at various cut offs to the 200mRL.

Au g/t cut off	Indicated			Inferred			Total		
	Mt	Au g/t	Koz	Mt	Au g/t	Koz	Mt	Au g/t	Koz
2.00	2.6	3.75	317	2.0	3.71	241	4.7	3.73	558
1.00	7.2	2.25	523	5.6	2.24	400	12.8	2.24	923
0.50	16.3	1.39	727	12.8	1.37	561	29.1	1.38	1,288
0.30	23.2	1.09	815	19.4	1.03	645	42.6	1.07	1,459

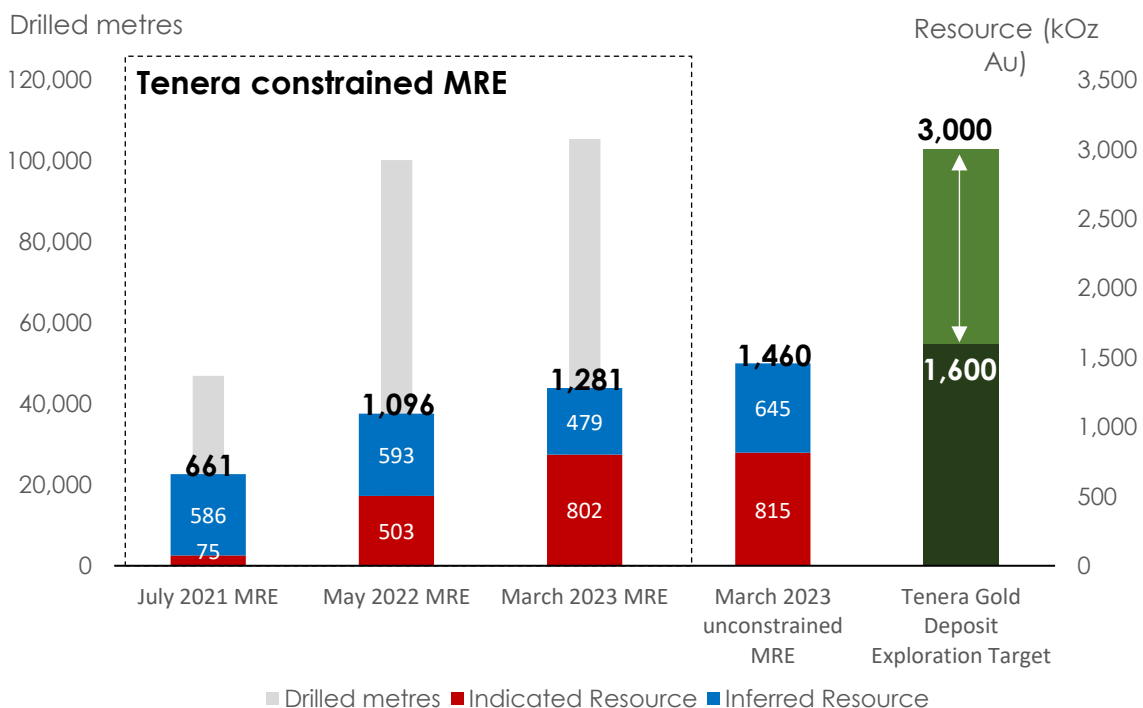


Figure 2: Ternera MRE growth updates and initial Exploration Target highlighting improved classification and consistent resource growth with efficient drilling.

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A summary of significant drill intercepts announced during FY2023 are outlined in Table 4.

Hole_ID	From (m)	To (m)	Interval	Au (g/t)	Comments	Hole_ID	From (m)	To (m)	Interval	Au (g/t)	Comments	Hole_ID	From (m)	To (m)	Interval	Au (g/t)	Comments	
ZDDH0297	15.40	450.00	434.60	1.22		ZDDH0303	275.00	276.00	1.00	0.59		ZDDH0311	251.80	256.00	4.20	1.28	including	
ZDDH0297	30.50	420.00	389.50	1.34	including	ZDDH0303	295.56	314.00	18.44	0.41		ZDDH0311	268.00	270.00	2.00	6.24	including	
ZDDH0297	72.00	290.50	218.50	1.86	including	ZDDH0303	295.56	296.00	0.44	1.15	including	ZDDH0311	285.00	286.00	1.00	0.85		
ZDDH0297	111.40	200.80	89.40	3.29	including	ZDDH0303	302.00	303.00	1.00	1.00	including	ZDDH0312			0.00		NSI	
ZDDH0297	111.40	148.40	37.00	6.54	including	ZDDH0304	7.00	8.00	1.00	0.78		ZDDH0313	112.00	113.00	1.00	0.33		
ZDDH0297	127.60	148.40	20.80	9.19	including	ZDDH0304	13.00	13.70	0.70	1.27		ZDDH0313	146.00	147.40	1.40	3.39		
ZDDH0297	195.00	201.25	6.25	3.24	including	ZDDH0304	43.00	44.63	1.63	0.52		ZDDH0313	169.00	170.00	1.00	0.29		
ZDDH0297	230.85	234.45	3.60	2.62	including	ZDDH0304	91.00	107.00	16.00	0.67		ZDDH0313	179.00	180.00	1.00	0.34		
ZDDH0297	254.32	265.00	10.68	2.17	including	ZDDH0304	91.00	92.00	1.00	6.73	including	ZDDH0314			0.00		NSI	
ZDDH0297	285.11	291.00	5.89	2.88	including	ZDDH0304	100.00	101.00	1.00	1.13	including	ZDDH0315			0.00		NSI	
ZDDH0297	358.73	374.00	15.27	4.72	including	ZDDH0304	126.00	127.00	1.00	0.78		ZDDH0316			0.00		NSI	
ZDDH0297	363.55	373.10	9.55	5.80	including	ZDDH0304	211.00	212.00	1.00	1.20		ZDDH0317	16.20	24.00	7.80	2.78		
ZDDH0298	27.00	590.00	563.00	0.35		ZDDH0305	11.00	12.00	1.00	0.57		ZDDH0317	18.00	23.00	5.00	3.76		
ZDDH0298	27.00	109.00	82.00	0.72	including	ZDDH0305	50.00	96.62	46.62	0.77		ZDDH0317	53.00	55.80	2.80	4.76		
ZDDH0298	27.00	48.00	21.00	2.00	including	ZDDH0305	50.00	59.00	9.00	1.03	including	ZDDH0317	54.00	55.36	1.36	9.00		
ZDDH0298	31.00	38.80	7.80	2.80	including	ZDDH0305	54.50	59.00	4.50	1.80	including	ZDDH0318			0.00		NSI	
ZDDH0298	44.70	48.00	3.30	4.77	including	ZDDH0305	69.00	85.00	16.00	1.45	including	ZDDH0319	11.00	12.00	1.00	0.40		
ZDDH0298	174.00	177.50	3.50	1.85	including	ZDDH0305	69.00	72.00	3.00	5.45	including	ZDDH0319	14.80	15.60	0.80	0.70		
ZDDH0298	391.44	395.00	3.56	3.05	including	ZDDH0305	145.00	146.00	1.00	0.79		ZDDH0319	19.00	20.00	1.00	0.56		
ZDDH0298	474.75	500.45	25.70	1.00	including	ZDDH0305	156.00	157.00	1.00	0.77		ZDDH0319A	14.00	18.60	4.60	3.35		
ZDDH0298	480.86	484.80	3.94	3.86	including	ZDDH0305	206.00	206.39	0.39	2.43		ZDDH0319A	14.50	17.00	2.50	5.48	including	
ZDDH0299	139.50	146.00	6.50	0.85		ZDDH0306	96.00	97.00	1.00	0.56		ZDDH0319A	42.00	43.00	1.00	2.55		
ZDDH0299	139.50	142.23	2.73	1.83	including	ZDDH0306	99.00	100.00	1.00	0.59		ZDDH0319A	81.00	82.00	1.00	0.46		
ZDDH0299	245.00	248.50	3.50	0.63		ZDDH0306	164.40	166.39	1.99	0.53		ZDDH0319A	140.51	141.16	0.65	0.49		
ZDDH0299	246.00	246.86	0.86	0.86	including	ZDDH0306	173.00	175.00	2.00	7.30		ZDDH0320	103.90	115.00	11.10	0.86		
ZDDH0300	31.00	34.00	3.00	1.37		ZDDH0306	195.57	197.00	1.43	1.29		ZDDH0320	103.90	105.00	1.10	2.44	including	
ZDDH0300	31.00	34.00	3.00	3.04	including	ZDDH0306	201.00	202.00	1.00	1.81		ZDDH0320	113.00	115.00	2.00	3.00	including	
ZDDH0300	44.00	46.00	2.00	1.61		ZDDH0307	61.00	62.00	1.00	0.44		ZDDH0320	190.00	191.00	1.00	0.72		
ZDDH0300	153.00	374.00	221.00	0.85		ZDDH0307	100.78	103.00	2.22	2.39		ZDDH0320	193.70	194.00	0.30	1.32		
ZDDH0300	193.40	323.00	129.60	1.08	including	ZDDH0307	109.00	110.00	1.00	1.83		ZDDH0320	215.00	216.00	1.00	44.40		
ZDDH0300	193.40	263.00	69.60	1.23	including	ZDDH0307	146.10	147.00	0.90	0.75		ZDDH0320	297.00	332.00	35.00	0.66		
ZDDH0300	170.00	183.00	13.00	1.35	including	ZDDH0307	184.00	184.80	0.80	5.40		ZDDH0320	298.00	313.00	15.00	1.20	including	
ZDDH0300	193.40	216.00	22.60	2.51	including	ZDDH0308	15.00	16.00	1.00	2.38		ZDDH0320	306.00	313.00	7.00	2.04	including	
ZDDH0300	206.00	213.50	7.50	4.16	including	ZDDH0308	62.00	63.90	1.90	0.59		ZDDH0320	306.00	307.00	1.00	7.43	including	
ZDDH0300	292.50	315.00	22.50	1.48	including	ZDDH0308	80.60	81.00	0.40	0.85		ZDDH0320	318.50	319.25	0.75	1.62	including	
ZDDH0300	388.00	393.00	5.00	1.36		ZDDH0309	40.00	45.00	5.00	1.10		ZDDH0320	331.00	332.00	1.00	1.46	including	
ZDDH0300	507.00	512.30	5.30	1.02		ZDDH0309	57.00	110.50	53.50	1.17		ZDDH0321	8.00	11.00	3.00	2.70		
ZDDH0300	560.00	561.00	1.00	1.54		ZDDH0309	57.00	57.65	0.65	2.90	including	ZDDH0321	9.00	10.00	1.00	7.63	including	
ZDDH0300	565.00	565.38	0.38	1.67		ZDDH0309	70.50	84.00	13.50	3.63	including	ZDDH0321	28.00	39.00	11.00	0.32		
ZDDH0301	40.00	44.00	4.00	1.11		ZDDH0309	70.50	77.60	7.10	6.36	including	ZDDH0321	32.71	33.47	0.76	1.38	including	
ZDDH0301	55.10	61.00	5.90	1.79		ZDDH0309	273.00	295.00	22.00	0.62		ZDDH0322	156.60	157.00	0.40	8.81		
ZDDH0301	57.00	61.00	4.00	2.46	including	ZDDH0309	275.50	284.00	8.50	1.17	including	ZDDH0322	168.00	169.00	1.00	0.99		
ZDDH0301	83.10	90.00	6.90	0.88		ZDDH0309	333.00	363.20	30.20	0.52		ZDDH0322	173.00	173.90	0.90	0.72		
ZDDH0301	206.30	207.00	0.70	5.10		ZDDH0309	344.00	357.00	13.00	0.74	including	ZDDH0322	182.60	183.00	0.40	0.51		
ZDDH0301	231.00	268.00	37.00	0.58		ZDDH0309	344.00	350.37	6.37	1.14	including	ZDDH0323	24.30	25.40	1.10	1.28		
ZDDH0301	231.00	233.00	2.00	1.65	including	ZDDH0309	430.00	435.70	5.70	0.89		ZDDH0323	42.20	51.50	9.30	0.98		
ZDDH0301	247.93	252.00	4.07	2.04	including	ZDDH0309	476.00	480.00	4.00	1.00		ZDDH0323	42.20	44.70	2.50	1.93	including	
ZDDH0301	264.00	268.00	4.00	2.19	including	ZDDH0309	476.00	478.00	2.00	2.18	including	ZDDH0323	48.80	50.65	1.85	2.05	including	
ZDDH0301	321.13	330.65	9.52	0.82		ZDDH0309	499.00	500.00	1.00	0.82		ZDDH0323	90.00	91.00	1.00	0.63		
ZDDH0301	329.00	330.00	1.00	4.05	including	ZDDH0310	128.00	149.00	21.00	0.55		ZDDH0323	121.00	122.00	1.00	2.34		
ZDDH0301	346.00	368.08	22.08	1.98		ZDDH0310	141.50	148.70	7.20	1.43	including	ZDDH0323	128.00	129.00	1.00	0.71		
ZDDH0301	346.00	363.86	17.86	2.35	including	ZDDH0310	147.30	149.00	1.70	3.92	including	ZDDH0324			0.00		NSI (Abandoned)	
ZDDH0301	349.14	353.50	4.36	4.67	including	ZDDH0311	19.54	20.20	0.66	0.84		ZDDH0324A	53.90	67.63	13.73	0.76		
ZDDH0301	359.60	361.93	2.33	7.23	including	ZDDH0311	41.00	46.50	5.50	0.72		ZDDH0324A	54.50	56.00	1.50	1.77	including	
ZDDH0301	381.00	382.00	1.00	0.96		ZDDH0311	44.00	44.70	0.70	4.83	including	ZDDH0324A	65.00	66.30	1.30	4.07	including	
ZDDH0302	69.00	70.00	1.00	17.50		ZDDH0311	70.50	72.35	1.85	0.94		ZDDH0324A	92.00	93.00	1.00	0.79		
ZDDH0302	92.53	95.00	2.47	0.60		ZDDH0311	117.00	118.00	1.00	0.76		ZDDH0324A	112.00	112.50	0.50	3.18		
ZDDH0302	182.90	184.00	1.10	1.28		ZDDH0311	242.50	270.00	27.50	0.69								
ZDDH0302	300.98	302.10	1.12	2.32		ZDDH0311	242.50	243.00	0.50	1.53	including							
ZDDH0302	320.00	323.00	3.00	0.43		ZDDH0311	251.80	270.00	18.20	0.99	including							

Table 4: Drill hole assay results for holes completed during the year 2023

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Exploration activities confirm El Zorro as a new Chilean gold district

At the beginning of the financial year, Tesoro announced it had received promising assay results from detailed surface sampling and mapping programs undertaken across the El Zorro Gold Project, which identified a belt of outcropping El Zorro Tonalite (**EZT**) over 33km of strike.

Mapping and sampling programs confirmed a highly prospective north-south trending "gold" zone with outcropping occurrences of the EZT occurring as discrete dykes, as well as dyke swarms. Wide zones of surface gold anomalism analogous to the Ternera Gold Deposit were identified. Compelling new Ternera "lookalike" drill targets were also defined.

Two new high priority targets, Kitsune and Calderillas were identified to the north of Ternera. These targets were initially characterised by strike extensive dyke swarms of the EZT coincident with broad gold zones up to 45m wide in outcrop. Both targets were interpreted to exhibit similar gold anomaly patterns and tenor to the surface expression of gold mineralisation at Ternera.

The Calderillas target occurs approximately 5km north of Ternera with the Kitsune target, sitting roughly 2.5km north of Ternera, potentially linking the two areas, with widespread outcropping gold occurrences having been identified.

Tesoro commenced a scout drilling program at the Calderillas target, testing the western and eastern end of the surface mineralised zone. Results from the two holes subsequently returned significant intercepts of gold mineralisation.

Results from first pass mapping and sampling at the Animas Viejas target returned widespread outcropping gold mineralisation hosted within favourable geology was identified approximately 35km north of the Ternera Gold Deposit.

Assay results from 798 channel samples undertaken at Toro Blanco and Kitsune defined a large 3.2km by 1.5km anomalous gold zone in prospective host rocks, highlighting a potential northern extension of Ternera.

261 samples collected from a subsequent program conducted at the Kitsune and Calderillas targets confirmed a >10km anomalous gold zone stretching from the Buzzard target south of Ternera, through Ternera, Kitsune and Calderillas in the north. The channel sample assays returned from individual intrusive dykes at Kitsune exhibit continuous gold anomalism along 930m of strike.

As of the end of the financial year, the Company had successfully identified prospective geology and outcropping gold occurring within a north south trending corridor over 50km long and up to 15km wide. Mapping and sampling of outcropping mineralisation has defined prospective geology over an area spanning approximately 7km x 2km.

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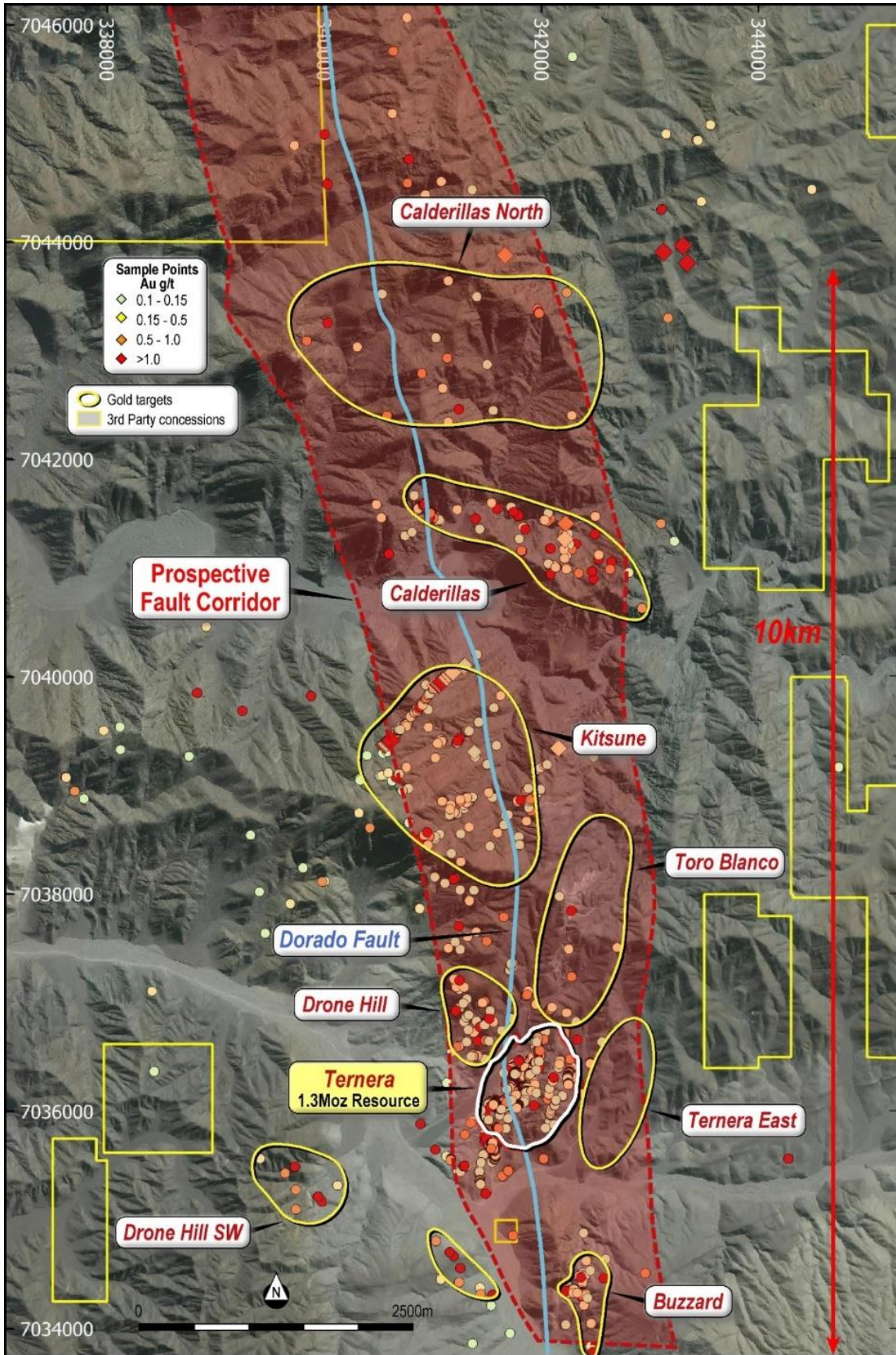


Figure 4: El Zorro Gold Project surface sampling results for the Ternera to Calderillas mineralised trend.

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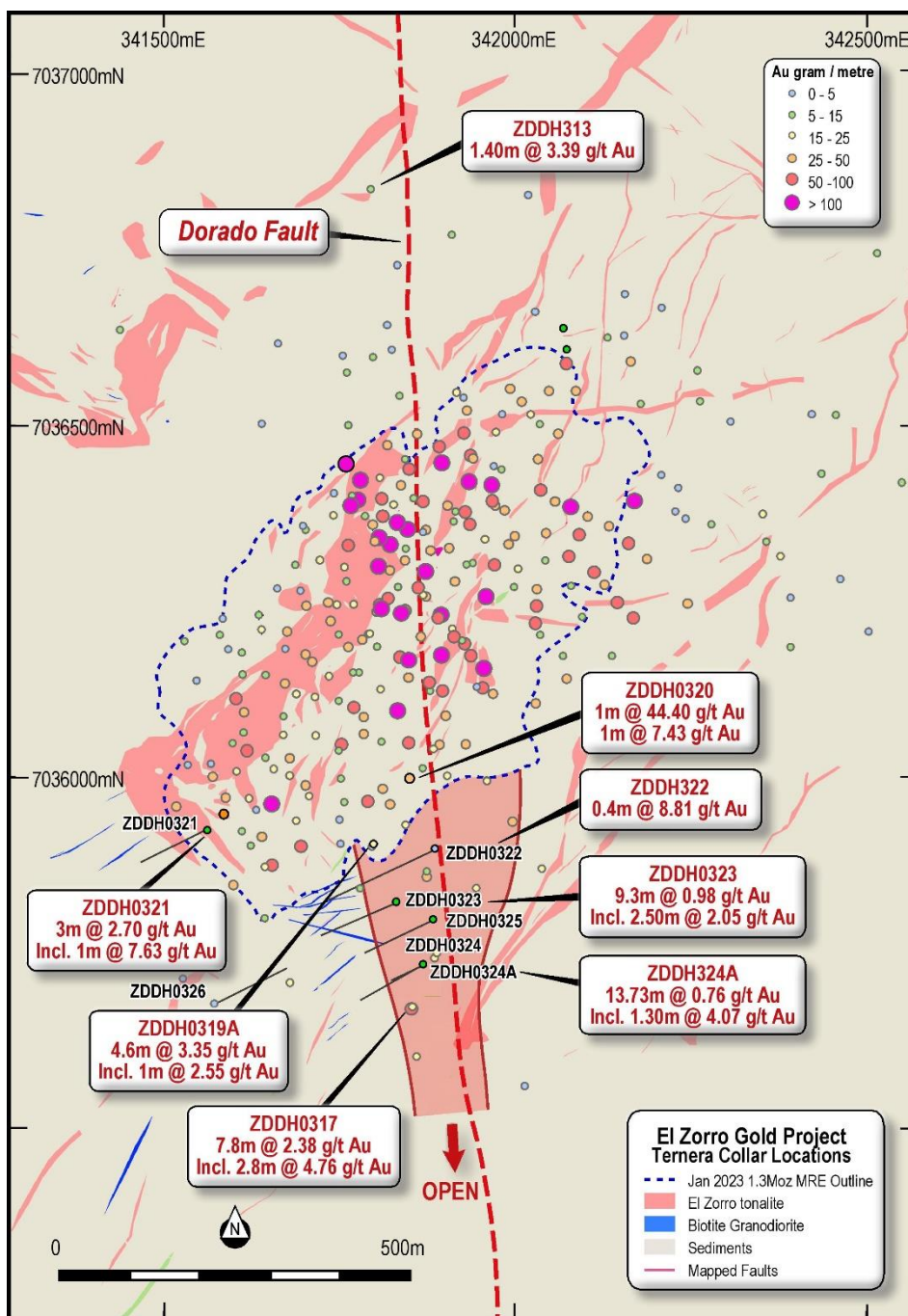


Figure 5: Ternera Gold Deposit Drilling Plan on geology and extensional drill results reported during the period show the approximate position of the Dorado Fault Zone. Shaded pink area shows near surface mineralised zone extending south of Ternera. Datum PSAD56 19S

Ternera Gold Deposit Phase 1 Open Pit Scoping Study

In April 2023 the Company released the results of the Phase 1 Open Pit Scoping Study on the El Zorro Gold Project as announced to ASX on 4 April 2023.

The Study has confirmed the technical and financial viability of an initial, stand-alone open pit gold mining and processing operation at El Zorro. It outlines preliminary evaluation of an operation based solely on the shallowest portion of the February 2023 Ternera Deposit Mineral Resource.

Substantial potential upside to this starter development is set to be driven by inclusion of further in-pit resource ounces, expanded open pit and/or underground mining of deeper resource ounces, further resource additions from within the Ternera Exploration Target zone, drill-out of near-mine growth targets, and exploration drilling of high-impact district targets.

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Key Parameter ($\pm 35\%$)	Unit	Study Estimate	
Ore throughput	Mt	17.1	
Gold grade	g/t	1.25	
Production ounces	koz	651	
Plant throughput	Mtpa	2.4	
Average annual steady state production	koz pa	93	
Production life (excluding pre-strip)	years	7.4	
Forecast average All-In-Sustaining-Cost (AISC)	US\$/oz	1,068	
Total pre-production capital cost (including pre-strip)	US\$M	132	
Economic Outcomes ($\pm 35\%$)	Unit	Base	Spot ¹
Gold price	US\$/oz	1,750	1,950
NPV _{5%} (pre-tax, undiscounted, ungeared)	US\$M	201	300
IRR (pre-tax, undiscounted, ungeared)	%	27.5	37.1
Net cashflow (pre-tax, undiscounted, ungeared)	US\$M	312.3	442.5
Payback from first production	years	3.4	2.8

1. Approximate gold spot price as at 28 March 2023

Table 3 – El Zorro Gold Project Phase 1 Scoping Study Highlights

As the study is at a Scoping level of assessment no Ore Reserves have been estimated or reported for the project.

Corporate

El Zorro ownership

During the year, Tesoro 95%-owned Chilean subsidiary Tesoro Mining Chile SpA (**TMC**), had increased its ownership stake in El Zorro to approximately 94.42%. At a Shareholder Meeting held on 7 June 2023, El Zorro S.C.M resolved to increase the capital base via contribution on a pro-rated basis. TMC subscribed its pro-rata shares for CLP14,539,379,845, an amount approximately equivalent to \$26.87million which reflects its funding of exploration and development activities at El Zorro since March 2021. Wanaco SpA (**Wanaco**), the minority shareholder in El Zorro S.C.M. declined to participate in the capital increase, resulting in TMC's ownership increase.

Wanaco dispute

Tesoro provided an update regarding a notice of dispute initiated by Wanaco and lodged with the 7th Civil Court de Santiago de Chile on August 2021. Wanaco is disputing the valuation and procedure followed for the capital increase approved in the Shareholders Meeting of El Zorro S.C.M. held on 11 February 2021.

The initial proceedings brought by Wanaco were dismissed by the Court as they were deemed to have been incorrectly brought, requiring correction. On 13 October 2021, the proceedings were brought in the correct manner.

During February and March 2023, several procedural hearings were conducted whereby all parties were provided the opportunity to present evidence and expert witnesses for consideration by the Court. These hearings were to assess if the proceedings brought by Wanaco warranted progression to a trial. It is expected that the Court will provide a decision on whether to proceed during FY2024.

Tesoro maintains its position that all capital increases were properly valued and duly approved under Chilean Corporate Regulations and that Wanaco's claim is spurious.

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Acquisition of additional concessions

During the year, Tesoro acquired the Kitsune and Calderillas strategic concessions within the highly prospective geologic zone of tonalite intrusions and anomalous gold results. These concessions were acquired at a cost of CLP5,364,965 (approx. \$9,000) through a public auction process resulting from a default on concession conditions by the previous owners. This acquisition added approximately 2.4km² to the total El Zorro Project area.

Judicial approval of surface rights

On 25 August 2022, Tesoro received judicial approval for provisional surface property easement rights over the El Zorro Gold Project Area, through the Company's 85% owned El Zorro SCM. These rights allow Tesoro to establish surface infrastructure and improvements and to occupy the surface land over which the easement has been granted.

The surface land at El Zorro is owned by the Chilean State and the rights were granted by the relevant court in accordance with the special mining law procedure. Chilean regulations allow the recovery of Value Added Tax (**VAT**) credit for expenditure made on the acquisition of fixed assets, including the construction of infrastructure of the El Zorro Gold Project within the land areas covered by the easement. This includes all surface buildings, roads, earthworks, and drilling. The VAT rate in Chile is 19% on qualifying expenditures.

Board and management changes

On 25 October 2022, Mr John Toll resigned as Non-Executive Chairman of Tesoro. The Company has advised that a search for a suitable replacement for Mr Toll is ongoing.

Ms Shannon Coates resigned as Joint Company Secretary effective 31 January 2023. Ms Sarah Wilson remains as sole Company Secretary.

At-the-Market Subscription Agreement

During the year, Tesoro entered into an At-the-Market Subscription Agreement (**ATM**) with Acuity Capital. The ATM allowed for up to \$5.0 million of standby equity capital over the 30 months following the signing of the agreement.

The Company had utilised and subsequently terminated the At-the-Market Subscription Agreement in December 2022, raising \$750,000 inclusive of costs. No fees or costs were associated with the termination and no further subscriptions under the ATM took place.

In accordance with the terms of the ATM, the Company decided to buy back for nil cash consideration and cancel the 42,000,000 fully paid ordinary TSO shares issued to Acuity Capital as security for the ATM.

The Company held a General Meeting of Shareholders on 22 February 2023 at which all resolutions, including those pertaining to the buyback were approved by Shareholders. Accordingly, Tesoro completed the buyback for nil cash and cancelled the outstanding shares issued to Acuity Capital.

Equity raising activities

On 17 November 2022, the Company announced a \$8 million capital raising, comprising a strategic investment by way of an equity placement of \$4.2 million to Gold Fields and a fully underwritten, non-renounceable Entitlement Offer to raise \$3.8 million.

The non-renounceable pro-rata entitlement offer to eligible shareholders was announced at an issue price of \$0.035 per share, which included one free attaching option for every two shares issued, exercisable at \$0.07 per option on or before the date which is three years from the date of issue.

The Company received valid applications from eligible shareholders for 27,957,156 new shares (and 13,978,649 attaching options), representing approximately \$979,000 in proceeds. This included valid applications received under the shortfall facility detailed in the entitlement offer prospectus, dated 17 November 2022. The remaining shortfall was allocated pursuant to the Underwriting Agreement and Sub-Underwriting Agreement (refer ASX Announcement, 17 November 2022). All new shares and attaching options under the offer were issued on 13 December 2022 and commenced trading on 14

December 2022. The attaching options are trading under ticker code ASX:TSOOA. The Entitlement Offer subsequently closed on 6 December 2022.

Simultaneously, and in conjunction with the entitlement offer, a strategic equity placement was made to Gold Fields comprising 120,000,000 new fully paid ordinary shares at an issue price of \$0.035 per share to raise \$4.20 million. The placement shares were issued on 22 November 2022 and rank equally with existing shares from their date of issue. Gold Fields also received one (1) free attaching option for every two (2) placement shares issued, exercisable at \$0.07 per option on or before the date which is three years from the date of issue. Approval of the options issue was subject to shareholder approval, which was granted at the General Meeting held on 22 February 2023.

Meetings of Directors

The number of meetings of the Company's Board of Directors ('the Board') and of each Board committee held during the year ended 30 June 2023 were:

	Board meetings	
	Attended	Eligible to attend
Zeffron Reeves	7	7
Linton Putland	7	7
Geoffrey McNamara	7	7
Kristie Young	7	7
John Toll ¹	3	3

1. Resigned 25 October 2022

The full Board currently undertakes all nomination, remuneration, audit and risk functions.

Shares

As at the date of this report, there are 1,053,612,571 fully paid ordinary shares on issue.

Options

As at the date of this report, there are 196,555,153 unissued ordinary shares of Tesoro Gold Ltd under option as detailed below:

Issued Date	Number on Issue	Expiry date	Exercise Price
7 July 2022	60,256,162	7 July 2025	\$0.11
13 December 2022	54,499,300	13 December 2025	\$0.07
7 March 2023	60,000,000	13 December 2025	\$0.07
21 July 2023	21,799,691	13 December 2025	\$0.07

During the year ended 30 June 2023, nil shares were issued upon the exercise of options.

Performance Rights

As at the date of this report, there are 73,087,940 performance rights on issue which will vest subject to meeting applicable performance criteria.

On 11 July 2022, 50,060,000 Class B Performance Rights were converted to fully paid ordinary shares on a 1:1 basis. The Company issued 18,802,940 Incentive Performance Rights to the Company's Australian and Chilean employees under the Company's Incentive Option and Performance Rights Plan. 100,000 Incentive Performance Rights issued to a Australian employee converted on a 1:1 basis to Fully Paid Ordinary Shares and 225,000 Incentive Performance Rights issued to a Chilean employee lapsed in accordance with vesting conditions becoming incapable of being satisfied.

Financial Position

The Group had a total issued capital of \$58,075,057 (2022: \$48,945,881) at the end of the reporting period.

During the financial year, the Group had a net increase in contributed equity of \$9,129,176 (2022: \$11,789,206) net of share issue costs as a result of capital raisings during the year.

As at 30 June 2023, the total assets for the Group are \$42,314,395 (2022: \$31,106,942) and total liabilities (being trade and other payables, lease liabilities and provisions) amount to \$1,264,336 (2022: \$987,238).

The Directors believe the Group is in a strong financial position to pursue the current operations.

Significant changes in the state of affairs

Other than noted above, there were no significant changes in the state of affairs of the Group during the financial year.

Matters subsequent to the end of the financial year

On 2 August 2023, the Company's subsidiary, El Zorro SCM, was granted Exporter status with the relevant Chilean authorities giving full recoverability to all allowable VAT paid in relation to the El Zorro Project.

On 30 August 2023, the Company announce the appointment of Mr Alan Gibson as Non-Executive Director. Mr Gibson is a nominee director of Corporate International Holdings BV, a wholly owned subsidiary of Gold Fields Ltd, which currently owns approximately 15.49% of the issued capital of the Company.

On 18 September 2023, the Company reported results from surface sampling south of the Ternera Gold Deposit.

Other than as discussed above, no other matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Future developments, prospects and business strategies

The Group intends to continue with the advancement of exploration at its current projects located in Chile and seek out further exploration, acquisition and development gold projects in Chile.

Annual Mineral Resource and Ore Reserves Statement

The Company's Exploration Results, Mineral Resource and Ore Reserve estimates are reported in accordance with the ASX Listing Rules and the requirements and guidelines of the 2012 edition of The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves ('the JORC Code').

The Company's Mineral Resource Estimate for the Ternera Gold Deposit at the El Zorro Project as at 30 June 2023 and the comparatives to 30 June 2022, being the release date of the Company's FY2022 Annual Report, are listed in the tables below. The Competent Person Statement for the estimate is included on page 20 of this Annual Report.

The Company's Mineral Resources inventory increased during FY2023 due to infill and extensional drilling programs as announced to ASX 9 March 2023. The Company confirms that it is not aware of any new information or data that materially affects the Mineral Resource as reported on 9 March 2023 and all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

The Company carries out an annual review of its Mineral Resources and Ore Reserves, as required by the ASX Listing Rules. The review was carried out as at 30 June 2022.

Mineral Resource Estimate as at 30 June 2023 (as released on 9 March 2023)

Area	Au g/t cut off	Indicated			Inferred			Total		
		Mt	Au g/t	Koz	Mt	Au g/t	Koz	Mt	Au g/t	Koz
Open Pit Resource	0.30	22.5	1.10	795	10.0	1.18	379	32.5	1.13	1,175
Underground Resource	1.50	0.1	2.64	7	1.2	2.64	100	1.3	2.64	107
Total Resources		22.6	1.11	802	11.2	1.34	479	33.7	1.18	1,282

Table 1 – El Zorro Gold Project, Ternera Gold Deposit updated Mineral Resource Estimate

The open pit portion of the updated MRE has been constrained to a US\$1,800/oz optimised pit shell reported at a 0.30g/tAu cut off. The underground resource is reported where gold mineralisation is consistently well developed outside the optimised pit shell reported at a 1.50 g/t Au cut off.

Mineral Resource Estimate as at 30 June 2022 (as released on 23 May 2022)

	Indicated			Inferred			Total		
	Mt	Au g/t	koz	Mt	Au g/t	koz	Mt	Au g/t	koz
Ternera Gold Deposit	13.3	1.18	503	17.2	1.07	593	30.5	1.12	1,096

Table 2 – El Zorro Gold Project, Ternera Gold Deposit updated Mineral Resource Estimate reported at a cut-off of 0.30 Au g/t within a USD1,800 per ounce optimised pit shell.

The Company to date has not reported any Ore Reserves for the project.

Estimation Governance Statement

The Company ensures that all Mineral Resource and Ore Reserves estimations are subject to appropriate levels of governance and internal controls.

Exploration results are collected and managed by an independent competent qualified geologist. All data collection activities are conducted to industry standards based on a framework of quality assurance and quality control protocols covering all aspects of sample collection, topographical and geophysical surveys, drilling, sample preparation, physical and chemical analysis and data and sample management.

Mineral Resource and Ore Reserves estimates are prepared by appropriately qualified, independent Competent Persons. If there is a material change in the estimate of a Mineral Resource or Ore Reserves, the estimate and supporting documentation in question is reviewed by a suitable qualified independent Competent Persons and announced to the ASX in accordance with the Listing Rules.

The Company reports its Mineral Resources and Ore Reserves on an annual basis in accordance with JORC Code 2012.

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Competent Person's Statements

The information in this report that relates to Exploration Results is based on information compiled by Mr Zeffron Reeves (B App Sc (Hons) Applied Geology) MBA, MAIG). Mr Reeves is a member of the Australian Institute of Geoscientists and a Director and shareholder of the Company. Mr Reeves has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Reeves consents to the inclusion in this report of the matters based on this information in the form and context in which it appears.

The information in this report that relates to Mineral Resources is based on information compiled by Mr Lynn Widenbar, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Widenbar is acting as an independent consultant to Tesoro Gold Ltd. Mr Widenbar has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original announcement on 9 March 2023.

The information in this report that relates to the Production Target, assumptions on Modifying Factors and evaluation of other relevant factors are based on and fairly represents information and supporting documentation that has been compiled for this announcement and have been compiled under the supervision of Mr Linton Putland BEng (Mining), MSc (Mineral Economics) & Member AusIMM. Mr Putland is a Director of the Company. Mr Putland has reviewed and approved the technical content of this announcement. Mr Putland is a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code 2012). Mr Putland consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

This Annual Mineral Resource and Ore Reserves Statement is based on and fairly represents the information and supporting documentation prepared by the above-mentioned Competent Persons. It is approved as a whole by Mr Zeffron Reeves.

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MATERIAL BUSINESS RISKS

The Company's exploration and evaluation operations will be subject to the normal risks of mineral exploration. The material business risks that may affect the Company are summarised below.

Future capital raisings

The Company's ongoing activities may require substantial further financing in the future. The Company will require additional funding to continue its exploration and evaluation operations on its projects with the aim to identify economically mineable reserves and resources. Any additional equity financing may be dilutive to shareholders, may be undertaken at lower prices than the current market price and debt financing, if available, may involve restrictive covenants which limit the Company's operations and business strategy. Although the Directors believe that additional capital can be obtained, no assurances can be made that appropriate capital or funding, if and when needed, will be available on terms favourable to the Company or at all. If the Company is unable to obtain additional financing as needed, it may be required to reduce, delay or suspend its operations and this could have a material adverse effect on the Company's activities and could affect the Company's ability to continue as a going concern.

Exploration risk

The success of the Company depends on the delineation of economically mineable reserves and resources, access to required development capital, movement in the price of commodities, securing and maintaining title to the Company's exploration and mining tenements and obtaining all consents and approvals necessary for the conduct of its exploration activities. Exploration on the Company's existing tenements may be unsuccessful, resulting in a reduction in the value of those tenements, diminution in the cash reserves of the Company and possible relinquishment of the tenements. The exploration costs of the Company are based on certain assumptions with respect to the method and timing of exploration. By their nature, these estimates and assumptions are subject to significant uncertainties and, accordingly, the actual costs may materially differ from these estimates and assumptions.

Accordingly, no assurance can be given that the cost estimates and the underlying assumptions will be realised in practice, which may materially and adversely affect the Company's viability. If the level of operating expenditure required is higher than expected, the financial position of the Company may be adversely affected.

Feasibility and development risks

It may not always be possible for the Company to exploit successful discoveries which may be made in areas in which the Company has an interest. Such exploitation would involve obtaining the necessary licences or clearances from relevant authorities that may require conditions to be satisfied and/or the exercise of discretions by such authorities. It may or may not be possible for such conditions to be satisfied. Further, the decision to proceed to further exploitation may require participation of other companies whose interests and objectives may not be the same as the Company's. There is a complex, multidisciplinary process underway to complete a feasibility study to support any development proposal. There is a risk that the feasibility study and associated technical works will not achieve the results expected. There is also a risk that, even if a positive feasibility study is produced, the project may not be successfully developed for commercial or financial reasons.

Regulatory risk

The Company's operations are subject to various laws and plans, including those relating to mining, prospecting, development permit and licence requirements, industrial relations, environment, land use, royalties, water, native title and cultural heritage, mine safety and occupational health. Approvals, licences and permits required to comply with such rules are subject to the discretion of the applicable government officials.

No assurance can be given that the Company will be successful in maintaining such authorisations in full force and effect without modification or revocation. To the extent such approvals are required and not retained or obtained in a timely manner or at all, the Company may be limited or prohibited from continuing or proceeding with exploration. The Company's business and results of operations could be adversely affected if applications lodged for exploration licences are not granted. Mining and exploration tenements are subject to periodic renewal. The renewal of the term of a granted tenement is also subject to the discretion of the relevant Minister. Renewal conditions may include increased expenditure and work commitments or compulsory relinquishment of areas of the tenements

comprising the Company's projects. The imposition of new conditions or the inability to meet those conditions may adversely affect the operations, financial position and/or performance of the Company.

Mineral resource estimate risk

Mineral resource estimates are expressions of judgement based on knowledge, experience and industry practice. These estimates were appropriate when made but may change significantly when new information becomes available. There are risks associated with such estimates. Mineral resource estimates are necessarily imprecise and depend to some extent on interpretations, which may ultimately prove to be inaccurate and require adjustment. Adjustments to resource estimates could affect the Company's future plans and ultimately its financial performance and value. Gold metal price fluctuations, as well as increased production costs or reduced throughput and/or recovery rates, may render resources containing relatively lower grades uneconomic and may materially affect resource estimations.

Environmental risk

The operations and activities of the Company are subject to the environmental laws and regulations of Chile. As with most exploration projects and mining operations, the Company's operations and activities are expected to have an impact on the environment, particularly if advanced exploration or mine development proceeds. The Company attempts to conduct its operations and activities to the highest standard of environmental obligation, including compliance with all environmental laws and regulations. The Company is unable to predict the effect of additional environmental laws and regulations which may be adopted in the future, including whether any such laws or regulations would materially increase the Company's cost of doing business or affect its operations in any area. However, there can be no assurances that new environmental laws, regulations or stricter enforcement policies, once implemented, will not oblige the Company to incur significant expenses and undertake significant investments which could have a material adverse effect on the Company's business, financial condition and performance.

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REMUNERATION REPORT (AUDITED)

This report outlines the remuneration arrangements in place for the Key Management Personnel of the Company for the financial year ended 30 June 2023. The information provided in this remuneration report has been audited as required by Section 308(3C) of the *Corporations Act 2001*.

The remuneration report details the remuneration arrangements for Key Management Personnel who are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Company and the Group, directly or indirectly, including any Director (whether executive or otherwise) of the parent company, and includes the executives in the Group.

Key Management Personnel

The following are classified as Key Management Personnel:

Directors

Zeffron Reeves	Managing Director
Linton Putland	Executive Director – Mining and Development
Geoffrey McNamara	Non-Executive Director
Kristie Young	Non-Executive Director
John Toll	Non-Executive Chairman (<i>resigned 25 October 2022</i>)

There were no other Key Management Personnel as at 30 June 2023.

The Remuneration Report is set out under the following main headings:

- a) Principles used to determine the nature and amount of remuneration
- b) Details of remuneration
- c) Service agreements
- d) Equity-based remuneration
- e) Equity instruments issued on exercise of remuneration options
- f) Equity instruments issued on the conversion of remuneration performance rights
- g) Loans to/from Key Management Personnel
- h) Other transactions with Key Management Personnel

a) Principles used to determine the nature and amount of remuneration

The objective of the Group's executive reward framework is to ensure reward for performance is competitive and appropriate for the results delivered. The framework aligns executive reward with the achievement of strategic objectives and the creation of value for shareholders, and it is considered to conform to the market best practice for the delivery of reward. The Board of Directors ('the Board') ensures that executive reward satisfies the following key criteria for good reward governance practices:

- competitiveness and reasonableness;
- acceptability to shareholders;
- performance linkage / alignment of executive compensation; and
- transparency.

The Board is responsible for determining and reviewing remuneration arrangements for its directors and executives. The performance of the Group depends on the quality of its directors and executives. The remuneration philosophy is to attract, motivate and retain high performance and high-quality personnel. The Board has structured an executive remuneration framework that is market competitive and complementary to the reward strategy of the Group. The remuneration framework is designed to align executive reward to shareholders' interests. The Board considers that it should seek to enhance shareholders' interests by:

REMUNERATION REPORT (AUDITED) (cont.)

- implementing coherent remuneration policies and practices to attract, motivate and retain executives and directors who will create value for shareholders and who are appropriately skilled and diverse;
- observing those remuneration policies and practices;
- fairly and responsibly rewards executives having regard to Group and individual performance; the performance of the executives and the general external pay environment; and
- integrating human capital and organisational issues into its overall business strategy.

Additionally, the remuneration framework must refer to the following principles when developing recommendations to the Board regarding executive remuneration:

- motivating management to pursue the Group's long-term growth and success;
- demonstrating a clear relationship between the Group's overall performance and the performance of individuals; and
- complying with all relevant legal and regulatory provisions.

In accordance with best practice corporate governance, the structure of non-executive director and executive director remuneration is separate.

The Company has an Incentive Option and Performance Rights Plan ("IOPR") to provide incentive and reward for Eligible Participants and align the interests to participants more closely with the interests of the Shareholders.

During the year, the Company implemented a Salary Sacrifice Share Rights Plan ("SSSRP") to align the interests of Eligible Participants and Shareholders by providing an opportunity to Eligible Participants to receive an equity interest in the Company in the form of Securities. During the year, Mr Linton Putland entered into the SSSRP receiving 277,777 Share Rights in lieu of \$7,500 salary related to financial year ended 30 June 2023. The 277,777 Share Rights was issued subsequently on 1 August 2023.

The Board encourages directors to hold shares in the Company. The Company has a Share Trading Policy which directors and employees are required to comply with. No shares or options were acquired by key management personnel during the year as part of remuneration other than performance rights issued under the IOPR

All remuneration paid to directors and executives is valued at the cost to the Company and expensed.

All performance rights have been valued in accordance with AASB 2, which takes into account factors such as the underlying share price, the expected vesting date and vesting probability in achieving the specified vesting hurdles at the reporting date.

Executive Remuneration

The Group aims to reward executives based on their position and responsibility, with a level and mix of remuneration which may have both fixed and variable components. In respect of executive remuneration, remuneration packages should include an appropriate balance of fixed and performance-based remuneration and may contain any, or all of the following:

Fixed remuneration

Any fixed remuneration component should:

- be reasonable and fair;
- take into account the Group's legal and industrial obligations and labour market condition;
- be relative to the scale of the Group's business; and
- reflect core performance requirements and expectations.

REMUNERATION REPORT (AUDITED) (cont.)

Performance-based remuneration

Any performance-based remuneration should:

- take into account individual and corporate performance; and
- be linked to clearly specified performance targets, which should be;
- aligned to the Group's short and long-term performance objectives; and
- appropriate to its circumstances, goals and risk appetite.

Equity-based remuneration

Equity-based remuneration can include options or performance rights or shares and is especially effective when linked to hurdles that are aligned to the Group's longer-term performance objectives. However, they should be designed so that they do not lead to 'short-termism' on the part of senior executives or the taking of undue risks. The Board is of the opinion that the adoption of performance-based compensation for executives is necessary to reward executives consistent with increases in shareholder returns.

Termination payments

Termination payments should be agreed in advance, and any agreement should clearly address what will happen in the case of early termination. There should be no payment for removal for misconduct.

Non-Executive Director's Remuneration

Fees and payments to non-executive directors reflect the demands and responsibilities of their role. Non-executive directors' fees and payments are reviewed annually by the Board. The Board may, from time to time, receive advice from independent remuneration consultants to ensure non-executive directors' fees and payments are appropriate and in line with the market.

In respect of non-executive director remuneration, remuneration packages could contain cash fees, superannuation contributions and non-cash benefits in lieu of fees (such as salary sacrifice into superannuation or equity) and may contain any or all of the following:

- fixed remuneration – this should reflect the time commitment and responsibilities of the role;
- performance-based remuneration – The Company acknowledges that the ASX Corporate Governance Council recommends that non-executive directors should generally not receive performance-based remuneration as it may lead to bias in their decision-making and compromise their objectivity. However, the Board may from time to time form the view that an award of performance-based remuneration is appropriate in light of the Company's current position, and strategic objectives;
- equity-based remuneration – non-executive directors can receive equity-based remuneration if shareholders have approved such an allocation in accordance with the ASX Listing Rules; and
- termination payments – non-executive directors should not be provided with retirement benefit other than superannuation.

ASX Listing Rules require the aggregate non-executive directors' remuneration be determined periodically by a general meeting. The maximum aggregate remuneration payable to Non-Executive Directors currently stands at \$500,000 per annum.

Use of Remuneration Consultants

During the financial year ended 30 June 2023, there was no use of remuneration consultants by the Group.

REMUNERATION REPORT (AUDITED) (cont.)

b) Details of Remuneration

Remuneration of Key Management Personnel is set out below.

Director and other KMP	Year	Short-term employee benefits		Post-employment benefits	Share-based payments		Total	Performance based % of remuneration %
		Salary and fees	Other fees	Superannuation	Shares	Performance Rights		
		\$	\$	\$	\$	\$	\$	
Managing Director								
Zeffron Reeves	2023	245,585 ⁽⁴⁾	-	25,786 ⁽⁴⁾	-	73,551	344,922	21.3%
	2022	240,000	-	24,000	-	677,703	941,703	72%
Executive Director – Mining and Development								
Linton Putland ^{1,2}	2023	311,603 ⁽⁵⁾⁽⁶⁾	-	32,718 ⁽⁵⁾	-	72,112	416,433	17.3%
	2022	299,400	-	24,000	-	12,857	336,257	3.8%
Non-Executive Director								
Geoffrey McNamara	2023	50,000	-	-	-	86,148	136,148	63.3%
	2022	50,000	-	-	-	544,834	594,834	91.6%
Non-Executive Director								
Kristie Young	2023	45,455	-	4,773	-	41,658	91,886	45.3%
	2022	36,237	-	3,624	-	6,702	46,563	14.4%
Non-Executive Chairman								
John Toll ³	2023	15,873	-	-	-	-	15,873	0.0%
	2022	50,000	-	-	-	-	50,000	0.0%
Total	2023	668,516	-	63,277	-	273,469	1,005,262	
	2022	675,637	-	51,624	-	1,242,096	1,969,357	

1. Appointed 14 Sep 2021
2. During the year prior to Mr Putland's appointment as a Director, LJ Putland & Associates, an entity associated with Mr Putland, was paid \$54,000 for consulting services and \$4,735 in software licence fees for the 9 months ended 30 June 2022.
3. Resigned 25 October 2022.
4. Amount included current year accrued annual leave of \$5,585 and annual leave on-cost of \$586.
5. Amount included current year accrued annual leave of \$11,603 and annual leave on-cost of \$1,218.
6. Salary amounted \$7,500 was paid in lieu of 277,777 Share Rights which issued subsequently on 1 Aug 2023.

Performance Income as a Proportion of Total Income

Performance income as a proportion of total income for Key Management Personnel is disclosed in the Remuneration Report. The Managing Director's performance related income comprised 21.3% of his total income for FY2023. The performance related component resulted from the vesting period value ascribed to performance rights issued during the year.

REMUNERATION REPORT (AUDITED) (cont.)

Share-based payments

The terms and conditions of each grant of performance rights affecting remuneration of directors in this financial year or future reporting years are as follow:

Name	Number of performance rights granted	Grant date	Vesting date and exercisable date	Expiry date	Fair value per performance right at grant date
Linton Putland	1,900,000	28 April 2022	14 September 2024	27 April 2027	\$0.07
	2,700,000	28 April 2022	14 September 2024	27 April 2027	\$0.07
	5,400,000	28 April 2022	14 September 2026	27 April 2027	\$0.07
Kristie Young	910,000	28 April 2022	5 February 2024	27 April 2027	\$0.07
	910,000	28 April 2022	14 September 2024	27 April 2027	\$0.07
	910,000	28 April 2022	14 September 2024	27 April 2027	\$0.07
	1,820,000	28 April 2022	14 September 2026	27 April 2027	\$0.07
Zeffron Reeves	9,225,000	29 November 2019	29 January 2024	29 January 2024	\$0.03
	9,225,000	29 November 2019	29 January 2025	29 January 2025	\$0.03
Geoffrey McNamara	10,805,000	29 November 2019	29 January 2024	29 January 2024	\$0.03
	10,805,000	29 November 2019	29 January 2025	29 January 2025	\$0.03

All performance rights were granted over unissued fully paid ordinary shares in the Company. Performance rights vest based on the provision of service over the vesting period and meeting of the vesting conditions. Performance rights are exercisable by the holder as from the vesting date. There has not been any alteration to the terms or conditions of the grant since the grant date. There are no amounts paid or payable by the recipient in relation to the granting of such performance rights.

Additional information

The earnings/(loss) of the Group for the five years to 30 June 2023 are summarised below:

	2023 \$	2022 \$	2021 \$	2020 \$	2019* \$
Sales revenue	-	-	-	-	-
EBITDA	(2,822,691)	(5,436,185)	(5,523,545)	(4,645,503)	(540,793)
EBIT	(2,890,860)	(5,373,738)	(5,568,163)	(4,645,831)	(540,793)
Loss before tax	(2,868,539)	(5,349,228)	(5,570,786)	(4,707,766)	(540,540)

*In FY2019, the principal activities of the Group (formerly Tesoro Australia Limited) was a jewellery business. On 29 January 2020, Tesoro Resources Limited completed the reverse acquisition of Tesoro Australia Pty Ltd (formerly Tesoro Australia Limited) and relisted on the ASX on 7 February 2020. From FY2020, the principal activities of the Group are the acquisition, exploration and development of commercially significant resource projects in Chile.

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REMUNERATION REPORT (AUDITED) (cont.)

The factors that are considered to affect total shareholders return ('TSR') are summarised below:

	2023 \$	2022 \$	2021 \$	2020 \$	2019 \$
Share price at financial year end	0.027	0.05	0.15	0.07	0.01
Total dividends declared (cents per share)	-	-	-	-	-
Basic loss per share (cents per share)	(0.32)	(0.79)	(1.03)	(3.05)	(0.31)
Fully diluted loss per share (cents per share)	(0.32)	(0.79)	(1.03)	(3.05)	(0.31)

Equity holdings

All equity dealings with directors have been entered into with terms and conditions no more favourable than those that the Company would have adopted if dealing at arm's length. The relevant interests of each director in share capital at the end of the reporting period are as follows:

Fully Paid ordinary Shares Movement in shareholdings of key management personnel

	Opening balance 1 July 2022	At appointment /resignation	Granted as remuneration	On Exercise of conversion of performance rights	Other changes	Balance at 30 June 2023
Directors						
Zeffron Reeves	36,429,797	-	-	28,794,620	-	65,224,417 ¹
Linton Putland	-	-	-	-	-	-
Geoffrey McNamara	69,532,230	-	-	21,265,380	(57,187,064) ³	33,610,546 ²
Kristie Young	375,710	-	-	-	46,965 ⁵	422,675
John Toll ³	3,671,696	(3,671,696)	-	-	-	-
Total	110,009,433	(3,671,696)	-	50,060,000	(57,140,099)	99,257,638

- 65,224,417 Fully Paid Ordinary Shares are held by Zeffron Charles Reeves as trustee for the Palin Trust.
- 33,610,546 Fully Paid Ordinary Shares are held by Tanamera Resources Pte Ltd (a company registered in Singapore). Geoffrey McNamara is the sole director and shareholder of Tanamera Resources Pte Ltd.
- Decrease in holdings during the year were a result of off-market distribution of securities following a corporate structure of Linkwood Holdings Pte Ltd (a company registered in Singapore). Geoffrey McNamara is a director and substantial shareholder of Linkwood Holdings Pte Ltd.
- Resigned 25 October 2022. At resignation date, 3,671,696 Fully Paid Ordinary Shares were held by John Toll as trustee for the Toll Family Discretionary Trust.
- 46,965 Shares were purchased under the Company's Entitlement Offer December 2022.

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REMUNERATION REPORT (AUDITED) (cont.)

Performance Rights

Movement in Performance Rights of key management personnel

	Opening Balance 1 July 2022	Granted	Converted	Balance at 30 June 2023	Total vested at 30 June 2023
Directors					
Zeffron Reeves ⁴	47,244,620	-	(28,794,620)	18,450,000	-
Linton Putland ⁵	10,000,000	-	-	10,000,000	-
Geoffrey McNamara ⁶	42,875,380	-	(21,265,380)	21,610,000	-
Kristie Young	4,550,000	-	-	4,550,000	-
John Toll ⁷	-	-	-	-	-
Total	104,670,000	-	(50,060,000)	54,610,000	-

6. 18,450,000 performance rights are held by Zeffron Charles Reeves as trustee for the Palin Trust. 28,794,620 Class B performance rights vested 23 May 2022 and converted to shares on 11 July 2022.
7. 10,000,000 performance rights are held by Linton Putland as trustee for the Putland Family Trust
8. 21,610,000 performance rights are held by Linkwood Holdings Pte Ltd (a company registered in Singapore). Geoffrey McNamara is a director and substantial shareholder of Linkwood Holdings Pte Ltd. 21,265,380 Class B performance rights vested 23 May 2022 and converted to shares on 11 July 2022.
9. Resigned 25 October 2022.

Options

Movement in Options of key management personnel

	Opening Balance 1 July 2022	Granted	Other	Converted	Balance at 30 June 2023
Directors					
Zeffron Reeves	-	-	-	-	-
Linton Putland	-	-	-	-	-
Geoffrey McNamara	-	-	-	-	-
Kristie Young*	-	-	23,483	-	23,483
John Toll	-	-	-	-	-
Total	-	-	23,483	-	23,483

*Listed options were purchased under the Company's Entitlement Offer December 2022.

c) Service Agreements

Key Management Personnel employment terms are formalised in a service agreement, a summary of which is set out below.

Name	Base Salary/Fees	Terms of Agreement	Termination Notice Period
Mr Zeffron Reeves (Managing Director)	\$240,000 per annum plus superannuation	Until terminated	3 months written notice
Mr Linton Putland (Executive Director – Mining and Development)	\$300,000 per annum plus superannuation	Until terminated	3 months written notice

Non-Executive Directors

All non-executive directors were appointed by a letter of appointment. Directors can retire in writing as set out in the Constitution.

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REMUNERATION REPORT (AUDITED) (cont.)

d) Equity-Based Remuneration

The Company rewards Directors for their performance and aligns their remuneration with the creation of shareholder wealth by issuing performance rights. Equity-based remuneration is at the discretion of the Board and no individual has a contractual right to receive any guaranteed benefits.

There were no equity-based issues to key management personnel during the year.

e) Equity instruments issued on exercise of remuneration options

No remuneration options were exercised during the financial year.

f) Equity Instruments Issued on the Conversion of Remuneration Performance Rights

On 23 May 2022, 50,060,000 Class B performance rights vested and converted to 50,060,000 fully paid ordinary shares on 11 July 2022. Refer Note 14.

g) Loans to/from Key Management Personnel

There were no loans with key management personnel of the Company during the financial year.

h) Other Transactions with Key Management Personnel

An entity associated with Mr Geoffrey McNamara, a Director, Tanamera Resources Pte Ltd, provided consulting service for fee \$156,000 during the year ended 30 June 2023 (2022: \$115,500).

An entity associated with Mr Linton Putland, a Director, LJ Putland & Associates provided consulting services for \$nil (2022: \$54,000) and \$6,945 (2022: \$4,735) for software licence fees during the year ended 30 June 2023.

Tesoro Gold Ltd provided administrative support services to Culpeo Minerals Limited, a company associated with directors, Mr Geoffrey McNamara and Mr Zeffron Reeves for \$46,406 (2022: \$16,640).

Outstanding balances with related parties during the year ended:

	30 June 2023 \$	30 June 2022 \$
Tanamera Pte Ltd, an entity associated with Mr Geoffrey McNamara	46,500	170,344
LJ Putland & Associates, an entity associated with Mr Linton Putland	579	579

Voting and Comments at the Company's 2022 Annual General Meeting

The adoption of the Remuneration Report for the financial year ended 30 June 2022 was put to the shareholders of the Company at the Annual General Meeting held on 25 November 2022. The Company received 92.18% of the vote, of those shareholders who exercised their right to vote, in favour of the remuneration report for the 2022 financial year. The resolution was passed without amendment on a poll. The Company did not receive any specific feedback at the AGM or throughout the year on its remuneration policies.

END OF REMUNERATION REPORT

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Diversity

The Company believes that the promotion of diversity on its Board and within the organisation generally is good practice and is committed to managing diversity as a means of enhancing the Company's performance. As at 30 June 2023, there is one woman on the Company's Board, in addition, both the contract Company Secretary and CFO are female.

The Company as set out in the Diversity Policy, (accessible from the Company's website) will focus on participation of women on its Board and within senior management and intends to set measurable objectives for achieving gender diversity which will be adhered to once the size and scale of the Company increases sufficiently to permit further additions to the Board or senior management.

Environmental Regulation

The Directors have considered the National Greenhouse and Energy Reporting Act 2007 (the NGER Act) which introduces a single national reporting framework for the reporting and dissemination of information about the greenhouse gas emissions, greenhouse gas projects, and energy use and production of corporations. At the current stage of development, the Directors have determined that the NGER Act will have no effect on the Company for the current or subsequent financial year. The Directors will reassess this position as and when the need arises.

Unissued Shares Under Option

There are currently 196,555,153 unissued shares under option of the Company.

Indemnifying Officers or Auditor

In accordance with the constitution, except as may be prohibited by the Corporations Act 2001 every officer, auditor or agent of the Company shall be indemnified out of the property of the Company against any liability incurred by him in his capacity as officer, auditor or agent of the Company or any related corporation in respect of any act or omission whatsoever and howsoever occurring or in defending any proceedings, whether civil or criminal.

The Group has a Directors and Officers insurance policy in place.

Proceedings on Behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Non-Audit Services

The Company may decide to employ the auditor on assignments additional to their statutory audit duties where the auditor's expertise and experience with the Company and/or the group are important.

Details of the amounts paid or payable to the auditor for non-audit services provided during the year by the auditor are outlined in Note 25 to the financial statements.

The Board of Directors has considered the position and is satisfied that the provision of the non-audit services is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The Directors are satisfied that the provision of non-audit services by the auditors, as set out below, did not compromise the auditor independence requirements of the Corporations Act 2001 for the following reasons:

- all non-audit services have been reviewed by the Board of Directors to ensure they do not impact the impartiality and objectivity of the auditor; and
- none of the services undermine the general principles relating to the auditor independence as set out in APES 110 Code of Ethics for Professional Accountants.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this Directors' report.

Auditors

RSM Australia Partners continues in office in accordance with section 327 of the *Corporations Act 2001*.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the Directors



Zeffron Reeves
Managing Director
29 September 2023

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RSM Australia Partners

Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100
F +61 (0) 8 9261 9111

www.rsm.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Tesoro Gold Limited for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 29 September 2023

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		Consolidated	
		30 June 2023 \$	30 June 2022 \$
Interest income		36,865	826
Other income		42,188	48,941
Administration expenses		(236,005)	(350,671)
Consultants expense		(169,142)	(299,123)
Corporate and compliance expenses		(287,863)	(300,421)
Depreciation		(68,169)	(62,447)
Employee related expenses		(685,110)	(559,900)
Equity based payment	14	(660,758)	(1,161,217)
Foreign currency translation		(9,322)	51,474
Impairment of assets	20	(186,034)	(1,941,280)
Interest and finance expenses		(14,544)	(24,510)
Legal and professional fees		(516,611)	(648,797)
Other expenses		(114,034)	(102,103)
Loss before income tax		(2,868,539)	(5,349,228)
Income tax expense	12	-	-
Loss after tax		(2,868,539)	(5,349,228)
Other comprehensive income/(loss)			
<i>Items that may be reclassified to profit or loss:</i>			
Exchange differences on translation of foreign operations		5,146,521	(3,814,160)
Other comprehensive income/(loss) for the year, net of tax		5,146,521	(3,814,160)
Total comprehensive income/(loss) for the year		2,277,982	(9,163,388)
Profit/(loss) attributable to:			
Non-controlling interests		282,187	(288,879)
Members of the parent		(3,150,726)	(5,060,349)
		(2,868,539)	(5,349,228)
Total comprehensive profit/(loss) attributable to:			
Non-controlling interests		282,187	(288,879)
Members of the parent		1,995,795	(8,874,509)
		2,277,982	(9,163,388)
Basic loss per share attributable to members of the parent	17	(0.32)	(0.79)
Diluted loss per share attributable to members of the parent	17	(0.32)	(0.79)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

		Consolidated	
		As at 30 June 2023 \$	As at 30 June 2022 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	2,816,061	3,949,773
Trade and other receivables	5	389,027	751,589
TOTAL CURRENT ASSETS		3,205,088	4,701,362
NON-CURRENT ASSETS			
Exploration and evaluation expenditure	6	38,429,591	26,063,374
Plant and equipment	7	604,450	205,182
Right-of-use assets	26	75,266	137,024
TOTAL NON-CURRENT ASSETS		39,109,307	26,405,580
TOTAL ASSETS		42,314,395	31,106,942
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	8a	1,079,654	805,049
Provisions	8b	98,547	73,251
Lease liabilities	8c	53,337	22,804
TOTAL CURRENT LIABILITIES		1,231,538	901,104
Non-Current Liabilities			
Lease liabilities	9	32,798	86,134
Total Non-Current Liabilities		32,798	86,134
TOTAL LIABILITIES		1,264,336	987,238
NET ASSETS		41,050,059	30,119,704
EQUITY			
Issued capital	10	58,075,057	48,945,881
Reserves	11	2,787,202	(1,882,516)
Accumulated losses		(21,940,917)	(18,790,191)
Equity attributable to owners of the Company		38,921,342	28,273,174
Non-controlling interest		2,128,717	1,846,530
TOTAL EQUITY		41,050,059	30,119,704

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

	Issued Capital	Accumulated Losses	Equity Based Payment Reserve	Foreign Currency Reserve	Non-Controlling Interest	Total Equity
CONSOLIDATED	\$	\$	\$	\$	\$	\$
Balance at 1 July 2022	48,945,881	(18,790,191)	1,737,292	(3,619,808)	1,846,530	30,119,704
Loss for the year	-	(3,150,726)	-	-	282,187	(2,868,539)
Exchange differences arising on translation of foreign currency	-	-	-	5,146,521	-	5,146,521
Total comprehensive loss for the year	-	(3,150,726)	-	5,146,521	282,187	2,277,982
Shares issued during year (Note 10)	8,899,946	-	-	-	-	8,899,946
Buy back of shares (Note 10)	(328,000)	-	-	-	-	(328,000)
Conversion of Performance Rights – Class B (Note 10, 11)	1,506,500	-	(1,506,500)	-	-	-
Performance Rights vesting expense for the year (Note 11, 14)	-	-	660,758	-	-	660,758
Capital raising costs	(949,270)	-	368,939	-	-	(580,331)
Balance at 30 June 2023	58,075,057	(21,940,917)	1,260,489	1,526,713	2,128,717	41,050,059

	Issued Capital	Accumulated Losses	Equity Based Payment Reserve	Foreign Currency Reserve	Non-Controlling Interest	Total Equity
CONSOLIDATED	\$	\$	\$	\$	\$	\$
Balance at 1 July 2021	37,156,675	(13,729,842)	2,228,337	194,352	2,135,409	27,984,931
Loss for the year	-	(5,060,349)	-	-	(288,879)	(5,349,228)
Exchange differences arising on translation of foreign currency	-	-	-	(3,814,160)	-	(3,814,160)
Total comprehensive loss for the year	-	(5,060,349)	-	(3,814,160)	(288,879)	(9,163,388)
Shares issued during year (Note 10)	10,944,100	-	-	-	-	10,944,100
Conversion of Performance Rights – Class A (Note 10, 11)	1,517,262	-	(1,517,262)	-	-	-
Performance Rights vesting expense for the year (Note 11, 14)	-	-	1,026,217	-	-	1,026,217
Capital raising costs	(672,156)	-	-	-	-	(672,156)
Balance at 30 June 2022	48,945,881	(18,790,191)	1,737,292	(3,619,808)	1,846,530	30,119,704

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

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		Consolidated	
		Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
Cash flows from operating activities			
		36,865	826
		(14,544)	(24,510)
		46,407	48,941
		592,470	-
		(2,238,219)	(2,179,660)
	23	(1,577,021)	(2,154,403)
Cash Flows from investing activities			
		(7,893,361)	(16,996,521)
		(390,334)	(171,580)
		(8,283,695)	(17,168,101)
Cash flows from financing activities			
		8,834,946	10,546,100
		(290,186)	(672,158)
		(27,412)	(8,799)
		-	200,000
		-	(200,000)
		8,517,348	9,865,143
Net decrease in cash and cash equivalents			
		(1,343,368)	(9,457,361)
		3,949,773	13,728,277
		209,656	(321,143)
		2,816,061	3,949,773

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

Note 1. Statement of significant accounting policies

This financial report includes the financial statements and notes of Tesoro Gold Ltd (previously *Tesoro Resources Limited*) and controlled entities ("consolidated entity" or the "Group"). The separate financial statements and notes of Tesoro Gold Ltd as an individual parent entity ("Company") have not been presented within this financial report as permitted by the Corporations Act 2001.

Basis of Preparation

The financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standards and Interpretations and complies with other requirements of the law.

The financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The Company is an ASX listed public company, incorporated in Australia and operating in Australia and Chile.

The Group's principal activities are mineral exploration.

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of available-for-sale financial assets, financial assets and liabilities at fair value through profit or loss, certain classes of plant and equipment and derivative financial instruments.

Statement of Compliance

The financial report was authorised for issue on 29 September 2023.

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

New or Amended Accounting Standards and Interpretations Adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

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

Historical Cost Convention

The financial statements have been prepared under the historical cost convention, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss, certain classes of property, plant and equipment and derivative financial instruments.

Principles of Consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Tesoro Gold Ltd ("Company" or "parent entity") as at 30 June 2023 and the results of all subsidiaries for the period then ended. Tesoro Gold Ltd and its subsidiaries together are referred to in these financial statements as the "consolidated entity" or "Group".

Note 1. Statement of significant accounting policies (cont.)

Subsidiaries are all those entities over which the Company has control. The Company controls an entity when the Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Company. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the Group are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The acquisition of subsidiaries has been accounted for using the purchase method of accounting. The purchase method of accounting involves allocating the cost of the business combination to the fair value of the assets acquired and the liabilities and contingent liabilities assumed at the date of acquisition. Accordingly, the consolidated financial statements include the results of subsidiaries for the period from their acquisition.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the Group. Losses incurred by the Group are attributed to the non-controlling interest in full, even if that results in a deficit balance.

Where the Group loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The Group recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in statement of profit or loss and other comprehensive income.

Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the consolidated entity only. Supplementary information about the parent entity is disclosed in note 24.

Foreign Currency Translation

The financial statements are presented in Australian dollars, which is the Group's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of profit or loss and other comprehensive income.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

The foreign currency reserve is recognised in statement of profit or loss and other comprehensive income when the foreign operation or net investment is disposed of.

Note 1. Statement of Significant Accounting Policies (cont.)

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

Revenue recognition

The consolidated entity recognises revenue as follows:

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the consolidated entity's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Note 2. Significant Accounting Estimates and Judgements

The application of accounting policies requires the use of judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Exploration and evaluation expenditure:

The Directors have conducted a review of the Group's capitalised exploration expenditure to determine the existence of any indicators of impairment. Based upon this review, the Directors have determined that no impairment exists.

Share-based payment transactions:

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using an appropriate valuation model.

The fair value is expensed over the vesting period.

Note 3. Expenses

Loss before tax from continuing operations includes the following specific expenses:

	30 June 2023 \$	30 June 2022 \$
Depreciation - right-of-use assets	49,693	22,336
Depreciation – Plant and equipment	18,476	40,111
Interest and finance charges paid/payable on lease liabilities	4,623	4,917
Finance costs expensed	9,921	19,593
Leases - Variable lease payments	19,903	-
Defined contribution superannuation expense	73,285	62,340
Performance rights vesting period expense	660,758	1,026,217
Bonus shares issued to Chilean employees	-	135,000

30 June 2023	30 June 2022
\$	\$

Note 4. Cash and Cash Equivalent

Cash at bank	2,816,061	3,949,773
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Cash comprises cash at bank and in hand. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the purposes of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above. Cash at bank earns interest at floating rates based on daily bank deposit rates.

30 June 2023	30 June 2022
\$	\$

Note 5. Trade and Other Receivables

Advances to external parties	219,360	223,049
Other receivables ⁽¹⁾	6,277	398,000
GST/VAT receivable	19,568	54,257
Prepayments	109,675	42,136
Deposits	34,147	34,147
	389,027	751,589

(1) In June 2022, the Company successfully completed a \$5.4 million capital raising (before costs). As of 30 June 2022, there remained a \$398,000 receivable to the Company in relation to the Placement. On 22 February 2023, 5,466,666 fully paid ordinary shares held by forfeiting shareholders were cancelled.

Current trade receivables are non-interest bearing and are normally settled on 60-day terms. This balance is current receivables incurred on a day to day operational basis and considered unimpaired.

Expected credit losses

The Group applies the AASB 9 simplified model of recognising lifetime expected credit losses for all trade receivables as these items do not have a significant financing component.

Where applicable, in measuring the expected credit losses, the trade receivables are assessed on a collective basis as they possess shared credit risk characteristics. They are grouped based on the days past due and also according to the geographical location of customers.

The expected loss rates are based on the payment profile for sales over the past 48 months before 30 June 2023 and 30 June 2022 respectively as well as the corresponding historical credit losses during that period. The historical rates are adjusted to reflect current and forwarding looking macroeconomic factors affecting the customer's ability to settle the amount outstanding.

Trade receivables are written off when there is no reasonable expectation of recovery. Failure to make payments within 180 days from the invoice date and failure to engage with the Group on alternative payment arrangement amongst other is considered indicators of no reasonable expectation of recovery.

	30 June 2023 \$	30 June 2022 \$
Note 6. Exploration and Evaluation Expenditure		
Costs carried forward in respect of areas of interest	38,429,591	26,063,374
Opening balance	26,063,374	15,506,028
Exploration expenditure capitalised	6,666,967	13,823,930
Foreign currency translation	5,699,250	(3,266,584)
	<u>38,429,591</u>	<u>26,063,374</u>

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases are dependent on the successful development and commercial exploitation or sale of the respective areas.

Exploration and evaluation expenditures in relation to each separate area of interest are recognised as an exploration and evaluation asset in the year in which they are incurred where the following conditions are satisfied:

- the rights to tenure of the area of interest are current; and
- at least one of the following conditions is also met:
 - (i) the exploration and evaluation expenditures are expected to be recouped through successful development and exploitation of the area of interest, or alternatively, by its sale; or
 - (ii) exploration and evaluation activities in the area of interest have not at the balance date reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in, or in relation to, the area of interest are continuing.

Exploration and evaluation assets are initially measured at cost and include acquisition of rights to explore, studies, exploratory drilling, trenching, assaying, sampling and associated activities and an allocation of depreciation and amortised of assets used in exploration and evaluation activities. General and administrative costs are only included in the measurement of exploration and evaluation costs where they are related directly to operational activities in a particular area of interest.

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. The recoverable amount of the exploration and evaluation asset (for the cash generating unit(s) to which it has been allocated being no larger than the relevant area of interest) is estimated to determine the extent of the impairment loss (if any). Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in previous years.

Where a decision has been made to proceed with development in respect of a particular area of interest, the relevant exploration and evaluation asset is tested for impairment and the balance is then reclassified to a mine development asset.

	30 June 2023 \$	30 June 2022 \$
Note 7. Plant and Equipment		
<i>Plant and equipment</i>		
At cost	621,154	198,172
Accumulated depreciation	(34,127)	(25,189)
Total Plant and equipment	<u>587,027</u>	<u>172,983</u>
<i>Office equipment</i>		
At cost	38,490	38,490
Accumulated depreciation	(28,663)	(18,424)
Total Office equipment	<u>9,827</u>	<u>20,066</u>
<i>Leasehold improvements</i>		
At cost	20,362	20,362
Accumulated depreciation	(12,766)	(8,229)
Total Leasehold improvements	<u>7,596</u>	<u>12,133</u>
Movements in Plant and Equipment		
<i>Movements in plant and equipment</i>		
Beginning of the year	172,983	34,270
Additions	390,334	162,479
Depreciation	(6,512)	(21,931)
Foreign current translation	30,222	(1,835)
Balance at end of the year	<u>587,027</u>	<u>172,983</u>
<i>Movements in office equipment</i>		
Beginning of the year	20,066	32,785
Additions	-	317
Depreciation	(7,427)	(10,932)
Foreign current translation	(2,812)	(2,104)
Balance at end of the year	<u>9,827</u>	<u>20,066</u>
<i>Movements in leasehold improvements</i>		
Beginning of the year	12,133	8,784
Additions	-	10,597
Depreciation	(4,537)	(7,248)
Balance at end of the year	<u>7,596</u>	<u>12,133</u>
Total Plant and Equipment	<u>604,450</u>	<u>205,182</u>

Note 7. Plant and Equipment (cont.)

Plant and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is calculated over the estimated useful life of the assets as follows:

- Plant and equipment – over 5 to 15 years (diminishing value)
- Computer equipment – 3 years (diminishing value)
- Leasehold improvements – 3-10 years (diminishing value)

The assets' residual values, useful lives and amortisation methods are reviewed, and adjusted if appropriate, at each financial year end.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated useful life of the assets, whichever is shorter.

For an asset that does not generate largely independent cash inflows, recoverable amount is determined for the cash-generating unit to which the asset belongs, unless the asset's value in use can be estimated to be close to its fair value.

An impairment exists when the carrying value of an asset or cash-generating units exceeds its estimated recoverable amount. The asset or cash-generating unit is then written down to its recoverable amount with the impairment loss recognised in statement of profit or loss and other comprehensive income.

Derecognition and disposal

An item of plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in statement of profit or loss and other comprehensive income in the year the asset is derecognised.

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Note 8. Current Liabilities

(a) Trade and Other Payables

	30 June 2023 \$	30 June 2022 \$
Trade payables ⁽ⁱ⁾	382,506	376,569
Other payables	697,148	428,480
	1,079,654	805,049

(i) Trade payables are non-interest bearing and are normally settled on 30-day terms.

Trade payables and other payables are carried at amortised cost and represent liabilities for goods and services and, employment related payables provided to the Group prior to the end of the financial year that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. Trade and other payables are presented as current liabilities unless payment is not due within 12 months.

	30 June 2023 \$	30 June 2022 \$
Note 8. Current Liabilities (cont.)		
(b) Provisions		
Annual leave	98,547	73,251
	<u>98,547</u>	<u>73,251</u>

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Provisions are recognised when the Group has a present (legal or constructive) obligation as a result of a past event, it is probable the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in the provision resulting from the passage of time is recognised as an expense.

	30 June 2023 \$	30 June 2022 \$
(c) Lease liabilities		
Lease liabilities	53,337	22,804
	<u>53,337</u>	<u>22,804</u>

Refer Note 9 and Note 26 for further details.

Note 9. Non-Current Liabilities

Lease liabilities	32,798	86,134
	<u>32,798</u>	<u>86,134</u>

Refer Note 26 for further details.

Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Note 9. Non-Current Liabilities (cont.)

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of-use asset, or to the statement of profit or loss and other comprehensive income if the carrying amount of the right-of-use asset is fully written down.

Note 10. Issued Capital

1,053,612,571 (2022: 758,420,779) issued and fully paid ordinary shares

Movement in ordinary shares on issue
Opening balance

Conversion of Performance Rights – Class A¹
Placement – shares issued at \$0.085 per share²
Share Purchase Plan – shares issued at \$0.085 per share³
Share Purchase Plan Shortfall - shares issued at \$0.085 per share³
Placement – June 22 shares issued at \$0.06 per share²
Share issue costs

At 30 June 2022

Movement in ordinary shares on issue
Opening balance

Shares issued as Bonus to employees @ \$0.045 per Share¹
Conversion of Performance Rights – Class B¹
Shares issued as Collateral Shares for At-the-Market Agreement⁴
Shares issued in At-the-Market exercise @ \$0.041 per Share⁴
Placement - shares issued @ \$0.035 per share⁵
Entitlement Offer – shares issued @ \$0.035 per share⁶
Cancellation of June 2022 Placement shares⁷
Cancellation of Collateral Shares⁴
Conversion of Performance Rights – Australian Employee¹
Share issue costs

At 30 June 2023

	30 June 2023 \$	30 June 2022 \$
	58,075,057	48,945,881
	<u>58,075,057</u>	<u>48,945,881</u>
	30 June 2022 Number	30 June 2022 \$
	<u>554,997,627</u>	<u>37,156,675</u>
	48,202,854	1,517,262
	51,000,012	4,335,001
	2,470,577	209,999
	11,764,706	1,000,000
	89,985,003	5,399,100
	-	(672,156)
	<u>758,420,779</u>	<u>48,945,881</u>
	30 June 2023 Number	30 June 2023 \$
	<u>758,420,779</u>	<u>48,945,881</u>
	3,000,000	135,000
	50,060,000	1,501,800
	42,000,000	-
	18,500,000	750,000
	120,000,000	4,200,000
	108,998,458	3,814,946
	(5,466,666)	(328,000)
	(42,000,000)	-
	100,000	4,700
	-	(949,270)
	<u>1,053,612,571</u>	<u>58,075,057</u>

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Note 10. Issued Capital (cont.)

¹ Refer Note 14 for share-based payment details.

² Total shares issued through placements is \$9,734,101.

³ Total shares issued through Share Purchase Plan is \$1,209,999.

⁴ On 23 August 2022, the Company entered into a At-the-Market Subscription Agreement (ATM) with Acuity Capital issuing 42,000,000 fully paid ordinary shares (Collateral Shares) for nil consideration. The ATM provides Tesoro with up to \$5,000,000 of standby equity capital over the coming 30 months. On 11 October 2022, the Company has utilised its ATM subscription facility to raise \$750,000 issuing 18,500,000 shares. On 21 December 2022, the Company terminated the ATM subscription agreement and cancelled 42,000,000 Collateral Shares for nil consideration on 22 February 2023.

⁵ Total shares issued through Placement at 22 November 2022.

⁶ Total shares issued through Entitlement Offer at 13 December 2022.

⁷ In June 2022, the Company successfully completed a \$5.4 million capital raising (before costs). During the year, there remained a \$328,000 was not received in relation to the Placement. 5,466,666 fully paid ordinary shares held by forfeiting shareholders were cancelled on 22 February 2023.

Terms of Ordinary Shares

Voting Rights

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held and in proportion to the amount paid up on the shares held.

At shareholders meetings, each ordinary share is entitled to one vote in proportion to the paid-up amount of the share when a poll is called, otherwise each shareholder has one vote on a show of hands.

**30 June
2023
\$**

**30 June
2022
\$**

Note 11. Reserves

Equity Based Payments Reserve (a)	1,260,489	1,737,292
Foreign Currency Translation Reserve (b)	1,526,713	(3,619,808)
Balance at end of the year	<u>2,787,202</u>	<u>(1,882,516)</u>

(a) Equity Based Payments Reserve

	30 June 2022 Number	30 June 2022 \$
Performance Rights Reserve		
<i>Movement in Performance Rights Reserve</i>		
Opening balance	146,231,405	2,228,337
Performance Rights issued to Directors	14,550,000	19,559
Performance Rights lapsed	(7,908,551)	-
Vesting expense for Performance Rights on issue	-	1,006,658
Conversion of Performance rights – Class A	<u>(48,202,854)</u>	<u>(1,517,262)</u>
Balance at end of the year	<u>104,670,000</u>	<u>1,737,292</u>

Note 11. Reserves (cont.)

	30 June 2023 Number	30 June 2023 \$
<i>Movement in Performance Rights Reserve</i>		
Opening balance	104,670,000	1,737,292
Performance Rights issued to Chilean and Australian employees	18,802,940	387,288
Vesting expense for Performance Rights on issue	-	273,470
Conversion of Performance rights – Class B	(50,060,000)	(1,501,800)
Conversion of Performance rights – Australian Employee	(100,000)	(4,700)
Performance Rights issued to Chilean employee lapsed	(225,000)	-
Balance at end of the year	<u>73,087,940</u>	<u>891,550</u>

	30 June 2023 Number	30 June 2023 \$
Options Reserve		
<i>Movement in Option Reserve</i>		
Opening balance	-	-
Options issued as free attaching – June 2022 Placement	42,259,161	-
Broker Options issued in lieu of fees	17,997,001	368,939
Options issued as free attaching – November 2022 – Entitlement Offer	54,499,300	-
Options issued to Gold Fields Limited – December 2022 Placement	60,000,000	-
Balance at end of the year	<u>174,755,462</u>	<u>368,939</u>
Total Equity Based Payment Reserve	<u>247,843,402</u>	<u>1,260,489</u>

	30 June 2023 \$	30 June 2022 \$
(b) Foreign Currency Reserve		
<i>Movement in Foreign Currency Reserve</i>		
Opening balance	(3,619,808)	194,352
Foreign currency translation movement	5,146,521	(3,814,160)
Balance at end of the year	<u>1,526,713</u>	<u>(3,619,808)</u>

Equity Based Payments Reserve:

This reserve is used to record the value of equity benefits provided to directors and employees as part of their remuneration. Refer to Note 14.

Foreign Currency Translation Reserve:

Foreign currency translation reserve records exchange differences arising on translation of the subsidiaries' functional currency (Chilean Pesos) into presentation currency at balance date.

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	30 June 2023 \$	30 June 2022 \$
Note 12. Income Tax		
a. The components of tax expense/(benefit) comprise:		
Current tax	-	-
Deferred tax	-	-
Income tax expense/(benefit) reported in statement of profit or loss and other comprehensive income	-	-
b. The prima facie tax expense/(benefit) on loss from ordinary activities before income tax is reconciled to the income tax as follows:		
Prima facie tax benefit on loss from ordinary activities before income tax at 30% (2022: 30%)	(860,562)	(1,604,768)
Add tax effect of:		
- Revenue losses not recognised	457,195	619,561
- Other non-allowable items	447,030	1,021,625
- Other deferred tax balances not recognised	(43,663)	(36,418)
- Other non-allowable items	-	-
Income tax expense/(benefit) reported in the consolidated statement of profit or loss and other comprehensive income from ordinary operations	-	-
c. Deferred tax recognised at 30% (2022: 30%):		
Deferred tax liabilities:		
- Right-of-use-asset	(22,580)	(4,164)
Deferred tax assets:		
- Carry forward revenue losses	22,580	4,164
Net deferred tax	-	-
d. Unrecognised deferred tax assets at 30% (2022: 30%):		
Carry forward revenue losses	3,100,420	2,658,830
Carry forward capital losses	73,900	73,900
Capital raising costs	112,055	108,172
Borrowing costs	32,703	32,703
Lease liabilities	25,841	-
Provisions and accruals	40,043	27,804
Other	2,898	-
	3,387,860	2,901,409

The tax benefits of the above deferred tax assets will only be obtained if:

- (a) the Company derives future assessable income of a nature and of an amount sufficient to enable the benefits to be utilised;
- (b) the Company continues to comply with the conditions for deductibility imposed by law; and
- (c) no changes in income tax legislation adversely affect the Company in utilising the benefits.

Note 13. Key Management Personnel Disclosures

The aggregate compensation made to the directors and other key management personnel of the Group is set out below:

	2023 \$	2022 \$
Short-term benefits	668,516	675,637
Post-employment benefits	63,277	51,624
Share-based payments	273,469	1,242,096
	<u>1,005,262</u>	<u>1,969,357</u>

Note 14. Equity Based Payments

Equity based payments included in the Statement of Financial Position for the year are as follows:

	30 June 2023 \$	30 June 2022 \$
17,997,001 Broker Options exercisable at \$0.11 on or before 7 July 2025 were issued to Shaw and Partners in lieu of capital raising fees ⁽¹⁾	368,939	-

Equity based payments included in the Statement of Profit or Loss and Other Comprehensive Income for the period are detailed below:

	30 June 2023 \$	30 June 2022 \$
Performance rights and share issued included in statement of profit or loss and other comprehensive income as equity based payments expense		
Performance rights vesting period expense - Directors ^{(2)*}	159,699	1,222,537
Performance rights vesting period expense - Directors ^{(3)*}	113,771	19,559
Performance rights vesting period expense - employees ^{(4)*}	-	(215,879)
Performance rights vesting period expense - employees ^{(5)*}	387,288	-
3,000,000 shares approved for issue to Chilean employees as a bonus	-	135,000
	<u>660,758</u>	<u>1,161,217</u>

*Total performance rights vesting expense for the year is \$660,758 (2022: \$1,026,217).

1. Broker Options

On 7 July 2022, the Company issued 17,997,001 Broker Options exercisable at \$0.11 each on or before 7 July 2025 as part consideration for services provided to the Company in respect of the Placement.

Note 14. Equity Based Payments (cont.)

The Trinomial Lattice Option Pricing model was used to value the Broker Options and the following table lists the inputs to the model used for the valuation of the options:

	Broker Options
Number on issue	17,997,001
Grant date	27 June 2022
Issue date	7 July 2022
Expiry date	7 July 2025
Exercise price	\$0.11
Risk-free interest rate	3.31%
Share price at grant date	\$0.05
Expected volatility	100%
Dividend yield	-
Vesting period	-
Number vested as at 30 June 2023	17,997,001
Number exercisable as at 30 June 2023	17,997,001
Fair value per option	\$0.02
Amount recognised as share issue costs	\$368,939

2. Director Performance Rights

On 31 January 2020, the Company issued Performance Rights to the Company's Managing Director and Non-executive Director in connection with their appointments as directors upon the reverse acquisition of Tesoro Australia Limited completed 29 January 2020.

At 30 June 2023, the Company had on issue 40,060,000 Performance Rights to Mr Zeffron Reeves and Mr Geoffrey McNamara (30 June 2022: 90,120,000). On 23 May 2022, 50,060,000 Class B Performance Rights vested and converted to fully paid ordinary shares on a 1:1 basis on 11 July 2022.

The total amount recognised as equity based payment expense for the year ended 30 June 2023 was \$159,699 (30 June 2022: \$1,222,537).

3. Director Performance Rights

On 28 April 2022, the Company issued 10,000,000 Performance Rights to Executive Director of Mining and Development Mr Linton Putland and 4,550,000 Performance Rights to Non-Executive Director Ms Kristie Young under the Company's Incentive Option and Performance Rights Plan.

At 30 June 2023, the Company had on issue 10,000,000 Performance Rights to Mr Linton Putland (2022: 10,000,000) and 4,550,000 Performance Rights to Ms Kristie Young (2022: 4,550,000).

The total amount recognised as equity based payment expense for the for the year ended 30 June 2023 was \$113,771 (30 June 2022: \$19,559).

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Note 14. Equity Based Payments (cont.)

4. Incentive Performance Rights - Employees

On 26 May 2020, the Company issued Incentive Performance Rights to Chilean employees under the Company's Incentive Option and Performance Rights Plan. As at 30 June 2023, the Company had nil (2022: nil) on issue Incentive Performance Rights. The total amount recognised as equity based payment expense for the year ended 30 June 2023 was \$nil (2022: (\$215,879)).

5. Incentive Performance Rights - Employees

During the year ended 30 June 2023, the Company issued 18,802,940 Incentive Performance Rights to the Company's Australian and Chilean employees under the Company's Incentive Option and Performance Rights Plan.

On 8 May 2023, 100,000 Australian Performance Rights (a) – Milestone 1, vested and converted to fully paid ordinary shares on a 1:1 basis.

On 19 May 2023, 225,000 Chilean Employees Performance Rights (c) lapsed in accordance with vesting conditions becoming incapable of being satisfied.

6. Details of Incentive Performance Rights – Employees issued are as follows:

Class of Performance Right	Number issued	Vesting Condition	Expiry date
Australian Employees Performance Rights (a)			
Milestone 1	100,000 <i>(vested and converted 8 May 2023)</i>	Performance Rights will vest and become capable of exercise into fully paid ordinary Shares on 31 December 2022, subject to continuous service as an employee of the Company.	4 July 2027
Milestone 2	125,000	Performance Rights will vest and become capable of exercise into fully paid ordinary Shares on 31 December 2023, subject to continuous service as an employee of the Company (Milestone 2).	4 July 2027
Chilean Employees Performance Rights (b)			
Milestone 1	9,176,470	Performance Rights will vest and become capable of exercise into fully paid ordinary shares twelve (12) months from the date of issue, subject to continuous service as an employee/contractor of the Company.	4 July 2027
Milestone 2	9,176,470	Performance Rights will vest and become capable of exercise into fully paid ordinary shares upon announcement of a 2 million ounce Mineral Resource Estimate at equivalent of a gold grade of 1 gram per tonne or greater, as defined by the JORC code, at El Zorro by 5 February 2024.	4 July 2027

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Note 14. Equity Based Payments (cont.)

Class of Performance Right	Number issued	Vesting Condition	Expiry date
Chilean Employees Performance Rights (c)			
Milestone 1	100,000 <i>(lapsed 19 May 2023)</i>	Performance Rights will vest and become capable of exercise into fully paid ordinary Shares, subject to continuous service as an employee/contractor of the Company on 30 June 2023.	7 September 2027
Milestone 2	125,000 <i>(lapsed 19 May 2023)</i>	Performance Rights will vest and become capable of exercise into fully paid ordinary Shares, subject to continuous service as an employee/contractor of the Company on 30 June 2024.	7 September 2027

The fair value of the Performance Rights granted are estimated at the date of grant based on the assumptions set out below:

(a) *Performance Rights issued to Australian employees:*

	Milestone 1	Milestone 2
Assumptions:		
Grant date	4 July 2022	4 July 2022
Issue date	31 December 2022	31 December 2022
Expiry date	4 July 2027	4 July 2027
Share price at grant date	\$0.05	\$0.05
Probability	100%	80%
Vesting period	6 months	18 months
Expected volatility	100%	100%
Dividend yield	-	-
Risk-free interest rate	2.57%	2.57%
Number of performance rights	100,000	125,000
Fair value at grant date	\$0.05	\$0.05
Amount recognised as equity based payment expense for the year ended 30 June 2023	\$4,700	\$3,113

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Note 14. Equity Based Payments (cont.)

(b) Performance Rights issued to Chilean employees:

	Milestone 1	Milestone 2
Assumptions:		
Grant date	4 July 2022	4 July 2022
Issue date	31 December 2022	31 December 2022
Expiry date	4 July 2027	4 July 2027
Share price at grant date	\$0.05	\$0.05
Probability	100%	35%
Vesting period	18 months	19 months
Expected volatility	100%	100%
Dividend yield	-	-
Risk-free interest rate	2.57%	2.57%
Number of performance rights	9,176,470	9,176,470
Fair value at grant date	\$0.05	\$0.05
Amount recognised as equity based payment expense for the year ended 30 June 2023	\$285,682	\$97,793

(c) Performance Rights issued to Chilean employees:

	Milestone 1	Milestone 2
Assumptions:		
Grant date	7 September 2022	7 September 2022
Issue date	31 December 2022	31 December 2022
Expiry date	7 September 2027	7 September 2027
Share price at grant date	\$0.04	\$0.04
Probability	0%	0%
Vesting period	10 months	22 months
Expected volatility	100%	100%
Dividend yield	-	-
Risk-free interest rate	3.14%	3.14%
Number of performance rights	100,000	125,000
Fair value at grant date	\$0.04	\$0.04
Amount recognised as equity based payment expense for the year ended 30 June 2023	-	-

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Note 14. Equity Based Payments (cont.)

At 30 June 2023, management has provided the best estimate of the probability of performance rights expected to vest. The performance rights have been valued in accordance with AASB 2 *Share Based Payments* and are brought to account over their vesting periods. Equity based payment expense of for the year ended 30 June 2023 \$387,288 (30 June 2022: \$nil) has been included in the statement of profit or loss and other comprehensive income for the period.

A total of 73,087,940 performance rights were outstanding as at 30 June 2023 (2022: 104,670,000). The weighted average remaining contractual life of performance rights outstanding at the end of the financial year was 2.37 years (2022: 1.75 years).

Note 15. Related Party Disclosures

Key Management Personnel and transactions with other related parties

Disclosures relating to Key Management Personnel are set out in Note 13 and the Remuneration Report included in the Directors' Report.

a) Transactions with Key Management Personnel and their related parties

An entity associated with Mr Geoffrey McNamara, a Director, Tanamera Resources Pte Ltd, provided consulting service for fee \$156,000 during the year ended 30 June 2023 (2022: \$115,500).

An entity associated with Mr Linton Putland, a Director, LJ Putland & Associates provided consulting services for \$nil (2022: \$54,000) and \$6,945 (2022: \$4,735) for software licence fees during the year ended 30 June 2023.

Tesoro Gold Ltd provided administrative support services to Culpeo Minerals Limited, a company associated with directors, Mr Geoffrey McNamara and Mr Zeffron Reeves for \$46,406 (2022: \$16,640).

b) Outstanding balances arising from sales/purchases of goods and services, transactions

Outstanding balances with related parties during the year ended:

	30 June 2023 \$	30 June 2022 \$
Tanamera Pte Ltd, an entity associated with Mr Geoffrey McNamara - consulting fees	46,500	170,344
LJ Putland & Associates, an entity associated with Mr Linton Putland - software licence fees	579	579

c) Loans to Key Management Personnel and their related parties

There were no loans with key management personnel of the Company during the financial year ended 30 June 2023 (2022: nil).

Note 16. Financial Risk Management Objectives and Policies

The main risks arising from the Group's financial instruments are market risk, currency risk and interest rate risk.

This note presents information about the Group's exposure to each of the above risks, their objectives, policies and processes for measuring and managing risk, and the management of capital.

The Board has overall responsibility for the establishment and oversight of the risk management framework. The Board reviews and agrees policies for managing each of these risks and they are summarised below.

The Group's principal financial instruments comprise cash and short-term deposits. The main purpose of the financial instruments is to earn the maximum amount of interest at a low risk to the Group. The Group also has other financial instruments such as trade debtors and creditors which arise directly from its operations.

(a) *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 Group is exposed to movements in market interest rates on short term deposits. The policy is to monitor the interest rate yield curve out to 120 days to ensure a balance is maintained between the liquidity of cash assets and the interest rate return. The Group does not have short or long-term debt, and therefore this risk is minimal.

(b) *Currency Risk*

Foreign exchange risk arises from future commitments, assets and liabilities that are denominated in a currency that is not the functional currency of the Group. The Group deposits are denominated in both Chilean Peso, US dollar and Australian dollars. At the year end the majority of deposits were held in Australian dollars. Currently, there are no foreign exchange programs in place. Based upon the above, the impact of reasonably possible changes in foreign exchange rates for the Group is not material.

(c) *Interest Rate Risk*

The table below reflects the undiscounted contractual settlement terms for financial instruments of a fixed period of maturity, as well as management's expectations of the settlement period for all other financial instruments. As such, the amounts might not reconcile to the statement of financial position.

Note 16. Financial Risk Management Objectives and Policies (cont.)

	Weighted Average Effective Interest Rate %	Less than 1 month \$	1 to 3 months \$	3 months to 1 year \$	1 to 5 years \$	Total \$
30 June 2023						
FINANCIAL ASSETS						
Non-interest bearing		577,448	-	-	-	577,448
Variable interest rate instruments	1.23%	2,238,613	-	-	-	2,238,613
Fixed interest rate instruments	4.25%	-	-	10,000	-	10,000
		<u>2,816,061</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>2,826,061</u>
FINANCIAL LIABILITIES						
Non-interest bearing		(1,079,654)	-	-	-	(1,079,654)
Lease liabilities	4.52%	(4,445)	(13,334)	(35,558)	(32,798)	(86,135)
		<u>1,731,962</u>	<u>(13,334)</u>	<u>(25,558)</u>	<u>(32,798)</u>	<u>1,660,272</u>

	Weighted Average Effective Interest Rate %	Less than 1 month \$	1 to 3 months \$	3 months to 1 year \$	1 to 5 years \$	Total \$
30 June 2022						
FINANCIAL ASSETS						
Non-interest bearing		1,198,714	-	-	-	1,198,714
Variable interest rate instruments	0.01%	2,751,059	-	-	-	2,751,059
Fixed interest rate instruments	0.25%	-	-	10,000	-	10,000
		<u>3,949,773</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>3,959,773</u>
FINANCIAL LIABILITIES						
Non-interest bearing		(805,049)	-	-	-	(805,049)
Lease liabilities	4.52%	(1,900)	(5,701)	(15,203)	(86,134)	(108,938)
		<u>3,142,824</u>	<u>(5,701)</u>	<u>(5,203)</u>	<u>(86,134)</u>	<u>3,045,786</u>

Net fair value of financial assets and liabilities

The carrying amount of cash and cash equivalents approximates fair value because of their short-term maturity.

(d) *Interest Rate Sensitivity Analysis*

At 30 June 2023, the effect on loss and equity as a result of changes in the interest rate, with all other variable remaining constant would have immaterial effect.

(e) *Credit Risk*

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group has adopted the policy of only dealing with creditworthy counterparties and obtaining sufficient collateral or other security where appropriate, as a means of mitigating the risk of financial loss from defaults.

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Note 16. Financial Risk Management Objectives and Policies (cont.)

The Group operates in the mining exploration sector; it therefore does not supply products and have trade receivables and is not exposed to credit risk in relation to trade receivables. The Group does not have any significant credit risk exposure to any single counterparty or any Company of counterparties having similar characteristics.

The Group's maximum exposure to credit risk at each balance date in relation to each class of recognised financial assets is the carrying amount, net of any allowance for doubtful debts, of those assets as indicated in the statement of financial position. The maximum credit risk exposure of the Group at 30 June 2023 is \$nil (2022: \$398,000). The amount of impaired receivable in the financial year ended 30 June 2023 is \$328,000 (2022: \$nil).

(f) *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.

The Group manages liquidity risk by monitoring forecast cash flows on a rolling monthly basis and entering into supply contracts which can be cancelled within a short timeframe. The Group does not have any significant liquidity risk as the Group does not have any collateral debts.

(g) *Capital Management*

The Group's objectives when managing capital are to safeguard its ability to continue as a going concern, so it may continue to provide returns for shareholders and benefits for other stakeholders.

Due to the nature of the Group's activities, being mineral exploration, it does not have ready access to credit facilities and therefore is not subject to any externally imposed capital requirements, with the primary sources of project funding to date being raising funds from equity markets. Accordingly, the objective of the Group's capital risk management is to balance the current working capital position against the requirements to meet progressing exploration and evaluation work, project related costs and corporate overheads. Going forward, operations budget and cashflow forecasts are monitored to ensure sufficient funding to meet expenditure.

The directors consider that the carrying value of the financial assets and financial liabilities recognised in the consolidated financial statements approximate their fair value.

	30 June 2023 \$	30 June 2022 \$
Note 17. Loss Per Share		
Loss after income tax	(2,868,539)	(5,349,228)
Non-controlling interest	282,187	(288,879)
Loss after income tax attributable to the owners of the parent used in the calculation of basic and diluted loss per share	(3,150,726)	(5,060,349)
	Number of Shares	Number of Shares
(a) Weighted average number of ordinary shares outstanding during the reporting period used in calculation of basic loss per share:	988,833,107	639,640,554
Basic loss per share (cents per share)	(0.32)	(0.79)
(b) Weighted average number of ordinary shares outstanding during the reporting period used in calculation of diluted loss per share:	988,833,107	639,640,554
Diluted loss per share (cents per share)	(0.32)	(0.79)

Basic earnings per share is calculated as net profit or loss attributable to members of the parent, adjusted to exclude any costs of servicing equity (other than dividends) and preference share dividends, divided by the weighted average number of ordinary shares, adjusted for any bonus element.

Diluted earnings per share is calculated as net profit or loss attributable to members of the parent, adjusted for:

- costs of servicing equity (other than dividends) and preference share dividends;
- the after-tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
- other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares; divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

Note 18. Segment Reporting

Tesoro Gold Ltd operates predominantly in one industry being the mining exploration and evaluation industry in Chile, with its corporate function located in Australia.

Segment Information

Identification of reportable segments

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

The Company is managed primarily on the basis of evaluation of its gold exploration tenements in Chile and its corporate activities. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating operating segments where the segments are considered to have similar economic characteristics.

Types of reportable segments

(i) Exploration and evaluation

Segment assets, including acquisition cost of exploration licenses and all expenses related to the licenses in Chile are reported in this segment.

(ii) Corporate

Corporate, including treasury, corporate and regulatory expenses arising from operating an ASX listed entity. Segment assets, including cash and cash equivalents and investments in financial assets are reported in this segment.

Basis of Accounting for Purposes of Reporting by Operating Segments

Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors as the chief operating decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Company.

Segment assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

Segment liabilities

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Segment liabilities include trade and other payables.

Note 18. Segment Reporting (cont.)

30 June 2023

Corporate	Exploration and Evaluation	Total
\$	\$	\$

(i) Segment performance

Segment income	79,053	-	79,053
Segment results	(2,272,659)	(595,880)	(2,868,539)

Included within segment results:

• Depreciation	(66,013)	(2,156)	(68,169)
• Interest income	36,865	-	36,865
• Impairment of asset	-	(186,034)	(186,034)

Segment assets	2,567,042	39,747,353	42,314,395
Segment liabilities	(683,053)	(581,283)	(1,264,336)

30 June 2022

Corporate	Exploration and Evaluation	Total
\$	\$	\$

(i) Segment performance

Segment income	47,907	1,860	49,767
Segment results	(3,017,752)	(2,331,476)	(5,349,228)

Included within segment results:

• Depreciation	(75,317)	12,870	(62,447)
• Interest income	501	325	826
• Impairment of asset	-	(1,941,280)	(1,941,280)

Segment assets	3,678,180	27,428,762	31,106,942
Segment liabilities	(743,082)	(244,156)	(987,238)

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Note 18. Segment Reporting (cont.)

(ii) Revenue by geographical region

There was no revenue attributable to external customers for the year ended 30 June 2023 (2022: Nil). The segment income of \$46,406 (2022: \$49,767) is income from provision of administrative support services and office space to related parties and other miscellaneous income.

(iii) Assets by geographical region

Non-current assets by geographical region are as follows.

	30 June 2023	30 June 2022
	\$	\$
Australia	112,623	176,924
Chile	38,996,684	26,228,656
	<u>39,109,307</u>	<u>26,405,580</u>

Note 19. Commitments for Expenditure

	30 June 2023	30 June 2022
	\$	\$
The exploration commitments are as follows:		
Not longer than 1 year	851,418	667,034
Longer than 1 but not longer than 5 years	-	-
Longer than 5 years	-	-
Total	<u>851,418</u>	<u>667,034</u>

Exploration commitments consist of annual rents payable on mineral concessions.

Note 20. Contingent Assets

All purchases in Chile are subject to the payment of the Impuesto al Valor Agregado ("IVA") which is a Value Added Tax.

As at 30 June 2021, El Zorro S.C.M. had applied for a VAT benefit. As at 30 June 2023, El Zorro S.C.M. carries an IVA tax receivable of \$4,561,657 (2022: \$3,376,103). On 2 August 2023, the company was notified by the relevant Chile tax authority that the application to obtain early VAT recovery from El Zorro S.C.M. has been accepted. The contingent asset has not been recognised as a receivable at 30 June 2023 as the amount recovered will be subject to satisfaction of certain criteria in the period ending 30 June 2030.

During the year ended 30 June 2023, \$592,470 (CLP359,272,754) refund has been received. Accordingly, \$186,034 of IVA tax receivable has been impaired in the statement of profit and loss and other comprehensive income for the financial year ended 30 June 2023 (2022: \$1,941,280).

Note 21. Contingent Liabilities

On 26 August 2021, Tesoro advised it had been served notice of dispute initiated by the Company's El Zorro Joint Venture partner, Wanaco SpA (Wanaco), lodged with the 7th Civil Court de Santiago de Chile.

Wanaco is disputing the valuation and the procedure followed for the capital increase approved in the Shareholders Meeting of El Zorro S.C.M held on 11 February 2021. El Zorro S.C.M is the El Zorro Gold Project joint venture company of which Tesoro's 95% owned Chilean subsidiary, Tesoro Mining Chile SpA (Tesoro Chile) currently owns 94.42% (2022: 85%).

On 15 June 2023, the judge summoned the parties involved in the trial to hear the judgement which the judge will announce the final decision of the case on a specific date in the near future. The final decision has not been advised at the date of this report.

Tesoro is confident that the capital increases were properly valued and duly approved under Chilean corporate and mining law and the dispute initiated by Wanaco is vexatious and with no legal basis.

Tesoro will vigorously defend its position and is considering its legal options to have this spurious claim rejected by the court. Tesoro's estimate of its financial effect is US\$150,000.

At a Shareholder Meeting of El Zorro S.C.M. held on 7 June 2023, it was resolved to increase the capital base via contribution on a pro-rated basis. Tesoro Chile subscribed its pro-rata shares for an amount equal to CLP14,539,379,845 (approximately \$26.87 million), which reflects its funding of exploration and development activities at El Zorro since March 2021. The minority shareholder in El Zorro S.C.M., Wanaco declined to participate in the capital increase, resulting in Tesoro Chile increasing its ownership in El Zorro S.C.M. to approximately 94.42%.

There are no other contingent liabilities as at 30 June 2023 and 30 June 2022.

Note 22. Interest in Other Entities

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policies described in note 1:

Name	Country of incorporation	Ownership %	
		2023	2022
Tesoro Mining Chile SPA	Chile	95	95
El Zorro S.C.M	Chile	94.42	85
Tesoro Australia Pty Ltd	Australia	100	100
The Food Box Asia Limited	Hong Kong	100	100
Plukka (HK) Limited	Hong Kong	100	100

The above subsidiaries have share capital consisting solely of ordinary shares that are held directly by the Group, and the proportion of ownership interests held equals the voting rights held by the Group. The country of incorporation or registration is also their principal place of business.

Note 22. Interest in Other Entities (cont.)

Summarised financial information

Summarised financial information of the subsidiary with non-controlling interests that are material to the consolidated entity are set out below:

	El Zorro S.C.M	
	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
Summarised statement of financial position		
Current assets	623,289	181,740
Non-current assets	38,831,912	23,435,604
Total Assets	39,455,201	23,617,344
Current liabilities	(314,628)	(45,581)
Non-current liabilities	-	(13,172,650)
Total Liabilities	(314,628)	(13,218,231)
Net assets	39,140,573	10,399,113
Summarised statement of profit or loss and other comprehensive income		
Expenses	(184,303)	(1,925,859)
Loss before income tax expense	(184,303)	(1,925,859)
Income tax expense	-	-
Loss after income tax expense	(184,303)	(1,925,859)
Other comprehensive income	-	-
Total comprehensive loss	(184,303)	(1,925,859)
Statement of cash flows		
Net cash from operating activities	592,470	-
Net cash used in investing activities	(16,359,351)	(12,645,754)
Net cash from financing activities	15,766,881	12,645,754
Net increase/(decrease) in cash and cash equivalents	-	-
Other financial information		
Loss attributable to non-controlling interests	282,187	(288,879)
Accumulated non-controlling interests at the end of the year	2,128,717	1,846,530

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Note 23. Cash flow information

	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
Reconciliation of cash:		
Cash balances	2,816,061	3,949,773
	2,816,061	3,949,773

Reconciliation of net loss after tax to the net cash outflows from operations:

Net loss	(2,868,539)	(5,349,228)
Adjustment for:		
Share based payments	660,758	1,161,217
Lease liabilities interest	4,609	4,917
Impairment of VAT receivable	186,034	1,941,280
Depreciation	68,169	62,447
Exchange difference	9,322	(56,391)
VAT refund received	592,470	-
Changes in assets and liabilities		
Trade and other receivables	(32,850)	(24,055)
Trade and other payables and provisions	(196,994)	105,410
Net cash flows used in operating activities	(1,577,021)	(2,154,403)

	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
Non-cash investing and financing activities		
Options issued to Lead Manager	368,939	-
	368,939	-

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Note 24. Parent Entity Disclosures

	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
(a) Financial position		
Assets		
Current assets	2,454,419	3,501,256
Non-current assets	24,021,632	16,655,227
Total Assets	26,476,051	20,156,483
Liabilities		
Current liabilities	(593,848)	(631,206)
Non-current liabilities	(860,673)	(883,461)
Total Liabilities	(1,454,521)	(1,514,667)
Equity		
Issued capital	58,075,057	48,945,881
Accumulated losses	(34,314,016)	(32,041,357)
Reserves	1,260,489	1,737,292
Total Equity	25,021,530	18,641,816

	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
(b) Financial performance		
Loss for the year	(2,272,659)	(3,017,615)
Other comprehensive income	-	-
Total comprehensive loss	(2,272,659)	(3,017,615)

(c) Contingent liabilities

Refer to Note 21 for details.

(d) Contractual commitments

As at 30 June 2023 (2022: nil), the Company had no contractual commitments.

(e) Guarantees entered into by parent entity

As at 30 June 2023 and 2022, the Company had not entered into any guarantees.

The financial information for the parent entity, Tesoro Gold Ltd, has been prepared on the same basis as the consolidated financial statements, except as set out below.

Investments in subsidiaries, associates and joint venture entities

Investments in subsidiaries, associates and joint venture entities are accounted for at cost, less any impairment, in the parent entity. Dividends received from subsidiaries are recognised as other income by the parent entity and its receipt may be an indicator of an impairment of the investment.

Note 25. Remuneration of Auditors

During the financial year, the following fees were paid or payable for services provided by RSM Australia Partners, the auditor of the Company:

	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
Audit and review of financial statements	54,500	47,500
	<u>54,500</u>	<u>47,500</u>

Note 26. Right-of-Use-Assets

	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
Land and buildings – right-of-use	190,148	255,277
Less: Accumulated depreciation	(114,882)	(118,253)
	<u>75,266</u>	<u>137,024</u>

Movement during the year

	Year ended 30 June 2023 \$	Year ended 30 June 2022 \$
Opening balance	137,024	218,954
Additions	-	-
Depreciation expense	(64,833)	(81,930)
	<u>72,191</u>	<u>137,024</u>

The Company leases a building for its office under agreement of four years with the option to extend. On renewal, the terms of the lease are renegotiated.

Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease

Note 26. Right-of-Use-Assets (cont.)

incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Group expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The Group has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to statement of profit or loss and other comprehensive income as incurred.

Note 27. Events after reporting period

On 2 August 2023, the Company's subsidiary, El Zorro SCM, was granted Exporter status with the relevant Chilean authorities giving full recoverability to all allowable VAT paid in relation to the El Zorro Project.

On 30 August 2023, the Company announce the appointment of Mr Alan Gibson as Non-Executive Director. Mr Gibson is a nominee director of Corporate International Holdings BV, a wholly owned subsidiary of Gold Fields Ltd, which currently owns approximately 15.49% of the issued capital of the Company.

On 18 September 2023, the Company reported results from surface sampling south of the Ternera Gold Deposit.

Other than as discussed above, no other matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

In the opinion of the Directors of Tesoro Gold Ltd (the 'Company'):

- a. the financial statements, notes and the additional disclosures are in accordance with the Corporations Act 2001 including:
 - i. giving a true and fair view of the Group's financial position as at 30 June 2023 and of its performance for the year then ended; and
 - ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001;
- b. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
- c. the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with Section 295A of the Corporations Act 2001 for the financial year ended 30 June 2023.

Signed in accordance with a resolution of the Board of Directors.



Zeffron Reeves
Managing Director
29 September 2023

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RSM Australia Partners

Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100
F +61 (0) 8 9261 9111

www.rsm.com.au

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
TESORO GOLD LIMITED**

Opinion

We have audited the financial report of Tesoro Gold Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the Corporations Act 2001, including:

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards and the Corporations Regulations 2001.

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

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

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RSM Australia Partners ABN 36 965 185 036

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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 this matter
Exploration and Evaluation Expenditure Refer to Note 6 in the financial statements	
<p>The Group has capitalised exploration and evaluation expenditure with a carrying value of \$38,429,591 as at 30 June 2023.</p> <p>We considered this to be a key audit matter due to the significant management judgments involved in assessing the carrying value of the asset including:</p> <ul style="list-style-type: none"> • Determination of whether the expenditure can be associated with finding specific mineral resources, and the basis on which that expenditure is allocated to an area of interest; • Determination of whether exploration activities have progressed to the stage at which the existence of an economically recoverable mineral reserve may be assessed; and • Assessing whether any indicators of impairment are present, and if so, judgments applied to determine and quantify any impairment loss. 	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> • Assessing the Group's accounting policy for compliance with Australian Accounting Standards; • Assessing whether the Group's right to tenure of each relevant area of interest is current; • Agreeing, on a sample basis, additions of capitalised exploration and evaluation expenditure to supporting documentation, including assessing whether amounts are capital in nature and relate to the relevant area of interest; • Assessing and evaluating management's assessment that no indicators of impairment existed at the reporting date; • Assessing management's determination that exploration and evaluation activities have not yet reached a stage where the existence or otherwise of economically recoverable reserves may be reasonably determined; • Enquiring with management and reading budgets and other supporting documentation to corroborate that active and significant operations in, or relation to, each relevant area of interest will be continued in the future; and • Assessing the appropriateness of the disclosures in financial report.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2023, but does not include the financial report and the 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 preparing the financial report, the directors are responsible for assessing the ability of the Group 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 Group or to cease operations, or have 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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: https://www.auasb.gov.au/auditors_responsibilities/ar2.pdf. This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the directors' report for the year ended 30 June 2023.

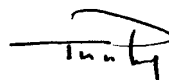
In our opinion, the Remuneration Report of Tesoro Gold Limited, for the year ended 30 June 2023, complies with section 300A of the Corporations Act 2001.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 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.

A stylized, handwritten-style signature of the letters 'RSM'.

RSM AUSTRALIA PARTNERS

A handwritten signature in black ink, appearing to read 'Tutu Phong'.

TUTU PHONG
Partner

Perth, WA
Dated: 29 September 2023

Additional information for ASX listed public companies

The following additional information is required by the Australian Securities Exchange in respect of ASX listed public companies and is current as at 31 August 2023.

Fully Paid Ordinary Shares

The Company has 1,053,612,571 ordinary fully paid shares on issue, held by 2,973 shareholders. Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Distribution of Shareholders

Category (size of holding)	Total Holders	Number Ordinary	% Held of Issued Ordinary Capital
1 – 1,000	200	66,110	0.01%
1,001 – 5,000	496	1,459,277	0.14%
5,001 – 10,000	329	2,609,357	0.25%
10,001 – 100,000	1,240	48,483,303	4.60%
100,001 – and over	708	1,000,994,524	95.01%
	2,973	1,053,612,571	100.00%

Unmarketable Parcels

Number of Shares	Holders
12,009,192	1,510

As at 31 August 2023, there were 1,510 shareholders holding less than a marketable parcel of shares.

Performance Rights

The Company has 73,3087,940 Performance Rights on issue. Performance Rights do not entitle the holders to vote in respect of that performance right, nor participate in dividends, when declared, until such time as the performance rights vest and are subsequently registered as ordinary shares.

Distribution of Class C Performance Rights

Category (size of holding)	Total Holders	Units	% Held
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 – and over	3 ¹	20,940,000	100.00
	3	20,940,000	100.00

- Linkwood Holdings Pte Ltd holds 10,805,000 performance rights comprising 51.6% of this class; Mr Zeffron Reeves holds 9,225,000 performance rights comprising 44.05% of this class.

Distribution of Class D Performance Rights

Category (size of holding)	Total Holders	Units	% Held
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 – and over	2 ¹	20,030,000	100.00
	2	20,030,000	100.00

- Linkwood Holdings Pte Ltd holds 10,805,000 performance rights comprising 53.94% of this class; Mr Zeffron Reeves holds 9,225,000 performance rights comprising 46.06% of this class.

Additional information for ASX listed public companies

Distribution of Performance Rights

Category (size of holding)	Total Holders	Units	% Held
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 – and over	3 ¹	18,477,940	100.00
	3	18,477,940	100.00

1. Mr Sergio Uribe Valdes holds 11,764,706 performance rights comprising 63.67% of this class; Mr Ruben Angel Cahuana Ari holds 6,588,234 performance rights comprising 35.65% of this class.

Distribution of Class E Performance Rights

Category (size of holding)	Total Holders	Units	% Held
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 – and over	2 ¹	13,640,000	100.00
	2	13,640,000	100.00

1. Mr Linton John Putland & Ms Karen Suzanne Putland hold 10,000,000 performance rights comprising 73.31% of this class; Ms Kristie Peta Young holds 3,640,000 performance rights comprising 26.69% of this class.

Options

The Company has 196,555,153 listed options on issue, as set out below. Options do not entitle the holders to vote in respect of that option, nor participate in dividends, when declared, until such time as the options are exercised and subsequently registered as ordinary shares.

Listed Options Exercisable at \$0.11 on or before 7 July 2025

Category (size of holding)	Total Holders	Units	% Held
1 – 1,000	1	2	-
1,001 – 5,000	-	-	-
5,001 – 10,000	4	33,333	0.06
10,001 – 100,000	10	692,577	1.16
100,001 – and over	52 ¹	59,530,250	98.79
	67	60,256,162	100.00

1. UBS Nominees Pty Ltd hold 14,699,928 options comprising 24.57% of this class.

Additional information for ASX listed public companies

Listed Options Exercisable at \$0.07 on or before 13 December 2025

Category (size of holding)	Total Holders	Units	% Held
1 – 1,000	39	19,609	0.01
1,001 – 5,000	55	150,296	0.11
5,001 – 10,000	35	259,682	0.19
10,001 – 100,000	97	4,140,719	3.04
100,001 – and over	40 ¹	131,728,685	96.65
	266	136,298,991	100.00

- Corporate International Holdings BV hold 81,613,925 options comprising 59.88% of this class; Shaw and Partners Limited hold 21,799,691 options comprising 15.99% of this class; UBS Nominees Pty Ltd hold 18,906,726 options comprising 13.87% of this class.

Share Rights

The Company has 277,777 Share Rights on issue, as set out below. Share Rights do not entitle the holders to vote in respect of that share right, nor participate in dividends, when declared, until such time as the share rights are exercised and subsequently registered as ordinary shares.

Share Rights Expiring on or before 1 August 2028

Category (size of holding)	Total Holders	Total Units	% Held
1 – 1,000	-	-	-
1,001 – 5,000	-	-	-
5,001 – 10,000	-	-	-
10,001 – 100,000	-	-	-
100,001 – and over	1 ¹	277,777	100.00%
	1	277,777	100.00%

- Mr Linton John Putland & Ms Karen Suzanne Putland <Putland Family A/C> hold 277,777 share rights comprising 100% of this class.

Restricted Securities

The Company does not have any restricted securities on issue.

Substantial Shareholders

	Number of Ordinary Fully Paid Shares Held	% Held of Issued Ordinary Capital
Corporate International Holdings BV	163,227,850 ¹	14.83%
Mr Zeffron Charles Reeves <The Palin A/C>	65,224,417 ²	8.04%

- As released on ASX on 20 December 2022
- As released on ASX on 14 July 2022

Additional information for ASX listed public companies

20 Largest Shareholders — Ordinary Shares as at 31 August 2023

Rank / Name	Number of Ordinary Fully Paid Shares Held	% Held of Issued Ordinary Capital
1. CORPORATE INTERNATIONAL HOLDINGS BV	163,227,850	15.49%
2. ZEFFRON CHARLES REEVES	65,224,417	6.19%
3. CITICORP NOMINEES PTY LIMITED	60,596,451	5.75%
4. HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	51,558,512	4.89%
5. BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP>	34,952,561	3.32%
6. TANAMERA RESOURCES PTE LTD	33,610,546	3.19%
7. MR KENNETH JOSEPH HALL <HALL PARK A/C>	29,240,741	2.78%
8. BERNE NO 132 NOMINEES PTY LTD <751547 A/C>	28,701,770	2.72%
9. J P MORGAN NOMINEES AUSTRALIA PTY LIMITED	23,240,246	2.21%
10. UBS NOMINEES PTY LTD	20,840,502	1.98%
11. HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED	14,900,132	1.41%
12. NEBARI GOLD FUND 1 LP	11,916,667	1.13%
13. MR RICHARD FRANCIS THOMSON	10,750,134	1.02%
14. WALZ SUPER PTY LTD <WALZ SUPER FUND A/C>	10,148,932	0.96%
15. MR BERNARD JOHN MCCUNE	10,000,000	0.95%
16. MR ANDREW DOUGLAS GLASS	9,832,000	0.93%
17. BUTTONWOOD NOMINEES PTY LTD	9,589,328	0.91%
18. MR ANDREW KENNEDY	7,980,864	0.76%
19. MR DARRYL LEONARD GOODE & MRS LYNETTE EVELYN GOODE <THE GOODE SUPER FUND A/C>	7,000,000	0.66%
20. MR PHILIP ALAN SPEAKMAN	6,750,000	0.64%
Total	610,061,653	57.90%

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Additional information for ASX listed public companies

20 Largest Holders — Listed Options (exercisable at \$0.11 on or before 7 July 2025) as at 31 August 2023

	Rank / Name	Number of Listed Options Held	% Held
1.	UBS NOMINEES PTY LTD	14,699,928	24.57%
2.	NEBARI GOLD FUND 1 LP	5,958,333	9.96%
3.	SHAW AND PARTNERS LIMITED	5,908,500	9.87%
4.	TMJ SECURITIES PTY LTD	3,367,650	5.63%
5.	MR RAMIN VAHDANI	2,088,167	3.49%
6.	EL-RAGHY KRIEWALDT PTY LTD	2,000,000	3.34%
7.	BALCLUTHA ADVISORS PTY LTD	1,666,667	2.79%
8.	MR SIMON WILLIAM TRITTON <INVESTMENT A/C>	1,500,000	2.51%
9.	GOFFACAN PTY LTD <KMM FAMILY A/C>	1,433,333	2.40%
10.	MRS JUDITH SUZANNE PIGGIN & MR DAMIEN JAYE PIGGIN & MR GLENN ADAM PIGGIN <PIGGIN FAMILY S/F A/C>	1,041,666	1.74%
11.	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP>	1,000,182	1.67%
12.	GOFFACAN PTY LTD	1,000,000	1.67%
12.	MR ROBERT JOHN CONWAY <CONWAY FAMILY A/C>	1,000,000	1.67%
13.	CITICORP NOMINEES PTY LIMITED	966,737	1.62%
14.	MR KERRY NORMAN BIGNELL	950,000	1.59%
15.	MR DAVID JAMES AZAR	850,000	1.42%
16.	ON SITE LABORATORY SERVICES PTY LTD	833,333	1.39%
17.	MR DARRYL LEONARD GOODE & MRS LYNETTE EVELYN GOODE	800,000	1.34%
18.	MR DARRYL LEONARD GOODE & MRS LYNETTE EVELYN GOODE <THE GOODE SUPER FUND A/C>	750,000	1.25%
18.	MISS YI ZHEN LI	750,000	1.25%
18.	MR PHILIP ANDREW THICK	750,000	1.25%
18.	RORY KEANE	750,000	1.25%
19.	MR CLAUDIU GABRIEL DINCA <RAI INVESTMENT A/C>	666,666	1.11%
20.	TALAVERA CAPITAL PTY LIMITED	600,000	1.00%
	Total	51,331,162	85.78%

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Additional information for ASX listed public companies

20 Largest Holders — Listed Options (exercisable at \$0.07 on or before 13 December 2025) as at 31 August 2023

	Rank / Name	Number of Options Held	% Held
1.	CORPORATE INTERNATIONAL HOLDINGS BV	81,613,925	59.88%
2.	SHAW AND PARTNERS LIMITED	21,799,691	15.99%
3.	UBS NOMINEES PTY LTD	18,906,726	13.87%
4.	BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP>	1,560,754	1.15%
5.	SUPERHERO SECURITIES LIMITED <CLIENT A/C>	505,655	0.37%
6.	ACUITY CAPITAL INVESTMENT MANAGEMENT PTY LTD <ACUITY CAPITAL HOLDINGS A/C>	500,000	0.37%
7.	CITICORP NOMINEES PTY LIMITED	460,012	0.34%
8.	MR DARRYL LEONARD GOODE & MRS LYNETTE EVELYN GOODE <THE GOODE SUPER FUND A/C>	389,285	0.29%
9.	MR PHILIP ALAN SPEAKMAN	375,000	0.28%
10.	LAMINAERO PTY LTD <M & J KEATING FAMILY A/C>	354,878	0.26%
11.	MR SIMON QUAN	352,270	0.26%
12.	GOFFACAN PTY LTD <KMM FAMILY A/C>	344,712	0.25%
13.	MR ANDREW KENNEDY	336,900	0.25%
14.	ULADAK PTY LTD <KADALU FAMILY A/C>	252,804	0.19%
15.	GECKO RESOURCES PTY LTD	250,000	0.18%
15.	ALWAYS BETTER CONCRETING PTY LTD	250,000	0.18%
16.	HAREBREN PTY LTD <HAREBREN SF A/C>	227,679	0.17%
17.	MR KAAAN DURAN	215,420	0.16%
18.	PAUL SHERRIFF & DAVID SHERRIFF & JEN SHERRIFF <CITANOX SMSF A/C>	214,286	0.16%
19.	GODDARD SUPER INVESTMENTS PTY LTD <GODDARD SF A/C>	202,603	0.15%
20.	MR KERRY NORMAN BIGNELL	200,000	0.15%
	Total	129,312,600	94.87%

On-market Buy-Back

There is no current on-market buy-back.

Corporate Governance Statement

The Company's Corporate Governance Statement for the 2023 financial year is available from the Company's website at <https://tesorogold.com.au/company/corporate-governance/>

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Tenements Schedule as at 30 June 2023

EL ZORRO GOLD PROJECT EXPLORATION CONCESSIONS (93.8%* Tesoro Mining Chile SpA)

Concession Name	Date of Expiration	Size (ha)	Concession type
ZORRO 1B	10-august-2026	200	Exploration
ZORRO 2B	10-august-2026	200	Exploration
ZORRO 3B	10-august-2026	200	Exploration
ZORRO 4B	10-august-2026	100	Exploration
ZORRO 5B	10-august-2026	200	Exploration
ZORRO 6B	10-august-2026	200	Exploration
PUNTA DE DIAMENTE 1A	17-august-2025	200	Exploration
PUNTA DE DIAMENTE 2A	06-august-2025	300	Exploration
PUNTA DE DIAMENTE 3A	28-september-2025	300	Exploration
LA NEGRA COJA 1A	10-august-2025	200	Exploration
LA NEGRA COJA 2A	06-august-2025	300	Exploration
LA NEGRA COJA 3A	10-august-2025	300	Exploration
LA NEGRA COJA 4A	06-august-2025	200	Exploration
LA NEGRA COJA 5A	09-august-2025	300	Exploration
LA NEGRA COJA 6A	11-august-2025	200	Exploration
LA NEGRA COJA 7A	09-august-2025	300	Exploration
LA NEGRA COJA 8A	11-august-2025	300	Exploration
LA NEGRA COJA 9A	09-august-2025	200	Exploration
LA NEGRA COJA 10A	11-august-2025	300	Exploration
LA NEGRA COJA 11A	10-august-2025	300	Exploration
LA NEGRA COJA 12A	11-august-2025	200	Exploration
LA NEGRA COJA 13A	10-august-2025	300	Exploration
LA NEGRA COJA 14A	11-august-2025	300	Exploration
LA NEGRA COJA 15A	10-august-2025	300	Exploration
LA NEGRA COJA 16A	18-august-2025	200	Exploration
LA NEGRA COJA 17A	17-august-2025	300	Exploration
LA NEGRA COJA 18A	18-august-2025	300	Exploration
LA NEGRA COJA 19A	11-august-2025	200	Exploration
NICE BARREL 1	05-august-2025	200	Exploration
NICE BARREL 2	05-august-2025	300	Exploration
NICE BARREL 3	06-august-2025	200	Exploration
NICE BARREL 4	05-august-2025	200	Exploration
NICE BARREL 5	06-august-2025	200	Exploration
NICE BARREL 6	05-august-2025	200	Exploration
NICE BARREL 7	10-august-2025	200	Exploration
NICE BARREL 13	28-september-2025	300	Exploration
NICE BARREL 12	28-september-2025	200	Exploration
NICE BARREL 11	28-september-2025	300	Exploration
NICE BARREL 10	28-september-2025	200	Exploration
NICE BARREL 9	28-september-2025	300	Exploration
NICE BARREL 8	28-september-2025	200	Exploration

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Concession Name	Date of Expiration	Size (ha)	Concession type
SIERRA PATACONES 1	Replaced by SIERRA PATACONES 1A in process	300	Exploration
SIERRA PATACONES 2	Replaced by SIERRA PATACONES 2A in process	300	Exploration
SIERRA PATACONES 3	Replaced by SIERRA PATACONES 3A in process	300	Exploration
SIERRA PATACONES 4	Replaced by SIERRA PATACONES 4A in process	300	Exploration
SIERRA PATACONES 5	Replaced by SIERRA PATACONES 5A in process	300	Exploration
SIERRA PATACONES 6	Replaced by SIERRA PATACONES 6A in process	300	Exploration
SIERRA PATACONES 7	Replaced by SIERRA PATACONES 7A in process	300	Exploration
SIERRA PATACONES 8	Replaced by SIERRA PATACONES 8A in process	300	Exploration
SIERRA PATACONES 9	Replaced by SIERRA PATACONES 9A in process	300	Exploration
SIERRA PATACONES 10	Replaced by SIERRA PATACONES 10A in process	300	Exploration
SIERRA PATACONES 11	Replaced by SIERRA PATACONES 11A in process	300	Exploration
SIERRA PATACONES 12	Replaced by SIERRA PATACONES 12A in process	300	Exploration
SIERRA PATACONES 13	Replaced by SIERRA PATACONES 13A in process	300	Exploration
SIERRA PATACONES 14	Replaced by SIERRA PATACONES 14A in process	300	Exploration
SIERRA PATACONES 15	Replaced by SIERRA PATACONES 15A in process	300	Exploration
SIERRA PATACONES 20	Replaced by SIERRA PATACONES 20A in process	300	Exploration
SIERRA PATACONES 19	Replaced by SIERRA PATACONES 19A in process	300	Exploration
SIERRA PATACONES 18	Replaced by SIERRA PATACONES 18A in process	300	Exploration
SIERRA PATACONES 17	Replaced by SIERRA PATACONES 17A in process	300	Exploration
SIERRA PATACONES 16	Replaced by SIERRA PATACONES 16A in process	300	Exploration
SIERRA PATACONES 21	Replaced by SIERRA PATACONES 21A in process	300	Exploration
SIERRA PATACONES 22	Replaced by SIERRA PATACONES 22A in process	300	Exploration
SIERRA PATACONES 23	Replaced by SIERRA PATACONES 23A in process	300	Exploration
SIERRA PATACONES 24	Replaced by SIERRA PATACONES 24A in process	300	Exploration
SIERRA PATACONES 25	Replaced by SIERRA PATACONES 25A in process	300	Exploration
SIERRA PATACONES 26	Replaced by SIERRA PATACONES 26A in process	300	Exploration
SIERRA PATACONES 27	Replaced by SIERRA PATACONES 27A in process	300	Exploration
SIERRA PATACONES 28	Replaced by SIERRA PATACONES 28A in process	300	Exploration
SIERRA PATACONES 29	Replaced by SIERRA PATACONES 29A in process	300	Exploration
SIERRA PATACONES 30	Replaced by SIERRA PATACONES 30A in process	300	Exploration
SIERRA PATACONES 31	Replaced by SIERRA PATACONES 31A in process	300	Exploration
SIERRA PATACONES 32	Replaced by SIERRA PATACONES 32A in process	300	Exploration
SIERRA PATACONES 33	Replaced by SIERRA PATACONES 33A in process	300	Exploration
SIERRA PATACONES 34	Replaced by SIERRA PATACONES 34A in process	300	Exploration
SIERRA PATACONES 35	Replaced by SIERRA PATACONES 35A in process	300	Exploration
SIERRA PATACONES 42	Replaced by SIERRA PATACONES 42A in process	300	Exploration
SIERRA PATACONES 41	Replaced by SIERRA PATACONES 41A in process	300	Exploration
SIERRA PATACONES 40	Replaced by SIERRA PATACONES 40A in process	300	Exploration
SIERRA PATACONES 39	Replaced by SIERRA PATACONES 39A in process	300	Exploration
SIERRA PATACONES 38	Replaced by SIERRA PATACONES 38A in process	300	Exploration

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Concession Name	Date of Expiration	Size (ha)	Concession type
SIERRA PATACONES 37	Replaced by SIERRA PATACONES 37A in process	300	Exploration
SIERRA PATACONES 36	Replaced by SIERRA PATACONES 36A in process	300	Exploration
SIERRA PATACONES 43	Replaced by SIERRA PATACONES 43A in process	300	Exploration
SIERRA PATACONES 44	Replaced by SIERRA PATACONES 44A in process	300	Exploration
SIERRA PATACONES 45	Replaced by SIERRA PATACONES 45A in process	300	Exploration
SIERRA PATACONES 46	Replaced by SIERRA PATACONES 46A in process	300	Exploration
SIERRA PATACONES 47	Replaced by SIERRA PATACONES 47A in process	300	Exploration
SIERRA PATACONES 48	Replaced by SIERRA PATACONES 48A in process	300	Exploration
SIERRA PATACONES 49	Replaced by SIERRA PATACONES 49A in process	300	Exploration
SIERRA PATACONES 50	Replaced by SIERRA PATACONES 50A in process	300	Exploration
SIERRA PATACONES 51	Replaced by SIERRA PATACONES 51A in process	300	Exploration
SIERRA PATACONES 53	Replaced by SIERRA PATACONES 53A in process	300	Exploration
SIERRA PATACONES 54	Replaced by SIERRA PATACONES 54A in process	300	Exploration
SIERRA PATACONES 55	Replaced by SIERRA PATACONES 55A in process	300	Exploration
SIERRA PATACONES 56	Replaced by SIERRA PATACONES 56A in process	300	Exploration
SIERRA PATACONES 57	Replaced by SIERRA PATACONES 57A in process	300	Exploration
SIERRA PATACONES 62	Replaced by SIERRA PATACONES 62A in process	300	Exploration
SIERRA PATACONES 61	Replaced by SIERRA PATACONES 61A in process	300	Exploration
SIERRA PATACONES 60	Replaced by SIERRA PATACONES 60A in process	300	Exploration
SIERRA PATACONES 59	Replaced by SIERRA PATACONES 59A in process	300	Exploration
SIERRA PATACONES 58	Replaced by SIERRA PATACONES 58A in process	300	Exploration
SIERRA PATACONES 63	Replaced by SIERRA PATACONES 63A in process	300	Exploration
SIERRA PATACONES 64	Replaced by SIERRA PATACONES 64A in process	300	Exploration
SIERRA PATACONES 65	Replaced by SIERRA PATACONES 65A in process	300	Exploration
SIERRA PATACONES 66	Replaced by SIERRA PATACONES 66A in process	300	Exploration
SIERRA PATACONES 67	Replaced by SIERRA PATACONES 67A in process	300	Exploration
SIERRA PATACONES 68	Replaced by SIERRA PATACONES 68A in process	300	Exploration
SIERRA PATACONES 69	Replaced by SIERRA PATACONES 69A in process	300	Exploration
SIERRA PATACONES 70	Replaced by SIERRA PATACONES 70A in process	300	Exploration
SIERRA PATACONES 71	Replaced by SIERRA PATACONES 71A in process	300	Exploration
SIERRA PATACONES 72	Replaced by SIERRA PATACONES 72A in process	300	Exploration
SIERRA PATACONES 73	Replaced by SIERRA PATACONES 73A in process	300	Exploration
SIERRA PATACONES 74	Replaced by SIERRA PATACONES 74A in process	300	Exploration
SIERRA PATACONES 75	Replaced by SIERRA PATACONES 75A in process	300	Exploration
SIERRA PATACONES 76	Replaced by SIERRA PATACONES 76A in process	300	Exploration
SIERRA PATACONES 77	Replaced by SIERRA PATACONES 77A in process	300	Exploration
SIERRA PATACONES 84	Replaced by SIERRA PATACONES 84A in process	300	Exploration
SIERRA PATACONES 83	Replaced by SIERRA PATACONES 83A in process	300	Exploration
SIERRA PATACONES 82	Replaced by SIERRA PATACONES 82A in process	300	Exploration
SIERRA PATACONES 81	Replaced by SIERRA PATACONES 81A in process	300	Exploration

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Concession Name	Date of Expiration	Size (ha)	Concession type
SIERRA PATACONES 80	Replaced by SIERRA PATACONES 80A in process	300	Exploration
SIERRA PATACONES 79	Replaced by SIERRA PATACONES 79A in process	300	Exploration
SIERRA PATACONES 78	Replaced by SIERRA PATACONES 78A in process	300	Exploration
SIERRA PATACONES 52	Replaced by SIERRA PATACONES 52A in process	300	Exploration
GOLD STORE 72	Replaced by GOLD STORE 72A in process	300	Exploration
GOLD STORE 71	Replaced by GOLD STORE 71A in process	300	Exploration
GOLD STORE 70	Replaced by GOLD STORE 70A in process	300	Exploration
GOLD STORE 69	Replaced by GOLD STORE 69A in process	300	Exploration
GOLD STORE 68	Replaced by GOLD STORE 68A in process	300	Exploration
GOLD STORE 67	Replaced by GOLD STORE 67A in process	300	Exploration
GOLD STORE 66	Replaced by GOLD STORE 66A in process	300	Exploration
GOLD STORE 1	Replaced by GOLD STORE 1A in process	300	Exploration
GOLD STORE 2	Replaced by GOLD STORE 2A in process	300	Exploration
GOLD STORE 3	Replaced by GOLD STORE 3A in process	300	Exploration
GOLD STORE 4	Replaced by GOLD STORE 4A in process	300	Exploration
GOLD STORE 5	Replaced by GOLD STORE 5A in process	300	Exploration
GOLD STORE 6	Replaced by GOLD STORE 6A in process	300	Exploration
GOLD STORE 7	Replaced by GOLD STORE 7A in process	300	Exploration
GOLD STORE 8	Replaced by GOLD STORE 8A in process	300	Exploration
GOLD STORE 9	Replaced by GOLD STORE 9A in process	300	Exploration
GOLD STORE 10	Replaced by GOLD STORE 10A in process	300	Exploration
GOLD STORE 11	Replaced by GOLD STORE 11A in process	300	Exploration
GOLD STORE 12	Replaced by GOLD STORE 12A in process	300	Exploration
GOLD STORE 13	Replaced by GOLD STORE 13A in process	300	Exploration
GOLD STORE 14	Replaced by GOLD STORE 14A in process	300	Exploration
GOLD STORE 15	Replaced by GOLD STORE 15A in process	300	Exploration
GOLD STORE 16	Replaced by GOLD STORE 16A in process	300	Exploration
GOLD STORE 17	Replaced by GOLD STORE 17A in process	300	Exploration
GOLD STORE 18	Replaced by GOLD STORE 18A in process	300	Exploration
GOLD STORE 19	Replaced by GOLD STORE 19A in process	300	Exploration
GOLD STORE 20	Replaced by GOLD STORE 20A in process	300	Exploration
GOLD STORE 21	Replaced by GOLD STORE 21A in process	300	Exploration
GOLD STORE 22	Replaced by GOLD STORE 22A in process	300	Exploration
GOLD STORE 23	Replaced by GOLD STORE 23A in process	300	Exploration
GOLD STORE 24	Replaced by GOLD STORE 24A in process	300	Exploration
GOLD STORE 25	Replaced by GOLD STORE 25A in process	300	Exploration
GOLD STORE 26	Replaced by GOLD STORE 26A in process	300	Exploration
GOLD STORE 27	Replaced by GOLD STORE 27A in process	300	Exploration
GOLD STORE 28	Replaced by GOLD STORE 28A in process	300	Exploration
GOLD STORE 29	Replaced by GOLD STORE 29A in process	300	Exploration
GOLD STORE 30	Replaced by GOLD STORE 30A in process	300	Exploration
GOLD STORE 36	Replaced by GOLD STORE 36A in process	300	Exploration
GOLD STORE 35	Replaced by GOLD STORE 35A in process	300	Exploration
GOLD STORE 34	Replaced by GOLD STORE 34A in process	300	Exploration
GOLD STORE 33	Replaced by GOLD STORE 33A in process	300	Exploration

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Concession Name	Date of Expiration	Size (ha)	Concession type
GOLD STORE 37	Replaced by GOLD STORE 37A in process	300	Exploration
GOLD STORE 38	Replaced by GOLD STORE 38A in process	300	Exploration
GOLD STORE 39	Replaced by GOLD STORE 39A in process	300	Exploration
GOLD STORE 40	Replaced by GOLD STORE 40A in process	300	Exploration
GOLD STORE 41	Replaced by GOLD STORE 41A in process	300	Exploration
GOLD STORE 42	Replaced by GOLD STORE 42A in process	300	Exploration
GOLD STORE 43	Replaced by GOLD STORE 43A in process	300	Exploration
GOLD STORE 44	Replaced by GOLD STORE 44A in process	300	Exploration
GOLD STORE 45	Replaced by GOLD STORE 45A in process	300	Exploration
GOLD STORE 46	Replaced by GOLD STORE 46A in process	300	Exploration
GOLD STORE 47	Replaced by GOLD STORE 47A in process	300	Exploration
GOLD STORE 48	Replaced by GOLD STORE 48A in process	300	Exploration
GOLD STORE 49	Replaced by GOLD STORE 49A in process	300	Exploration
GOLD STORE 50	Replaced by GOLD STORE 50A in process	300	Exploration
GOLD STORE 51	Replaced by GOLD STORE 51A in process	300	Exploration
GOLD STORE 52	Replaced by GOLD STORE 52A in process	300	Exploration
GOLD STORE 53	Replaced by GOLD STORE 53A in process	300	Exploration
GOLD STORE 54	Replaced by GOLD STORE 54A in process	300	Exploration
GOLD STORE 55	Replaced by GOLD STORE 55A in process	300	Exploration
GOLD STORE 56	Replaced by GOLD STORE 56A in process	200	Exploration
GOLD STORE 57	Replaced by GOLD STORE 57A in process	300	Exploration
GOLD STORE 58	Replaced by GOLD STORE 58A in process	300	Exploration
GOLD STORE 59	Replaced by GOLD STORE 59A in process	300	Exploration
GOLD STORE 60	Replaced by GOLD STORE 60A in process	300	Exploration
GOLD STORE 61	Replaced by GOLD STORE 61A in process	300	Exploration
GOLD STORE 62	Replaced by GOLD STORE 62A in process	300	Exploration
GOLD STORE 63	Replaced by GOLD STORE 63A in process	300	Exploration
GOLD STORE 64	Replaced by GOLD STORE 64A in process	300	Exploration
GOLD STORE 65	Replaced by GOLD STORE 65A in process	300	Exploration
VACAS FLACAS 1	26-October-2026	300	Exploration
VACAS FLACAS 2	26-October-2026	300	Exploration
VACAS FLACAS 5	26-October-2026	300	Exploration
VACAS FLACAS 6	26-October-2026	300	Exploration
VACAS FLACAS 7	26-October-2026	300	Exploration
VACAS FLACAS 8	26-October-2026	300	Exploration
VACAS FLACAS 9	26-October-2026	300	Exploration
VACAS FLACAS 10	26-October-2026	300	Exploration
VACAS FLACAS 11	26-October-2026	300	Exploration
VACAS FLACAS 12	26-October-2026	300	Exploration
VACAS FLACAS 13	26-October-2026	300	Exploration
VACAS FLACAS 14	26-October-2026	300	Exploration
VACAS FLACAS 15	26-October-2026	300	Exploration
VACAS FLACAS 16	26-October-2026	300	Exploration
VACAS FLACAS 17	26-October-2026	300	Exploration
VACAS FLACAS 18	26-October-2026	300	Exploration
VACAS FLACAS 19	26-October-2026	300	Exploration

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Concession Name	Date of Expiration	Size (ha)	Concession type
VACAS FLACAS 20	26-October-2026	300	Exploration
VACAS FLACAS 21	26-October-2026	300	Exploration
VACAS FLACAS 22	26-October-2026	300	Exploration
VACAS FLACAS 23	26-October-2026	300	Exploration
VACAS FLACAS 24	26-October-2026	300	Exploration
VACAS FLACAS 25	26-October-2026	300	Exploration
VACAS FLACAS 28	26-October-2026	300	Exploration
VACAS FLACAS 27	26-October-2026	300	Exploration
VACAS FLACAS 26	26-October-2026	300	Exploration
VACAS FLACAS 3	26-October-2026	300	Exploration
VACAS FLACAS 4	26-October-2026	300	Exploration
BLOODY GOOD SHOT 13A	27-September-2026	200	Exploration
BLOODY GOOD SHOT 12A	27-September-2026	200	Exploration
BLOODY GOOD SHOT 11A	27-September-2026	200	Exploration
BLOODY GOOD SHOT 10A	27-September-2026	300	Exploration
BLOODY GOOD SHOT 9A	28-September-2026	300	Exploration
BLOODY GOOD SHOT 8A	5-October-2026	200	Exploration
BLOODY GOOD SHOT 7A	28-September-2026	100	Exploration
BLOODY GOOD SHOT 6A	5-October-2026	200	Exploration
BLOODY GOOD SHOT 5A	29-September-2026	200	Exploration
BLOODY GOOD SHOT 4A	29-September-2026	300	Exploration
BLOODY GOOD SHOT 3A	3-October-2026	300	Exploration
BLOODY GOOD SHOT 2A	3-October-2026	300	Exploration
BLOODY GOOD SHOT 1A	3-October-2026	300	Exploration
BUZZARD 1, 1 AL 300	NA-Constituted	300	Exploitation
BUZZARD 2, 1 AL 300	NA-Constituted	300	Exploitation
BUZZARD 3, 1 AL 300	NA-Constituted	300	Exploitation
BUZZARD 4, 1 AL 300	NA-Constituted	300	Exploitation
LEON DOS 1-30	NA-Constituted	300	Exploitation
LEON UNO 1-30	NA-Constituted	300	Exploitation
LAS COQUETAS 1/10	NA-Constituted	100	Exploitation
PATON DOS 1/29	NA-Constituted	230	Exploitation
PATON UNO 1/29	NA-Constituted	240	Exploitation
CALDERILLA 1, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 2, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 3, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 4, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 5, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 6, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 7, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 8, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 9, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 10, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 11, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 12, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 13, 1 AL 10	NA-Constituted	100	Exploitation

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Concession Name	Date of Expiration	Size (ha)	Concession type
CALDERILLA 14, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 15, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 16, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 17, 1 AL 10	NA-Constituted	76	Exploitation
CALDERILLA 18, 1 AL 10	NA-Constituted	36	Exploitation
CALDERILLA 19, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 20, 1 AL 10	NA-Constituted	91	Exploitation
CALDERILLA 21, 1 AL 10	NA-Constituted	76	Exploitation
CALDERILLA 22, 1 AL 10	NA-Constituted	100	Exploitation
CALDERILLA 23, 1 AL 10	NA-Constituted	100	Exploitation
TAKEO SEGUNDA 1 AL 20	NA-Constituted	100	Exploitation
TAKEO TERCERA 1 AL 20	NA-Constituted	100	Exploitation

Notes:

1. All concessions noted as "application" are moving through the application process and there is no legal impediment to them being granted.
2. Concessions noted as in process are being converted from exploration concessions to exploitation concessions and there is no legal impediment to them being granted.
3. Concessions noted as being in renewal process are exploration concessions under a renewal for a second term of two years and there is no legal impediment to them being renewed.
4. Constituted exploitation concessions have no expiry.

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SCAN TO VIEW ON INVESTOR HUB

ASX:TSO

Level 48, 152-158 St Georges Terrace
Perth WA 6000
ACN: 106 854 175

www.tesorogold.com.au