

Prodigy Gold NL



ABN 58 009 127 020

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2023



Contents



ABN 58 009 127 020 ACN 009 127 020

Directors	Mr Gerard McMahon (Chairman) Mr Mark Edwards (Managing Director) Mr Brett Smith Mr Neale Edwards
Secretary	Ms Jutta Zimmermann
Auditors	BDO Audit (WA) Pty Ltd Level 9, Mia Yellagonga Tower 2 5 Spring Street PERTH WA 6000
Bankers	Australia and New Zealand Banking Group Limited Level 10, 77 St Georges Terrace PERTH WA 6000
Share Registry	Automic Pty Ltd (Automic Group) Level 5, 191 St Georges Terrace PERTH WA 6000 Telephone: 1300 288 664 or +61 2 9698 5414
Solicitors	Ward Keller Northern Territory House Level 7, 22 Mitchell Street DARWIN NT 0800 Piper Alderman Level 16, 70 Franklin Street ADELAIDE SA 5000
Stock Exchange	Australian Securities Exchange Limited ASX Code: PRX
Registered Office	Level 1, 67 Smith Street DARWIN NT 0800
Principal Place of Business	Level 1, 67 Smith Street DARWIN NT 0800 Telephone +61 8 9423 9777 Fax: + 61 8 9423 9733
Postal Address	GPO Box 988 DARWIN NT 0801
Website	www.prodigygold.com.au
Email	admin@prodigygold.com.au

Contents

	Page
Directors' Report	4
Auditor's Independence Declaration	6
Interim Financial Report	
Consolidated Statement of Profit or Loss and Other Comprehensive Income	7
Consolidated Statement of Financial Position	8
Consolidated Statement of Changes in Equity	9
Consolidated Statement of Cash Flows	10
Notes to the Consolidated Financial Statements	11
Directors' Declaration	17
Independent Auditor's Review Report to the Members	18

DIRECTORS' REPORT

The Directors of Prodigy Gold NL (Prodigy Gold) present their report on the consolidated entity (Group), consisting of Prodigy Gold NL and the entities it controlled at the end of, and during, the half-year ended 31 December 2023.

Directors

Mr Gerard McMahon	Non-Executive Chairman
Mr Mark Edwards	Managing Director
Mr Brett Smith	Non-Executive Director
Mr Neale Edwards	Non-Executive Director

The Directors have been appointed for the whole period unless otherwise disclosed.

Operating Results

The consolidated loss of the Group for the half-year ended 31 December 2023 after providing for income tax amounted to \$8,056,159 (2022: loss of \$2,166,003).

Review of Operations

Since the start of the 2023 financial year Prodigy Gold:

- Terminated the agreement with Stockton Mining for the divestment of the Old Pirate Gold Project and 23 surrounding exploration tenements and entered into a new agreement for the divestment of the 23 surrounding exploration tenements only (ASX: 30 November 2023). As part of these transactions, the Company recognised a significant impairment for the area.
- Relinquished tenements no longer considered core to the Company.
- Undertook several exploration programs in the Tanami North area of interest, including Hyperion and Tregony and announced related results.
- Updated its Buccaneer Mineral Resource.
- Continued to reduce its tenement holdings by relinquishing tenements and actively marketing non-core projects.

Planned 2024 Activities

The focus for 2024 will be exploration on the Northern Tanami project area (previously referred to as the Suplejack project) including the Hyperion and Tregony.

The Company intends to continue with its strategy to divest, and where appropriate keep an interest in, non-core assets by expediting discovery by third parties and reduce tenement holding cost.

Subsequent Events

There are no events of a material nature or transaction, that have arisen since the period end and the date of this report that has significantly affected, or may significantly affect, the Group's operations, the results of those operations, or its state of affairs.

DIRECTORS' REPORT

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 on page 6.

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



Mark Edwards

Managing Director

Dated this 5th day of February 2024
Darwin, Northern Territory

For personal use only

DECLARATION OF INDEPENDENCE BY GLYN O'BRIEN TO THE DIRECTORS OF PRODIGY GOLD NL

As lead auditor for the review of Prodigy Gold NL for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Prodigy Gold NL and the entities it controlled during the period.



Glyn O'Brien

Director

BDO Audit (WA) Pty Ltd

Perth, 5 February 2024

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Notes	Consolidated	
		31 December 2023 \$	31 December 2022 \$
Interest		135,931	81,038
Other income		97,029	682
Administrative expenses			
Employee and Directors benefit expenses		(259,984)	(299,086)
Share-based payment expenses	11	(12,781)	(24,388)
Other expenses		(247,998)	(386,221)
Impairment of available for sale assets	5	(4,928,567)	-
Exploration expenses	3	(2,839,789)	(1,538,028)
Loss before income tax expense		(8,056,159)	(2,166,003)
Income tax expense / (benefit)		-	-
Loss for the half-year		(8,056,159)	(2,166,003)
Loss attributable to members of Prodigy Gold NL		(8,056,159)	(2,166,003)
Other comprehensive income		-	-
Total other comprehensive income for the half-year		-	-
Total comprehensive loss for the half-year		(8,056,159)	(2,166,003)
Total comprehensive loss for the half-year attributable to members of Prodigy Gold NL		(8,056,159)	(2,166,003)

The Group made a loss, therefore the diluted EPS is not shown as it is not dilutive.

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

		Consolidated	
		31 December	30 June
		2023	2023
	Notes	\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		2,779,228	6,052,764
Other receivables	4	113,310	500,003
Inventories		4,472	21,306
Available for sale assets	5	690,034	5,623,950
Other current assets		114,516	167,791
TOTAL CURRENT ASSETS		3,701,560	12,365,814
NON-CURRENT ASSETS			
Term Deposits - Bonds	4	2,492,213	2,481,051
Property, plant and equipment	6	563,343	420,090
Exploration and evaluation expenditure	7	1,735,493	1,735,493
TOTAL NON CURRENT ASSETS		4,791,049	4,636,634
TOTAL ASSETS		8,492,609	17,002,448
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		191,308	686,267
Employee benefits		239,244	229,028
TOTAL CURRENT LIABILITIES		430,552	915,295
NON-CURRENT LIABILITIES			
Provisions	8	1,532,485	1,523,923
TOTAL NON-CURRENT LIABILITIES		1,532,485	1,523,923
TOTAL LIABILITIES		1,963,037	2,439,218
NET ASSETS		6,529,572	14,563,230
EQUITY			
Contributed equity	9	198,197,192	198,197,192
Reserves		1,915,913	1,893,413
Accumulated losses		(193,583,533)	(185,527,375)
TOTAL EQUITY		6,529,572	14,563,230

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Contributed Equity \$	Share-based Payment Reserve \$	Employee Options Reserve \$	Retained Earnings \$	Total \$
Balance at 1 July 2022	187,260,818	1,955,984	-	(180,427,085)	8,789,717
Comprehensive income for the half-year					
Loss for the half-year	-	-	-	(2,166,003)	(2,166,003)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the half-year	-	-	-	(2,166,003)	(2,166,003)
Transaction with owners in their capacity as owners:					
Shares issued	11,652,552	-	-	-	11,652,552
Share issue cost	(713,678)	-	-	-	(713,678)
Share-based payments	-	29,018	-	-	29,018
Total transactions with owners	10,938,874	29,018	-	-	10,967,892
Balance at 31 December 2022	198,199,692	1,985,002	-	(182,593,088)	17,591,606
Balance at 1 July 2023	198,197,192	1,893,413	-	(185,527,375)	14,563,231
Comprehensive income for the half-year					
Loss for the half-year	-	-	-	(8,056,159)	(8,056,159)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the half-year	-	-	-	(8,056,159)	(8,056,159)
Transaction with owners in their capacity as owners:					
Share-based payments	-	22,500	-	-	22,500
Total transactions with owners	-	22,500	-	-	22,500
Balance at 31 December 2023	198,197,192	1,915,913	-	(193,583,534)	6,529,572

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

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Consolidated	
	31 December 2023	31 December 2022
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Other Income	-	-
Payments to suppliers and employees	(543,838)	(618,475)
Interest received	150,790	56,310
R&D refund / Government Grants	30,568	93,795
Payments for exploration	(2,710,063)	(2,105,553)
Net cash outflow from operating activities	(3,072,543)	(2,573,923)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(189,831)	(134,080)
Proceeds from sale of property, plant and equipment	-	682
Net cash outflow from investing activities	(189,831)	(133,398)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	-	11,652,552
Refund of Security Deposits	-	46,900
Repayment of Borrowings	-	(2,500,000)
Placement of Security Deposits	(11,162)	(7,350)
Share issue cost	-	(713,678)
Borrowing cost	-	(65,397)
Net cash (outflow)/inflow from financing activities	(11,162)	8,413,027
Net decrease in cash and cash equivalents	(3,273,536)	5,705,706
Cash and cash equivalents at beginning of reporting period	6,052,764	2,395,333
Cash and cash equivalents at end of reporting period	2,779,228	8,101,039

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

This general purpose interim financial report for the half-year reporting period ended 31 December 2023 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by Prodigy Gold NL during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*. The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

(b) Going concern

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The Company incurred a loss after tax of \$8,056,159 (31 December 2022: \$2,166,003) for the period ended 31 December 2023 and experienced net cash outflows from operating activities of \$3,072,543 (31 December 2022: \$2,573,923).

The ability of the group to continue as a going concern is dependent on the Group being able to raise additional funds as required to meet ongoing and budgeted exploration commitments and for working capital. These conditions indicate a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business. The Directors believe that they will be able to raise additional capital as required and are in the process of evaluating the Group's cash requirements. The Directors believe that the Group will continue as a going concern.

(c) Estimates

The preparation of the half-year financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these consolidated half-year financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2023.

NOTE 2: SEGMENT INFORMATION

The full Board of Directors, who are the chief operating decision makers, identified one operating segment reportable as exploration for the Group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 3: EXPENSES

	Consolidated	
	31 December 2023	31 December 2022
	\$	\$
Employee and Directors' benefits expense	894,011	927,447
Less: Amounts included in exploration expenses	(634,027)	(628,361)
	259,984	299,086
Share-based payment expense	22,500	29,018
Less: Amounts included in exploration expenses	(9,719)	(4,630)
	12,781	24,388
Depreciation expense	51,927	18,061
Less: Amounts included in exploration expenses	(45,011)	(11,439)
	6,916	6,622
Allowance for expected credit loss	344,953	-
Less: Amounts included in exploration expenses	(344,953)	-
	-	-
Exploration expenses:		
Employee benefit expense	634,027	628,361
Share-based payment expense	9,719	4,630
Depreciation expense	45,011	11,439
Allowance for expected credit loss	344,953	-
Other exploration expenses	1,806,079	893,598
	2,839,789	1,538,028

NOTE 4: TERM DEPOSITS AND OTHER RECEIVABLES

	Consolidated	
	31 December 2023	30 June 2023
	\$	\$
CURRENT		
Other receivables (Note 4(a))	113,310	500,003
	113,310	500,003
NON-CURRENT		
Bonds term deposit and DITT Cash Bonds	2,492,213	2,481,051
	2,492,213	2,481,051

(a) Other receivables

These amounts generally arise from transactions outside the usual operating activities of the Group and are predominantly receivables from joint venture partners for expense re-imbursements and transactions relating to available for sale assets.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 5: AVAILABLE FOR SALE ASSETS

	Consolidated	
	31 December 2023	30 June 2023
	\$	\$
Carrying amounts at the beginning of the reporting period		
Fixed assets held for sale	5,349	5,349
Exploration, Evaluation and development assets held for sale	5,618,601	5,618,601
Less: Depreciation expense fixed assets held for sale	(5,349)	-
Less: Impairment expense	(4,928,567)	-
Carrying amount at the end of reporting period	690,034	5,623,950

Accounting Policy

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

The Company classifies an asset as current available for sale assets when it is either expected to be realised or intended to be sold and is expected to be realised within 12 months after the reporting period.

On 30 November 2023 the agreement with Stockton Mining for the divestment of the Old Pirate Gold Project and 23 surrounding exploration tenements was terminated and the parties entered into a new agreement for the divestment of the 23 surrounding exploration tenements only. A value assessment was undertaken leading to the recognition \$4,928,567 of impairment expenses (2022: NIL).

NOTE 6: PROPERTY, PLANT AND EQUIPMENT

	Infrastructure \$	Motor Vehicles \$	Plant & Equipment \$	Total \$
At 30 June 2023				
Cost	8,967	875,110	344,960	1,229,037
Accumulated depreciation	(747)	(585,211)	(222,989)	(808,947)
Net book value	8,220	289,899	121,971	420,090
Half-year ended 31 December 2023				
Opening net book value	8,220	289,899	121,971	420,090
Additions	5,640	184,192	-	189,832
Disposals	-	-	-	-
Depreciation expense	(1,414)	(23,954)	(21,211)	(46,579)
Closing net book value	12,446	450,137	100,760	563,343
At 31 December 2023				
Cost	14,607	1,059,302	344,960	1,418,869
Accumulated depreciation	(2,161)	(609,165)	(244,200)	(855,526)
Net book value	12,446	450,137	100,760	563,343

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 7: EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE

	Consolidated	
	31 December 2023	30 June 2023
	\$	\$
Carrying amount at the beginning of reporting period	1,735,493	2,291,985
Less: Impairment expense	-	(556,492)
Carrying amount at the end of reporting period	1,735,493	1,735,493

Accounting Policy

Acquired exploration and evaluation assets are carried at acquisition value less any subsequent impairment. All exploration and evaluation expenditure, subsequent to initial acquisition, is expensed until the Directors conclude that the technical feasibility and commercial viability of extracting a Mineral Resource are demonstrable and that future economic benefits are probable. In making this determination, the Directors consider the extent of exploration, the proximity to existing mine or development properties as well as the degree of confidence in the mineral resource.

No amortisation is charged during the exploration and evaluation phase. Amortisation is charged upon commencement of commercial production. Exploration and evaluation assets are tested for impairment triggers annually and if there is an indicator of impairment under AASB 6 Exploration for and Evaluation of Mineral Resources, the area of interest is tested for impairment under AASB 136 Impairment of Assets. Upon establishment of commercially viable mineral resources, exploration and evaluation assets are tested for impairment.

NOTE 8: PROVISIONS

	Consolidated	
	31 December 2023	30 June 2023
	\$	\$
NON-CURRENT		
Exploration and mine restoration	1,532,485	1,523,923
	1,532,485	1,523,923

Movement in rehabilitation provisions

Movement in rehabilitation provisions during the current financial year are set out below:

	Consolidated	
	31 December 2023	30 June 2023
	\$	\$
Opening balance	1,523,923	1,563,660
Additional provisions	8,562	7,163
Less amounts reversed	-	(46,900)
Closing balance	1,532,485	1,523,923

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 8: PROVISIONS cont'd

Accounting Policy

Long-term environmental obligations are based on the Group's environmental management plans, in compliance with current environmental and regulatory requirements. Full provision is made based on the value of the estimated cost of restoring the environmental disturbance that has occurred up to the reporting date. The restoration provision relates to exploration, evaluation and development expenditure and rehabilitation relating to the mining lease.

The estimated costs of rehabilitation are reviewed annually and adjusted as appropriate for changes in legislation, technology or other circumstances. Cost estimates are not reduced by the potential proceeds from the sale of assets.

NOTE 9: CONTRIBUTED EQUITY

Details	Date	Number of Shares	Issue Price \$	Value \$
Opening balance at the beginning of reporting period	1 July 2022	582,627,606		187,260,818
Issue of shares	3 October 2022	447,707,987	0.01	4,477,080
Issue of shares	17 October 2022	626,347,225	0.01	6,263,472
Issue of shares	24 October 2022	91,200,000	0.01	912,000
Transaction cost relating to share issue		-		(713,678)
Closing Balance	31 December 2022	1,747,882,818		198,199,692
Opening balance at the beginning of reporting period	1 July 2023	1,751,107,818		198,197,192
Closing Balance	31 December 2023	1,751,107,818		198,197,192

NOTE 10: CONTINGENCIES

The Group provides for all known environmental liabilities. While the Directors believe that, based upon current information, its current provisions for the environmental rehabilitation are adequate, there can be no assurance that material new provisions will not be required as a result of new information or regulatory requirements with respect to known sites or identification of new remedial obligations at other sites.

Environmental guarantees totalling \$2,377,177 (30 June 2023: \$2,368,615) have been provided. Term deposits of \$2,275,504 (30 June 2023: \$2,275,504) and cash deposits of \$101,673 (30 June 2023: \$93,111) with the Department of Industry, Tourism and Trade – NT Government (DITT) secure these guarantees. Restoration provisions of \$1,532,485 (30 June 2023: \$1,523,923) have been recognised for all known required restoration cost.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 11: SHARE-BASED PAYMENTS

The fair value of all Options subject to non-market conditions at grant date were determined using a Black-Scholes option pricing model that takes into account the exercise price, the anticipated vesting period, the impact of dilution, the share price at grant date and expected price volatility of the underlying Options, the expected dividend yield and the risk-free interest rate for the term of the Options.

Options Exercisable at 145% of 5-day VWAP's ("Option")

During the half-year reporting period ended 31 December 2023, the Group issued 1,500,000 Options to the managing director following shareholder approval at the AGM held on 16 October 2023 and an additional 5,250,000 Options to key management personnel and Company Employees. The exercise price of the Options is calculated at a premium of 145% to the 5 day VWAP of Prodigy Gold's share price immediately prior to 16 October 2023. Part of the Options vested on the grant date and the remainder of the options will vest on 30 June 2024.

Employee Options	Tranche 1 MD	Tranche 2 MD	Tranche 1 Employees	Tranche 2 Employees
Number of Options to be granted	750,000	750,000	2,375,000	2,875,000
Number of Options vested	750,000	-	2,375,000	-
Fair Value at grant date	\$0.0081	\$0.0081	\$0.0081	\$0.0081
Exercise price	\$0.012	\$0.012	\$0.012	\$0.012
Issue date	16 Oct 2023	16 Oct 2023	16 Oct 2023	16 Oct 2023
Expiry date	16 Oct 2027	16 Oct 2027	16 Oct 2027	16 Oct 2027
Vesting date (subject to Option issue)	16 Oct 2023	30 June 2024	16 Oct 2023	30 June 2024
Expected price volatility of Options	120.03%	120.03%	120.03%	120.03%
Risk free interest rate	4.05%	4.05%	4.05%	4.05%

During the period \$22,500 of expense was recorded relating to these Options, including \$12,250 for key management personnel.

NOTE 12: RELATED PARTY TRANSACTIONS

Transactions between related parties occur on normal commercial terms and conditions and are no more favourable than those available to other parties unless otherwise stated. The details of transactions with related parties of key management personnel are set out in Note 11 – Share-based Payments.

A related party of the managing director was employed by the Company on a casual basis, incurring a total employment expense of \$2,030 (2022: NIL).

During the period transactions occurred by the Parent Entity for exploration expenditure of its wholly owned subsidiaries. Any expenditure incurred by the Parent Entity on behalf of its wholly owned subsidiaries is written off and eliminated on consolidation.

APAC Resources Limited (APAC) retains its holding in the Company at 49.87% and Prodigy Gold is considered to be a controlled entity of APAC.

NOTE 13: SUBSEQUENT EVENTS

There are no events of a material nature or transaction, that have arisen since the period end and the date of this report that has significantly affected, or may significantly affect, the Group's operations, the results of those operations, or its state of affairs.

DIRECTORS' DECLARATION

The Directors of the Group declare that:

- (a) the financial statements and notes set out on pages 7 to 16 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that Prodigy Gold NL will be able to pay its debts as and when they become due and payable, subject to the matters in Note 1(b).

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

Dated this 5th day of February 2024



MARK EDWARDS
Managing Director

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Prodigy Gold NL

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Prodigy Gold NL (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2023 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

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

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

Material uncertainty relating to going concern

We draw attention to Note 1(b) in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

Responsibility of the directors for the financial report


The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

BDO Audit (WA) Pty Ltd



Glyn O'Brien

Director

Perth, 5 February 2024