



Level 23, Rialto South Tower, 525 Collins Street, Melbourne VIC 3000 Australia

Tel: +61 3 9852 9159

[www.genesisresourcesltd.com.au](http://www.genesisresourcesltd.com.au)

**GENESIS RESOURCES LIMITED**  
**ABN 22 114 787 469**  
**and its controlled entities**

**INTERIM FINANCIAL REPORT**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

**Lodged with ASX under Listing Rule 4.2A**

**This information should be read in conjunction with 30 June 2023 Annual Report**

For personal use only

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**TABLE OF CONTENTS**

	<b>Page</b>
<b>Directors' Report</b>	<b>1</b>
<b>Auditor's Independence Declaration</b>	<b>9</b>
<b>Financial Report for the half-year ended 31 December 2023</b>	
<b>Consolidated Statement of Profit or Loss and Other Comprehensive Income</b>	<b>10</b>
<b>Consolidated Statement of Financial Position</b>	<b>11</b>
<b>Consolidated Statement of Changes in Equity</b>	<b>12</b>
<b>Consolidated Statement of Cash Flows</b>	<b>13</b>
<b>Notes to the Financial Statements</b>	<b>14</b>
<b>Directors' Declaration</b>	<b>19</b>
<b>Independent Auditor's Review Report</b>	<b>20</b>

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

## **DIRECTORS' REPORT**

The Directors present their report together with the interim financial report of Genesis Resources Limited (**Genesis** or the **Company**) and its controlled entities (**Consolidated Entity**), for the six months ended 31 December 2023 (**Half Year**) and independent auditor's review report thereon. This financial report has been prepared in accordance with Australian Equivalents to International Financial Reporting Standards.

### **Directors**

The names of Directors who held office during or since the end of the Half Year and until the date of this report are as below:

<b>Name</b>	<b>Position</b>	<b>Period of directorship</b>
Mr Eddie Lung Yiu Pang	Managing Director / Executive Chairman	6 March 2009 – present (Chairman 1 December 2013 – 27 September 2015; and 26 November 2015 – present)
Mr Deric Wee	Non-Executive Director	11 December 2009 – 26 November 2012; and 16 January 2013 – present
Mr Kim Heng Lim	Non-Executive Director	31 May 2016 – present
Mr Chin Niap Mah	Non-Executive Director	31 May 2016 – present
Mr James Patterson	Non-Executive Director	24 October 2016 – present
Mr Yau Young Lim	Non-Executive Director	21 November 2016 – present

The Company Secretary is Ms Alyn Tai.

The Chief Financial Officer is Ms Patricia Wong.

### **PRINCIPAL ACTIVITIES**

The principal activities of the Consolidated Entity during the period were exploration for and evaluation of gold, manganese and base metals. There was no significant change in the nature of the Consolidated Entity's activities during the period.

## REVIEW OF OPERATIONS

### PLAVICA AU-AG-CU PROJECT

#### PLAVICA HIGH SULPHIDATION EPITHERMAL GOLD-COPPER-SILVER PROJECT

(Figure 1)

The completed Mining Project was submitted to the Ministry of Economy in the Government of North Macedonia on 23 March 2021. It has subsequently passed the assessment by the Audit and Revision Committee appointed by the Ministry of Economy on 31 May 2021. The completion and reporting of the ongoing environmental studies is the last required submission for the Application of Mining Approval.

Work has included an ongoing groundwater modelling study, a biodiversity study and regular monitoring of noise, dust and water.



Figure 1 (above) Location of Macedonian (Plavica) Project

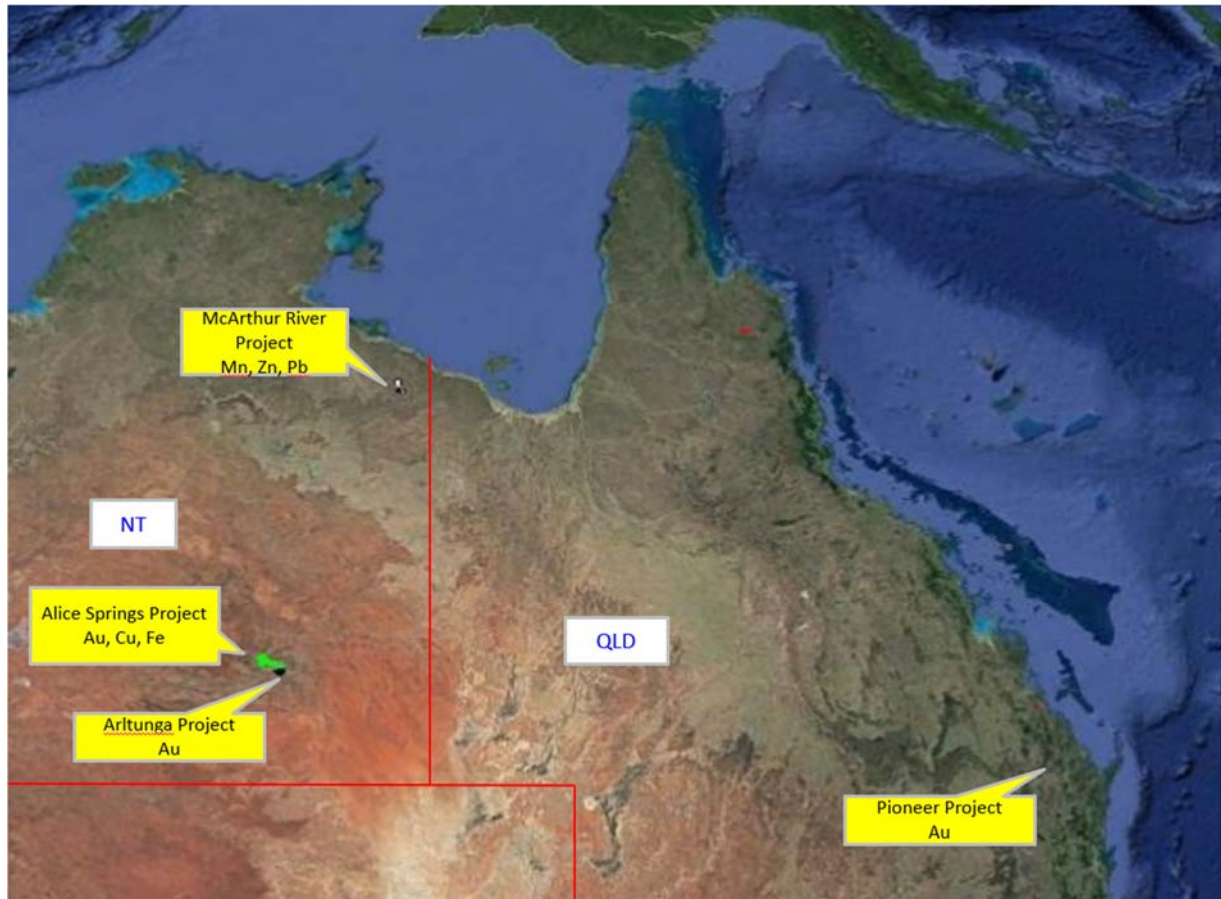


Figure 2 (above) Location of Australian Projects.

## AUSTRALIA

### ARLTUNGA PROJECT: (EL25238) Copper, Gold, (GES 100%)

The Arltunga Gold Project consists of Exploration Licence EL25238 covering 95.2 sq km, and is located approximately 110 km northeast of Alice Springs (*Figure 2*) in the vicinity of the Arltunga Goldfield. Thirty three historical gold mines and prospects are known in the licence area. EL25238 covers 31 sub blocks.

The Licence Renewal Application was lodged on 1 November 2023 and was approved on the 4 January 2024. The new expiry date is 7 November 2024.

The 18 Annual Technical Report was lodged on 23 November 2023.

A request to the Central Land Council for the extension of the Sacred Site Clearance Certificate was lodged on 18 October 2023.

As Genesis has undertaken the drilling program that was approved in the CLC SSSC, our Exploration Manager is currently working on a new follow-up drilling program. Once this has been finalised Genesis will advise CLC of the new work program.

Nine RC Holes were drilled in July 2023 (*Figure 3*) and samples were sent to Intertek Perth via their prep-lab in Darwin. No significant results were returned from the five holes drilled into the Wipeout Prospect. However, of the four holes drilled at the Round Hill Prospect, three returned significant results with hole ARRC007, drilled close to an old shaft, returning 6m @ 3.03 g/t Au from 30m. Results are summarised in Table 1. Geology over the Arltunga Tenement (*Figure 4*).

## Genesis Resources Limited

## Financial Report for the half-year ended 31 December 2023

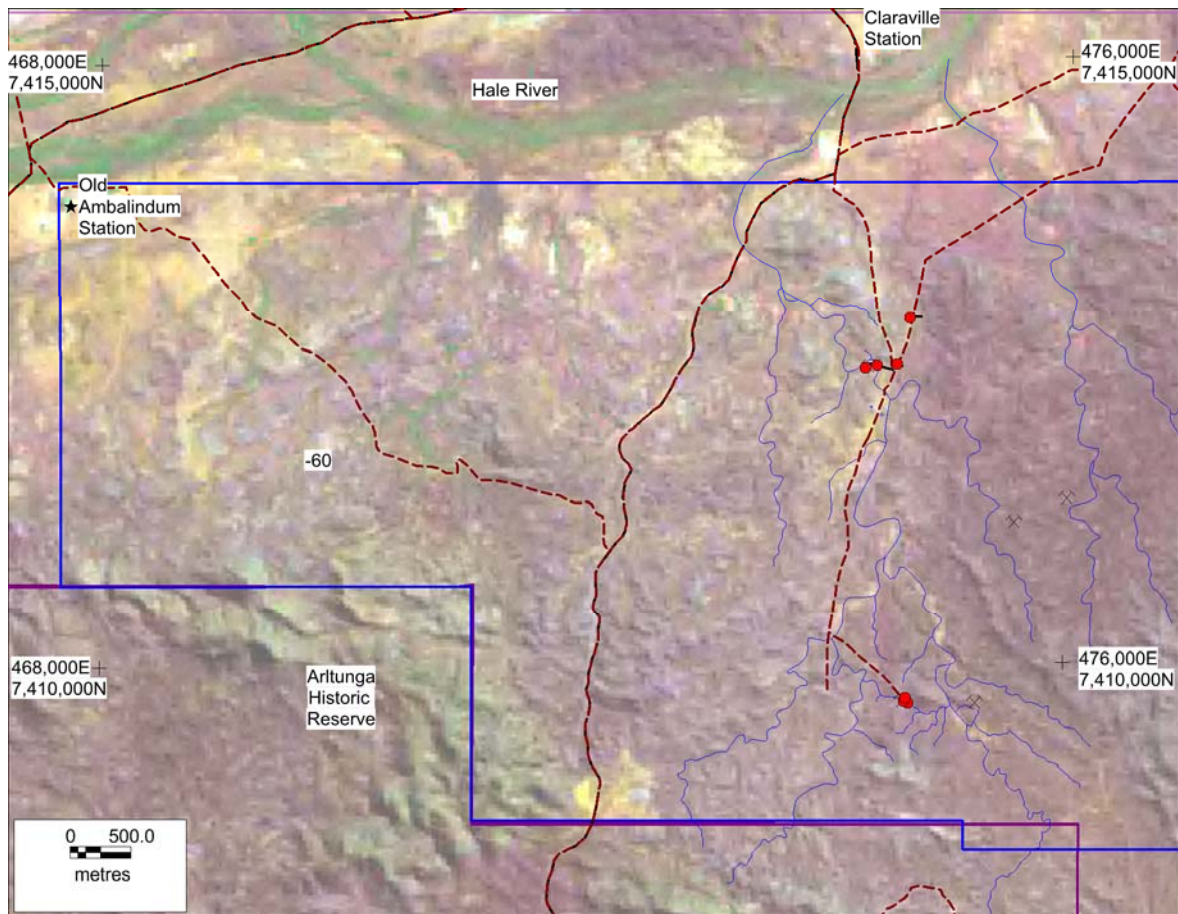


Figure 3 (above) Location of Drill Holes at Arltunga Drilled in July 2023. Grid is UTM GDA94 Zone 53K.

#### Arltunga EL 25238. RC Drilling Results Nov 2023

Cut-Off Grade is 0.4% Au

Hole ID	Prospect	Interval	From	To	Au g/t	Cu %
ARRC001	Wipeout NE	No Significant Results				
ARRC002	Wipeout	No Significant Results				
ARRC003	Wipeout	No Significant Results				
ARRC004	Wipeout	No Significant Results				
ARRC005	Round Hill	1	62	63	1.7	
ARRC006	Round Hill	No Significant Results				
ARRC007	Round Hill	1	22	23	0.47	
		6	30	36	3.03	
	including	1	31	32	11.72	
		1	43	44	2.28	
ARRC008	Round Hill	2	24	26	7.42	0.51
ARRC009	Wipeout	No Significant Results				

Table 1: Summary of Significant Results from Arltunga



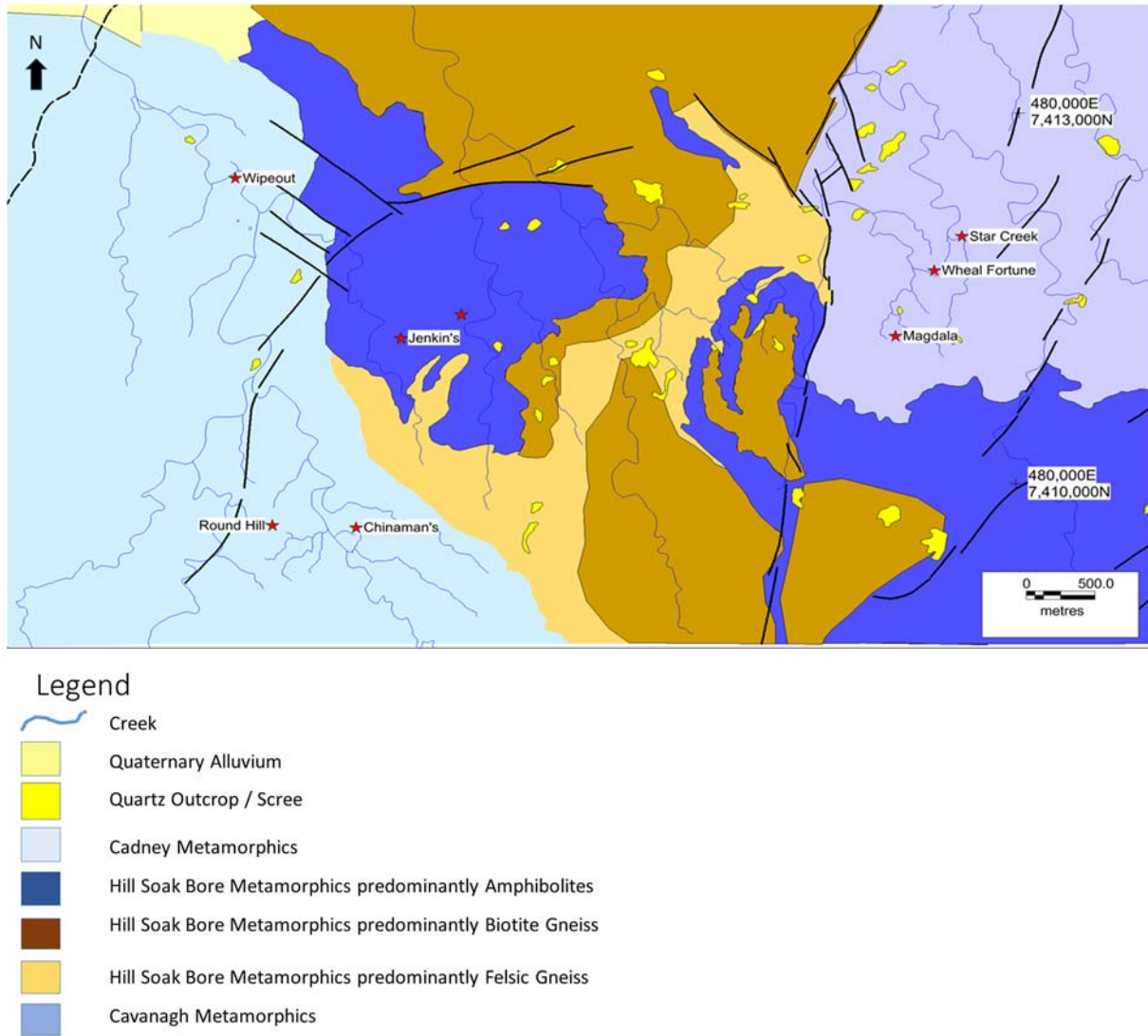


Figure 4 (above) Geology over the Arltunga Tenement

The drilling at Round Hill targeted an area of old workings, including a 10m deep shaft and some costeans that had returned rock chip samples up to 29 g/t Au. The drilling intersected chlorite altered Quartz-Feldspar schists interpreted to be part of the mid-Proterozoic Cavanagh Metamorphics. Minor Quartz veins were also intercepted. The locations of the drill holes are shown in Figure 5 together with prospect scale geology and the location of the shaft and costeans. A section through hole ARRC007 is shown as Figure 6.

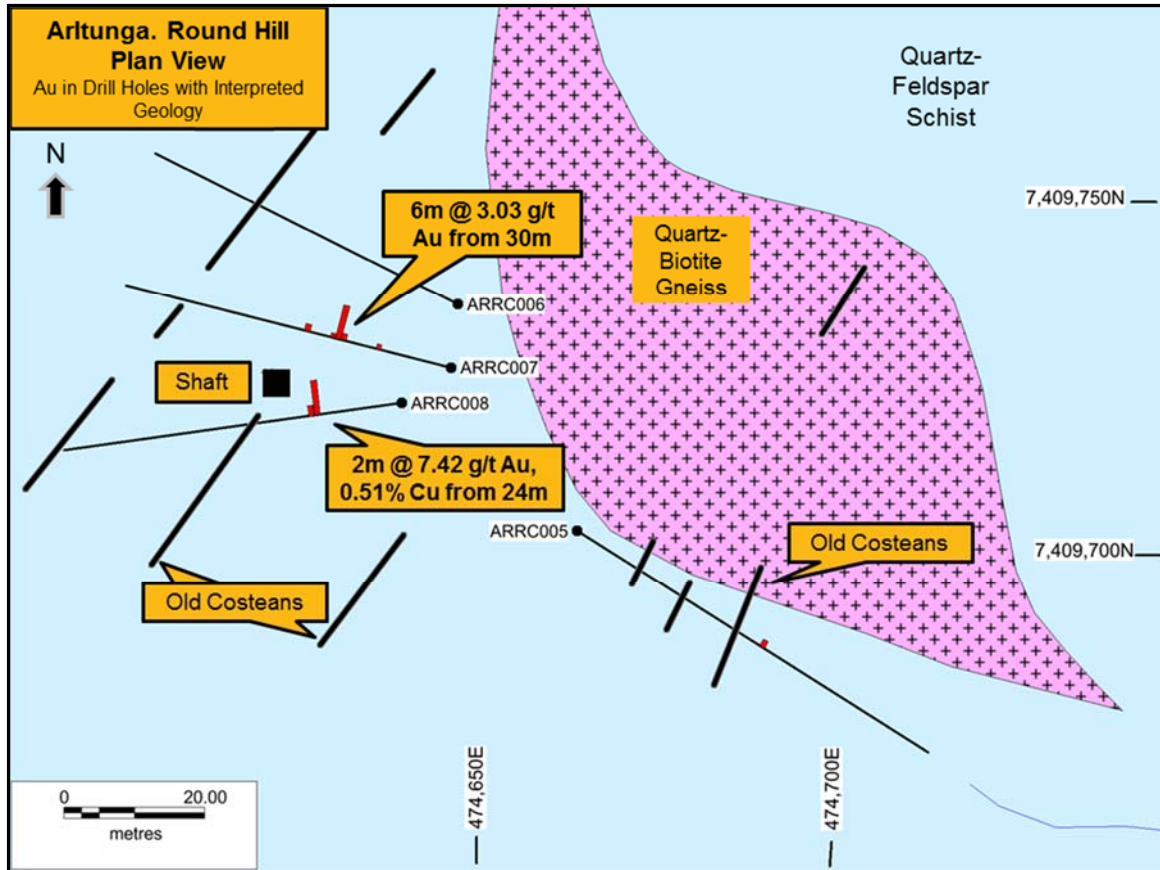


Figure 5 (above) Geology and Location of Drill Holes at Round Hill

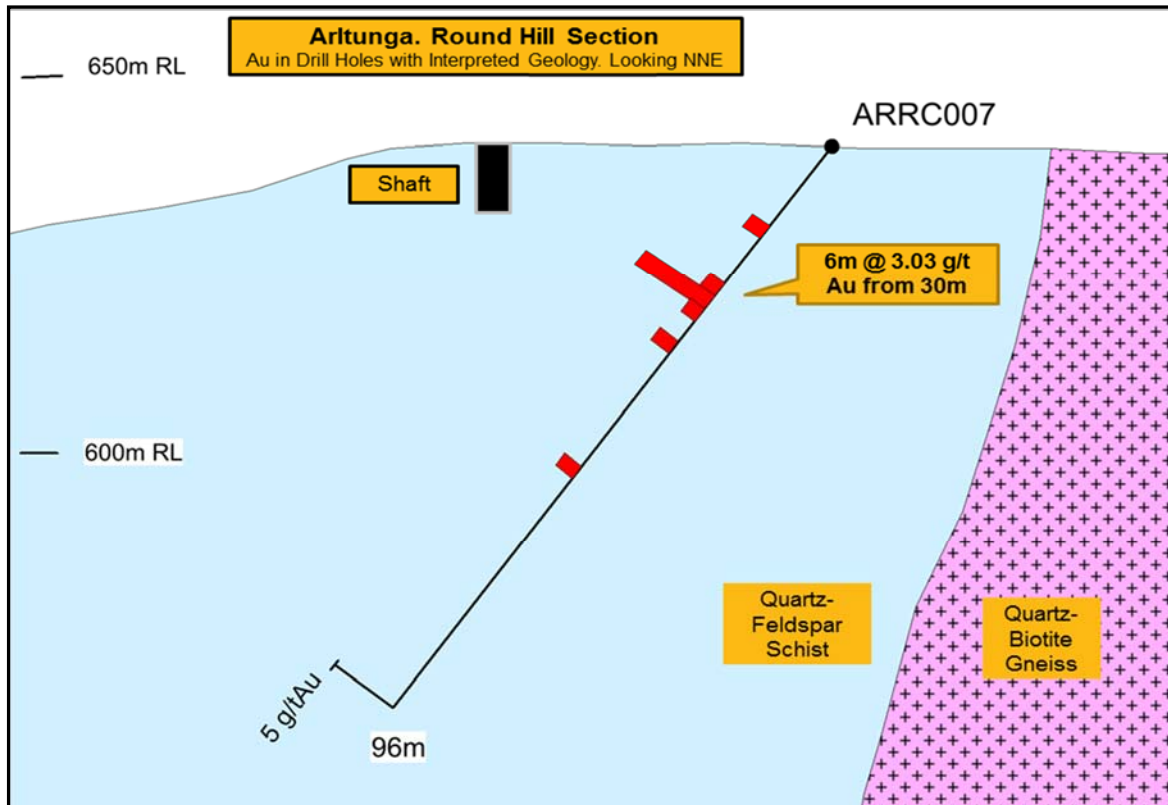


Figure 6 (above) Section Through ARRC007 at Round Hill



## Genesis Resources Limited

## Financial Report for the half-year ended 31 December 2023

**ALICE SPRINGS PROJECT: (EL24817) Copper, Gold, Iron (GES 100%)**

The Alice Springs Project consists of Exploration Licence EL24817 covering 372.59 sq km, is located approximately 110-155 km northeast from Alice Springs in the Northern Territory (*Figure 2*). EL24817 covers 118 sub-blocks.

The 17 Annual Technical Report was lodged on 24 April 2023.

A Licence Renewal Application was lodged on 6 April 2023 and approved on the 19 June 2023. The new expiry date is 17 April 2024.

A request to the Central Land Council for the extension of the Sacred Site Clearance Certificate on 10 October 2022 was approved on the 4 December 2022.

A request for the extension of the SSCC was lodged on the 18 October 2023. As Genesis have undertaken the drilling program that was approved in the CLC SSCC our Exploration Manager is currently working on a new follow-up drilling program. Once this has been finalised GES will advise CLC of the new work program.

A Reverse Circulation (RC) drilling commenced on 26<sup>th</sup> June 2023. A total of 17 RC Holes for 1,448m, were completed with five of these completed in June and twelve in July (Table 2). The Drilling was undertaken by Downunder Drilling and samples were sent to Intertek Darwin / Perth for analysis. Figure 7 shows the location of the completed holes at Alice Springs.

Drilling has intersected Quartz-Feldspar Mica schists and Meta-Dolerites on the Proterozoic Hill Soak Bore Metamorphics. The Hill Soak Bore Metamorphics make up part of the Bimodal Narwietooma package (>1820 ma) that was active when this part of the Arunta Block was a convergent plate margin. The drilling has also intersected within this package abundant quartz veins, a banded iron formation and minor sulphides. Results have been returned and have overall been disappointing. The Diana 8 and Diana 2 prospects, however did encounter minor chalcocite and have returned thin low grade horizons of copper and gold. The best result at Diana 8 was in hole ASRC001: 5m @ 1.02% Cu & 0.26 g/t Au from 25m within a meta-dolerite, close to the contact with a quartz-feldspar mica schist. The best results at Diana 2 was from hole ASRC006: 4m @ 0.43% Cu & 0.16 g/t Au from 39m. Results are summarized in Table 3 and the best results shown in plan in Figure 8, with a section through ASRC001 shown as Figure 9.

Tenement	Actual Hole No	Prospect	GDA94 East (Actual)	GDA94 North (Actual)	RL	Dip	Azim	Final Depth	Date Hole Completed
Alice Springs	ASRC001	Diana 8	443170	7447173	682	-55	130	78	26/06/2023
Alice Springs	ASRC002	Diana 8	443141	7447132	684	-55	130	78	27/06/2023
Alice Springs	ASRC003	Diana 8	443112	7447108	686	-55	130	78	27/06/2023
Alice Springs	ASRC004	Diana 8	443085	7447062	690	-55	130	96	29/06/2023
Alice Springs	ASRC005	Diana 2	441736	7446018	678	-60	150	96	30/06/2023
Alice Springs	ASRC006	Diana 2	441685	7445979	684	-60	150	78	3/07/2023
Alice Springs	ASRC007	Diana 2	441643	7445969	685	-60	150	78	3/07/2023
Alice Springs	ASRC008	Diana 2	441587	7445951	686	-60	150	104	4/07/2023
Alice Springs	ASRC009	Diana 2/EM Anomaly 6	441385	7445731	685	-55	180	78	5/07/2023
Alice Springs	ASRC010	Diana 2/EM Anomaly 6	441365	7445757	686	-55	130	78	5/07/2023
Alice Springs	ASRC011	Cnr Post Hill	442090	7444748	693	-60	200	96	6/07/2023
Alice Springs	ASRC012	Cnr Post Hill	442142	7444734	696	-55	210	96	6/07/2023
Alice Springs	ASRC013	Corner Post Hill/Anomaly 11	443324	7444878	687	-55	180	96	7/07/2023
Alice Springs	ASRC014	Corner Post Hill/Anomaly 11	443381	7444707	679	-55	210	84	7/07/2023
Alice Springs	ASRC015	Diamond T/EM Anomaly 20	447871	7443353	698	-60	210	90	9/07/2023
Alice Springs	ASRC016	Diamond T/EM Anomaly 20	447837	7443366	697	-60	180	84	10/07/2023
Alice Springs	ASRC017	Diamond T/EM Anomaly 20	447850	7443383	695	-60	180	60	10/07/2023
Totals								1448	

Table 2 (above) Location of Drill Holes at Alice Springs

## Genesis Resources Limited

## Financial Report for the half-year ended 31 December 2023

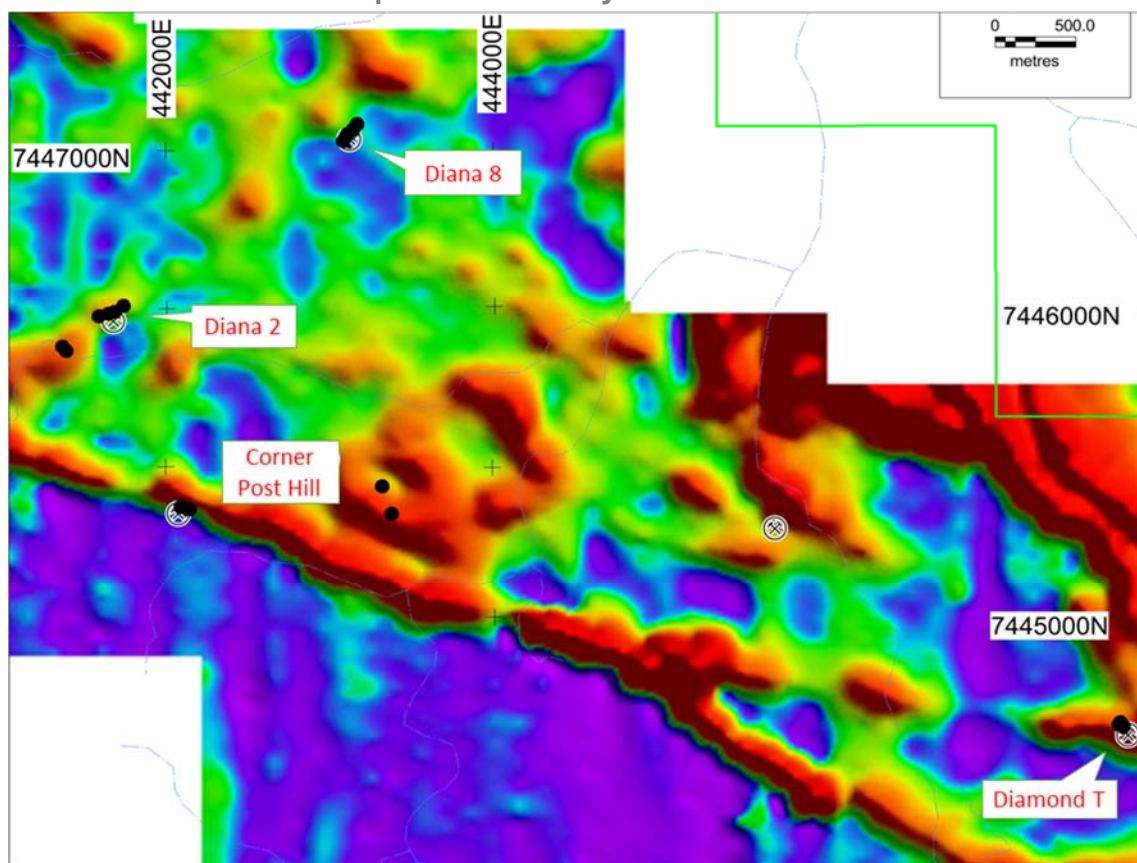


Figure 7 (above) Location of Drill Holes Completed at Alice Springs (Black collars). Holes overly Airborne EM Channel 5 Image. Grid is GDA94 Zone 53K.

#### Alice Springs EL 24817. RC Drilling Results Sept 2023 QTR

Cut-Off Grade is 0.3% Cu

Hole ID	Prospect	Interval	From	To	Cu %	Au g/t
ASRC001	Diana 8	5	25	30	1.02	0.26
ASRC002	Diana 8	1	39	40	0.71	0.36
ASRC003	Diana 8	1	35	36	0.76	0.23
		1	43	44	0.38	0.44
ASRC004	Diana 8	No Significant Results				
ASRC005	Diana 2	3	37	40	0.51	0.25
ASRC006	Diana 2	4	39	43	0.43	0.16
ASRC007	Diana 2	4	59	63	0.47	0.08
ASRC008	Diana 2	1	59	60	0.42	0.05
ASRC009	Diana 2	No Significant Results				
ASRC010	Diana 2	No Significant Results				
ASRC011	Corner Post Hill	1	14	15	0.43	0.36
		1	21	22	0.02	0.64
		1	36	37	0.50	0.10
ASRC012	Corner Post Hill	No Significant Results				
ASRC013	Corner Post Hill	No Significant Results				
ASRC014	Corner Post Hill	No Significant Results				
ASRC015	Diamond T	No Significant Results				
ASRC016	Diamond T	No Significant Results				
ASRC017	Diamond T	No Significant Results				

Table 3 (above) Summary of Significant Drill hole Intercepts over the Alice Springs Tenement, September 2023

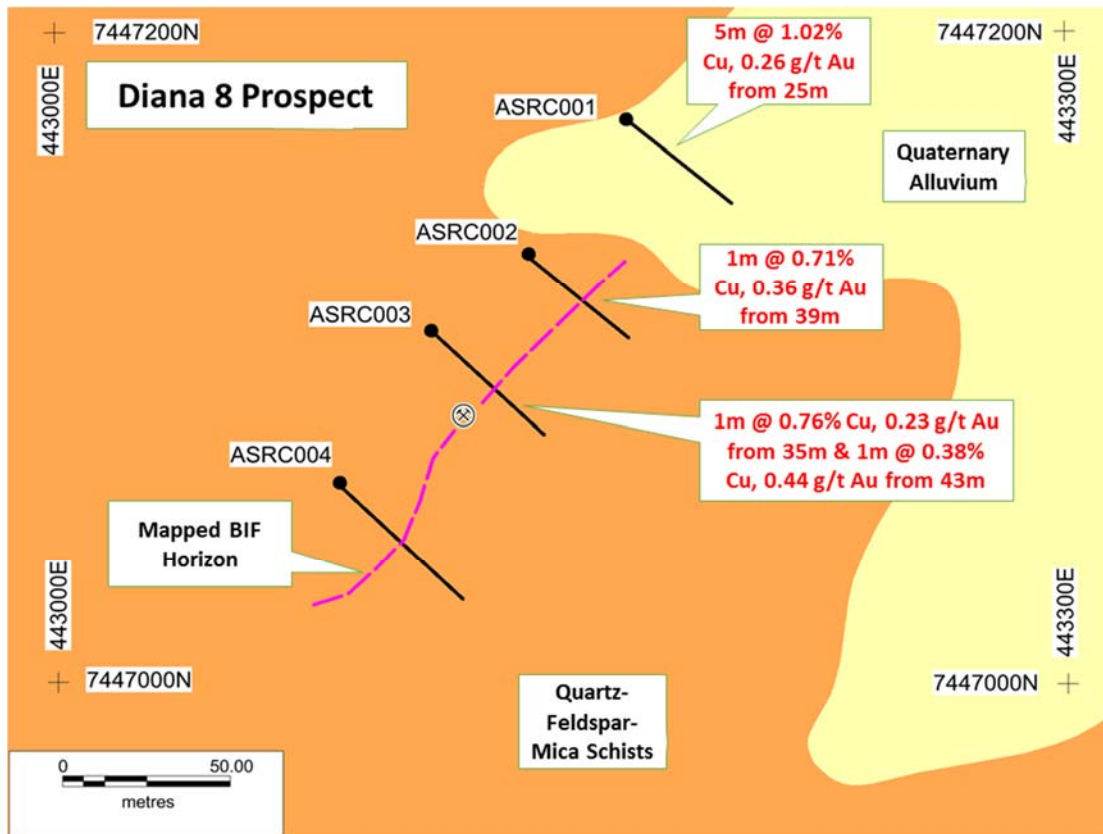


Figure 8 (above) Summary of significant assays for holes drilled at the Diana 8 Prospect at Alice Springs. Grid is GDA94 Zone 53K

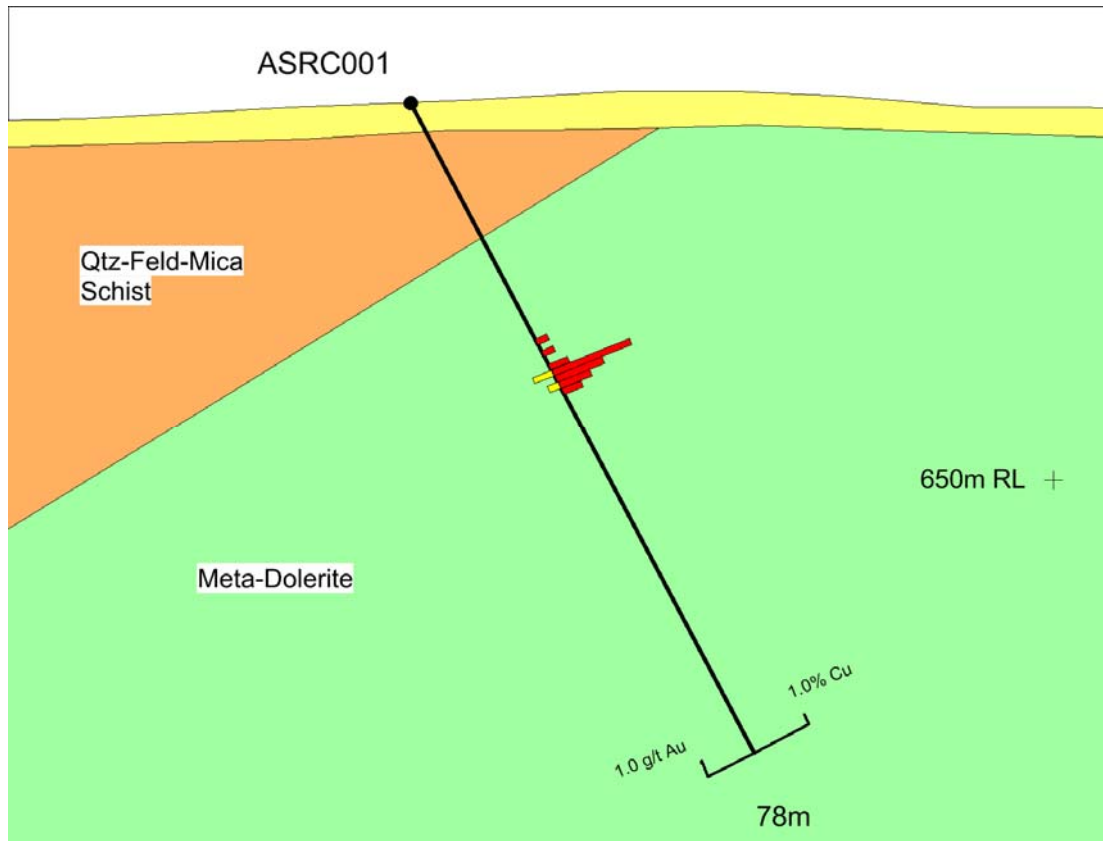


Figure 9 (above). Section showing geology and mineralisation in Hole ASRC001. Section Looks NE.



## Genesis Resources Limited

### Financial Report for the half-year ended 31 December 2023

Follow up holes are being planned for 2024 (Fig 10).

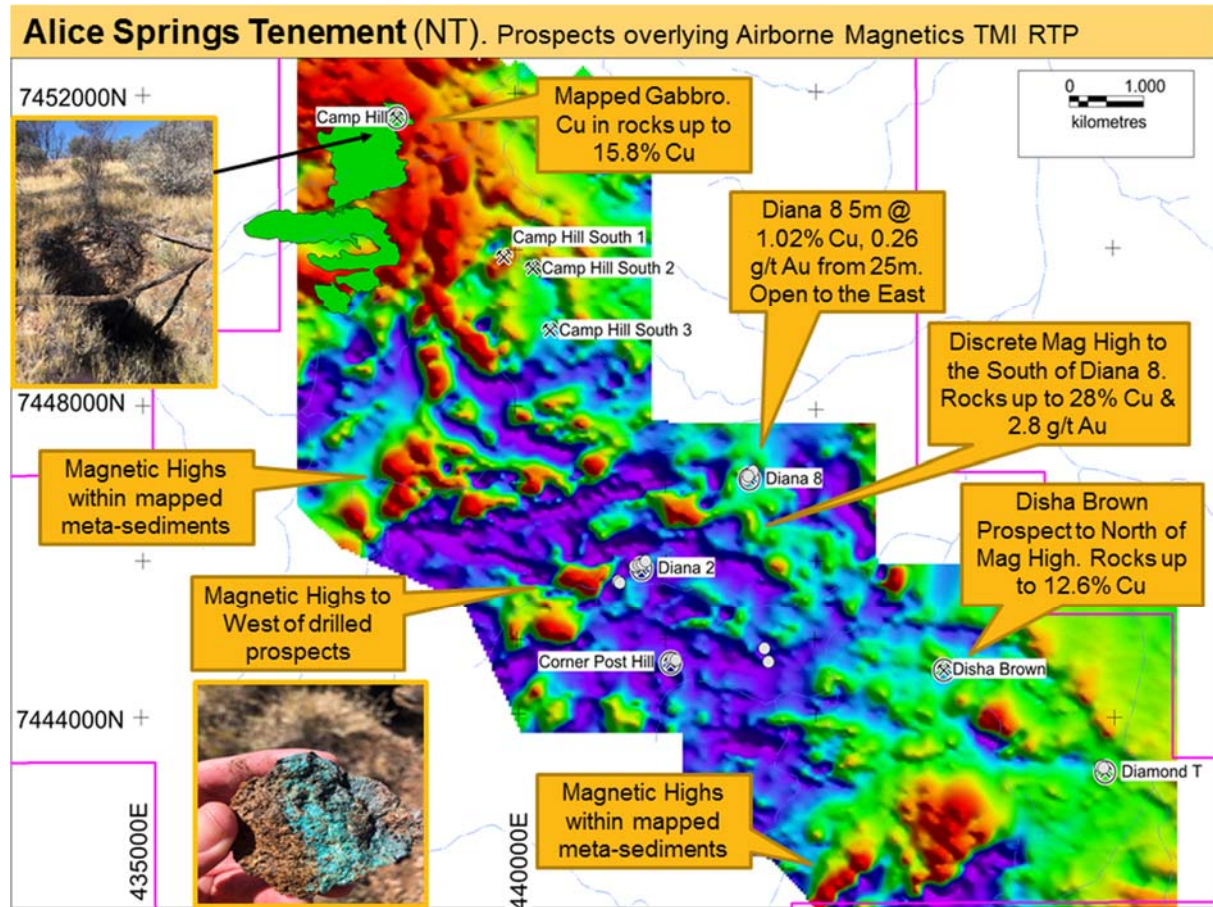


Figure 10 (above) Location of Prospects for Possible Further Drilling on the Alice Springs Tenement Grid is GDA94 Zone 53K.

#### PIONEER PROJECT: (EPM15619) Gold (GES 100%)

The Pioneer Project consists of one granted Exploration Permit Mineral (EPM15619) covering 6.23 sq km, approximately 70 km by road from Bundaberg via the Bruce Highway in Queensland (Figure 2). The project lies within the Gaeta Goldfield and has undergone previous exploration for gold, uranium and base metals, with numerous historical gold workings located throughout the area. Historical mining was primarily focused on the Pioneer Reef which was the largest producer, but mining activities also included several other reefs including Gympie, Lord Nelson, West Yorkshire and Happy Jack.

The 17 Annual Activity Report was lodged on 11 August 2023.

A Licence Renewal Application was lodged on 21 April 2022 and approved on the 27 July 2022. EPM15619 covers 2 sub blocks. The new expiry date is the 2 August 2024.

No field work was carried out.

#### MCARTHUR RIVER PROJECT: (EL24814) Manganese (GES 100%)

The McArthur River project consists of Exploration Licence EL24814 covering 380.88 sq km and is located approximately 850 km south east of Darwin in the Northern Territory and 450 km north-west of

## Genesis Resources Limited

### Financial Report for the half-year ended 31 December 2023

Mount Isa in Queensland (*Figure 2*). The project area contains the Masterton No2 manganese occurrence. EL24814 covers 116 sub-blocks.

The 17 Annual Technical Report was lodged on 24 April 2023.

A Licence Renewal Application was lodged on 6 April 2023 and approved on the 19 June 2023. The new expiry date is 17 April 2024.

During May 2023 a week was spent undertaking reconnaissance work over EL24814 McArthur River. This consisted of reviewing the EM anomalies along strike of the Masterton 2 Manganese prospect, reconnaissance over the Quarry Mn prospect (5 rock chip samples collected - previous grades up to 75% Mn) and reconnaissance and review of the Thor base metals prospect (5 rock chip samples collected).

Samples were submitted to Intertek Lab in Townsville and are shown below in Table 4.

Sample No.	Prospect	East GDA94	North GDA94	Au_ppm	Ag_ppm	Cu_ppm	Fe %	Mn %	Pb_ppm	S_ppm	Zn_ppm
CH01	Quarry Mn	750703	8126454	0.005	0.005	141	4.52	26.6	82	62	127
CH02	Quarry Mn	750691	8126447	0.005	0.005	37	2.23	17.4	36	207	63
CH03	Quarry Mn	750704	8126430	0.005	0.005	51	18.12	8.4	88	72	351
CH04	Quarry Mn	750707	8126409	0.005	0.005	141	6.25	86.1	60	0.05	166
CH05	Quarry Mn	750739	8126411	0.005	0.5	83	3.76	16.5	35	51	94
CH06	Thor	751615	8126347	0.005	0.005	12	1.53	2.3	23	60	30
CH07	Thor	751673	8126257	0.005	0.005	15	1.09	1.5	31	93	14
CH08	Thor	751631	8126278	0.005	0.005	9	0.75	1.4	14	75	47
CH09	Thor	751567	8126247	0.005	0.005	9	0.68	0.5	14	116	8
CH10	Thor	751478	8126215	0.005	0.005	18	1.08	2.8	26	196	4358

*Table 4 (above) Location and select assays from rock chip samples over the MacArthur River Tenement. Co-ordinates are in UTM GDA94 Zone 53K.*

Results were positive from the Southern part of the Quarry Mn Prospect (*Figure 11*) with a maximum of 86.1% Mn. Results from the Thor Base Metals prospect were disappointing with only a maximum of 0.4% Zinc returned. Locations of these samples are shown in *Figure 12*.





*Figure 11 (above) left Massive Mn ore (Psilomelane) at Masterton 2 workings and Mn sample from the Quarry Prospect.*

## Genesis Resources Limited

### Financial Report for the half-year ended 31 December 2023

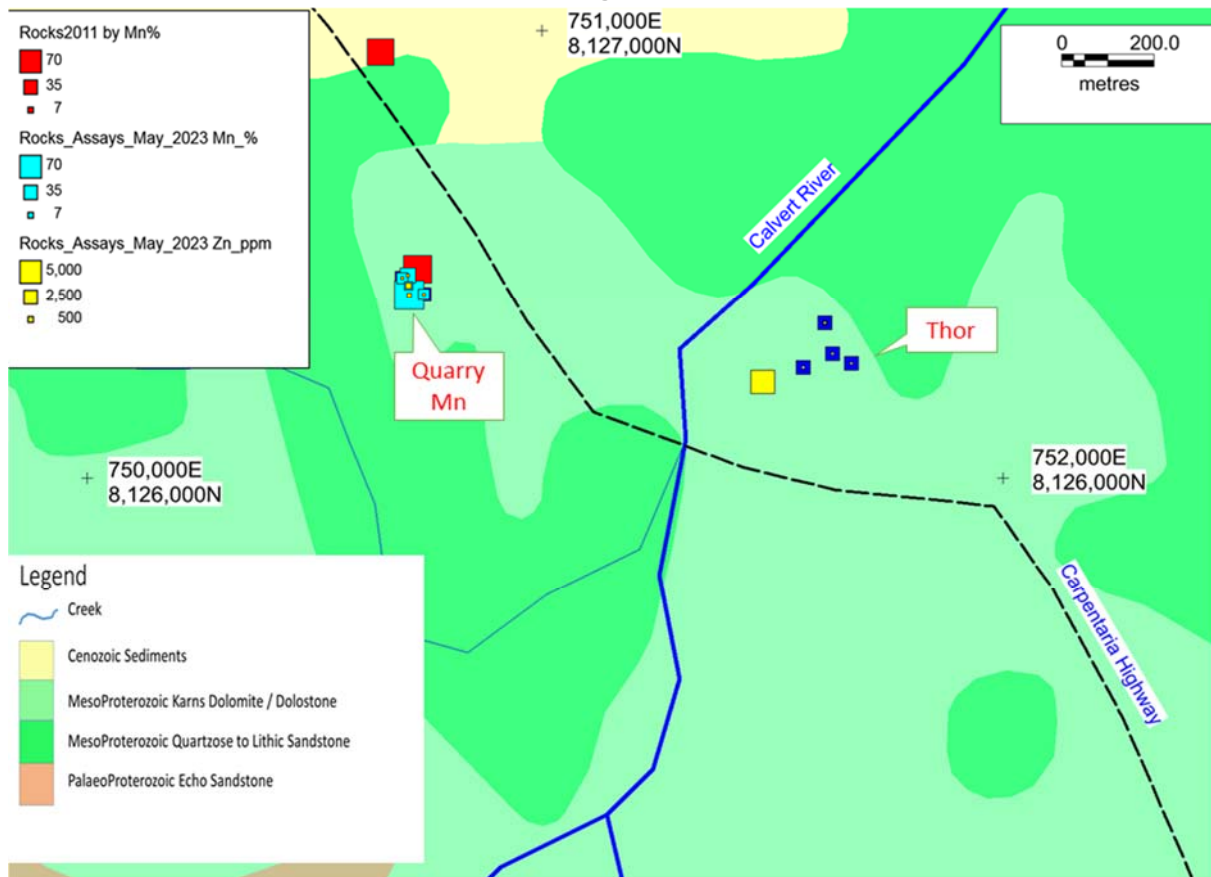


Figure 12 (above) Location of Rock Chip Samples collected on the McArthur River Tenement showing high grade Mn in Light Blue and Moderate Grade Zn in Yellow. Old (2011) Mn samples shown in Red.

#### COMPETENT PERSON

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by James Patterson, a Competent Person who is a Member of the Australian Institute of Geoscientists.

James Patterson is a Director and exploration consultant of Genesis Resources Limited. James Patterson 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'. James Patterson consents to the inclusion in the report of the matters based on his information in the form and context of which it appears.

#### SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Consolidated Entity during the financial half-year.

# Genesis Resources Limited

## Financial Report for the half-year ended 31 December 2023

### TENEMENTS AS AT 31 DECEMBER 2023

PROJECT	TENEMENT NUMBER	COMMODITY	CONSOLIDA TED ENTITY'S BENEFICIAL INTEREST	CURRENT AREA (KM <sup>2</sup> )	CURRENT HOLDER	COUNTRY/ STATE
Alice Springs	EL24817	Copper-Iron-Gold	100%	372.59	Genesis	NT
Arltunga	EL25238	Gold-PGE	100%	95.2	Genesis	NT
Pioneer	EPM15619	Gold	100%	6.23	Genesis	QLD
McArthur River	EL24814	Manganese-Base Metals	100%	380.88	Genesis	NT
Plavica & CrnVrv	19-6648/1	Gold-Silver-Copper	62%	16.85	Silgen Resources	North Macedonia

All tenements noted above are Exploration Licences except Plavica in Macedonia which is an Exploitation Licence.

### Results

The loss of the Consolidated Entity for the period ended 31 December 2023 was \$1,039,163 (31 December 2022: loss of \$874,014).

### Matters subsequent to the end of the Half Year

In January 2024, the Consolidated Entity secured loans of \$200,000 and \$70,000 which were drawn down in January 2024. The interest rates are 10% per annum and the loans are repayable 10 business days after the date that Genesis has cleared funds from a capital raising.

In March 2024, the Consolidated Entity secured loans totalling \$50,000, which were drawn down in March 2024. The interest rate is 10% per annum and the loans are repayable 10 business days after the date that Genesis has cleared funds from a capital raising.

Other than the above, no matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial years.

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**Auditor's Independence Declaration**

The lead auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 9 and forms part of the directors' report for the period ended 31 December 2023.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.



Eddie Pang  
**Managing Director**  
14 March 2024

For personal use only

**RSM Australia Partners**

Level 27, 120 Collins Street Melbourne VIC 3000

PO Box 248 Collins Street West VIC 8007

T +61 (0) 3 9286 8000

F +61 (0) 3 9286 8199

[www.rsm.com.au](http://www.rsm.com.au)**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the financial report of Genesis Resources Limited for the half-year ended 31 December 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 review; and
- (ii) any applicable code of professional conduct in relation to the review.

A stylized blue ink signature of "RSM".**RSM AUSTRALIA PARTNERS**A blue ink signature of "J S Croall".

**J S CROALL**  
Partner

Melbourne, Victoria  
Dated: 14 March 2024



**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

	31 Dec 2023	31 Dec 2022
	\$	\$
Other income	-	-
Employee costs	(250,003)	(218,221)
Administrative and other expenses	(333,027)	(231,012)
Finance income	115	3
Finance expenses	(455,952)	(424,285)
Loss on foreign exchange	(296)	(499)
<b>Loss before income tax</b>	<b>(1,039,163)</b>	<b>(874,014)</b>
Income tax expense	-	-
<b>Loss for the half-year</b>	<b>(1,039,163)</b>	<b>(874,014)</b>
Attributable to non-controlling interests	(984)	(2,383)
Attributable to owners of the Genesis Group	(1,038,179)	(871,631)
<b>Other comprehensive income</b>		
Exchange differences arising on translating foreign operations	(75,057)	15,959
<b>Other comprehensive Income/(loss) for the half-year, net of tax</b>	<b>(75,057)</b>	<b>15,959</b>
<b>Total comprehensive loss for the half-year</b>	<b>(1,114,220)</b>	<b>(858,055)</b>
Attributable to non-controlling interests	(984)	(2,383)
Attributable to owners of the Genesis Group	(1,113,236)	(855,672)
<b>Earnings per share</b>		
Basic loss per share (cents per share)	(0.13)	(0.11)
Diluted loss per share (cents per share)	(0.13)	(0.11)

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

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2023**

	Notes	31 Dec 2023 \$	30 June 2023 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents		56,482	376,582
Prepayments and other receivables		134,169	123,320
Other financial assets		59	59
<b>Total Current Assets</b>		<b>190,710</b>	<b>499,961</b>
<b>Non-Current Assets</b>			
Other financial assets		99,111	98,748
Property, plant and equipment		34,137	28,051
Right-of-use of asset		-	9,190
Exploration and evaluation assets		22,568,756	22,025,667
<b>Total Non-Current Assets</b>		<b>22,702,004</b>	<b>22,161,656</b>
<b>Total Assets</b>		<b>22,892,714</b>	<b>22,661,617</b>
<b>Current Liabilities</b>			
Trade and other payables		4,763,099	4,378,131
Borrowings	5	12,347,818	11,377,818
Lease liability		-	9,651
<b>Total Current Liabilities</b>		<b>17,110,917</b>	<b>15,765,600</b>
<b>Non-Current Liabilities</b>			
Lease liability – non current		-	-
<b>Total Non-Current Liabilities</b>		<b>-</b>	<b>-</b>
<b>Total Liabilities</b>		<b>17,110,917</b>	<b>15,765,600</b>
<b>Net Assets</b>		<b>5,781,797</b>	<b>6,896,017</b>
<b>Equity</b>			
Share capital	4	32,317,746	32,317,746
Reserves		(62,684)	12,373
Accumulated losses		(26,401,364)	(25,363,185)
Total equity attributable to members of Genesis Group		5,853,698	6,966,934
Non-controlling interests	6	(71,901)	(70,917)
<b>Total Equity</b>		<b>5,781,797</b>	<b>6,896,017</b>

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

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR  
ENDED 31 DECEMBER 2023**

	Share Capital	Accumulated Losses	Reserve	Non- controlling interests	Total equity
	\$	\$	\$	\$	\$
<b>Balance at 1 July 2023</b>	32,317,746	(25,363,185)	12,373	(70,917)	6,896,017
Loss for the period		(1,038,179)	-	(984)	(1,039,163)
Foreign currency translation	-	-	(75,057)	-	(75,057)
<b>Total comprehensive income for the period</b>	-	<b>(1,038,179)</b>	<b>(75,057)</b>	<b>(984)</b>	<b>(1,114,220)</b>
<b>Transactions with owner in their capacity as owners</b>	-	-	-	-	-
Issued during the year net of transaction costs	-	-	-	-	-
<b>Balance at 31 December 2023</b>	<b>32,317,746</b>	<b>(26,401,364)</b>	<b>(62,684)</b>	<b>(71,901)</b>	<b>5,781,797</b>

	Share Capital	Accumulated Losses	Reserve	Non- controlling interests	Total equity
	\$	\$	\$	\$	\$
<b>Balance at 1 July 2022</b>	32,317,746	(23,395,567)	(210,391)	(66,395)	8,645,393
Loss for the period	-	(871,631)	-	(2,383)	(874,014)
Foreign currency translation	-	-	15,959	-	15,959
<b>Total comprehensive income for the period</b>	-	<b>(871,631)</b>	<b>15,959</b>	<b>(2,383)</b>	<b>(858,055)</b>
<b>Transactions with owner in their capacity as owners</b>	-	-	-	-	-
Issued during the year net of transaction costs	-	-	-	-	-
<b>Balance at 31 December 2022</b>	<b>32,317,746</b>	<b>(24,267,198)</b>	<b>(194,432)</b>	<b>(68,778)</b>	<b>7,787,338</b>

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

# Genesis Resources Limited

## Financial Report for the half-year ended 31 December 2023

### CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	31 Dec 2023	31 Dec 2022
	\$	\$
<b>Cash Flows from Operating Activities</b>		
Payments to suppliers and employees (inclusive of goods and services tax)	(645,773)	(496,725)
Interest (paid) /received	115	3
<b>Net cash used in operating activities</b>	<b>(645,658)</b>	<b>(496,722)</b>
<b>Cash Flows from Investing Activities</b>		
Payments for property, plant and equipment	-	-
Payments of exploration and evaluation expenditure	(601,603)	(59,151)
<b>Net cash used in investing activities</b>	<b>(601,603)</b>	<b>(59,151)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from borrowings	970,000	500,000
Payment for leases	(9,651)	(9,435)
<b>Net cash from financing activities</b>	<b>960,349</b>	<b>490,565</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(286,912)</b>	<b>(65,308)</b>
Cash and cash equivalents at 1 July 2022	376,582	193,471
Effects of exchange rate changes on cash and cash equivalents	(33,188)	(34,955)
<b>Cash and cash equivalents at 31 December 2023</b>	<b>56,482</b>	<b>93,208</b>

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

## Genesis Resources Limited

### Financial Report for the half-year ended 31 December 2023

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

##### Note 1. Significant accounting policies

##### New or amended Accounting Standards and Interpretations adopted

The Consolidated Entity 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.

##### Basis of preparation of half-year report

These general purpose financial statements for the interim half-year reporting period ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2023 and any public announcements made by the Consolidated Entity during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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

##### Principles of consolidation

The consolidated financial statements incorporate the assets, liabilities and results of entities controlled by Genesis at the end of the reporting period. A controlled entity is any entity over which Genesis has the power to govern the financial and operating policies so as to obtain benefits from the entity's activities. Control will generally exist when the parent owns, directly or indirectly through subsidiaries, more than half of the voting power of an entity. In assessing the power to govern, the existence and effect of holdings of actual and potential voting rights are also considered.

When controlled entities have entered or left the Consolidated Entity during the year, the financial performance of those entities are included only for the period of the year that they were controlled.

In preparing the consolidated financial statements, all inter-group balances and transactions between entities in the consolidated group have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with those adopted by the parent entity.

Non-controlling interests, being the equity in a subsidiary not attributable, directly or indirectly, to a parent, are shown separately within the Equity section of the consolidated Statement of Financial Position and Statement of Comprehensive Income. The non-controlling interest in the net assets



comprise their interest at the date of the original business combination and their share of changes in equity since that date.

### Foreign currency translation

The financial statements are presented in Australian dollars, which is the Consolidated Entity's presentational 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 year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

### 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 profit or loss when the foreign operation or net investment is disposed of.

### Note 2. Going concern

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

As disclosed in the financial statements, the Consolidated Entity incurred a loss of \$1,039,163 and had net cash outflows from operating activities of \$ 645,658 for the half-year ended 31 December 2023. As at that date the Consolidated Entity had net current liabilities of \$16,920,207.

These factors indicate a material uncertainty which may cast significant doubt over the ability of the Consolidated Entity to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. The Directors believe that there are reasonable grounds to believe that the Consolidated Entity will be able to continue as a going concern, after consideration of the following factors:

- The Consolidated Entity's ability to delay spending on exploration and evaluation activities dependent upon cash flow holdings and financial options at any given time, subject to meeting its minimum expenditure requirements described in Note 9;
- As described in Note 10, a total of \$320,000 in loan facilities have been secured and drawn down post balance date. A further two facilities totalling \$620,000 remain undrawn at the date of signing this report;
- Loan liabilities totalling \$11,677,818 with related parties are not repayable until the Consolidated Entity obtains sufficient funding through a capital raise; and
- The Consolidated Entity has the ability to seek further support from related parties and other lenders.

Accordingly, the Directors believe that the Consolidated Entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

# Genesis Resources Limited

## Financial Report for the half-year ended 31 December 2023

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the Consolidated Entity does not continue as a going concern.

### Note 3. Segment information

The Consolidated Entity has reportable segments, as described below, which are the Consolidated Entity's business units. The two business units are managed separately because they are regulated under different authorities. For each of the business units, the Consolidated Entity's Board of Directors, which acts as the Chief Operating Decision Maker, reviews internal reports on at least a quarterly basis. The following summary describes the operations in each of the Consolidated Entity's reportable segments:

- Australia: includes copper, iron, gold, manganese and other base metal exploration projects in the Northern Territory and Queensland.
- North Macedonia: includes a gold, silver and base metal exploration project.
- Head office – Includes the central administration of Australia and Macedonia.

Information regarding the results of each reportable segment is included below. As both segments are in the early stages of exploration, there is no associated segment profit or loss, as expenditure is capitalised in accordance with the Consolidated Entity's accounting policy. Comparative segment information has been presented in conformity with the requirements of Accounting Standard AASB 8 *Operating Segments*.

	Australia		North Macedonia		Head Office		Total	
	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022	31 Dec 2023	31 Dec 2022
	\$	\$	\$	\$	\$	\$	\$	\$
Other income	-	-	-	-	115	-	115	-
Operating expenses	-	-	(242,242)	(209,653)	(797,036)	(664,363)	(1,039,278)	(874,016)
Reportable segment net loss before income tax	-	-	(242,242)	(209,653)	(796,921)	(664,363)	(1,039,163)	(874,016)
	31 Dec 2023	30 June 2023	31 Dec 2023	30 Jun 2023	31 Dec 2023	30 Jun 2023	31 Dec 2023	30 Jun 2023
	\$	\$	\$	\$	\$	\$	\$	\$
Exploration and evaluation assets	2,250,778	1,549,318	20,317,978	20,476,349	-	-	22,568,756	22,025,667
Total segment assets	2,250,778	1,549,318	20,317,978	20,476,349	323,958	635,950	22,892,714	22,661,617
Total segment liabilities	-	-	-	-	17,110,917	15,765,600	17,110,917	15,765,600

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**Note 4. Share capital**

	<b>31 Dec 2023</b>	<b>30 Jun 2023</b>	<b>31 Dec 2023</b>	<b>30 Jun 2023</b>
	<b>No. of Shares</b>	<b>No. of Shares</b>	<b>\$</b>	<b>\$</b>
<b>Balance at beginning of period</b>	<b>782,841,294</b>	<b>782,841,294</b>	<b>32,317,746</b>	<b>32,317,746</b>
<b>Transactions during the period</b>	-	-	-	-
Issue of shares	-	-	-	-
Rights issue	-	-	-	-
Transaction costs	-	-	-	-
<b>Balance at end of period</b>	<b>782,841,294</b>	<b>782,841,294</b>	<b>32,317,746</b>	<b>32,317,746</b>

Unissued ordinary shares of the Company under options at the end of the reporting period are:

<b>Expiry date</b>	<b>Exercise price (\$)</b>	<b>Options on issue as 31 Dec 2023</b>	<b>Options on issue at 30 Jun 2023</b>
-	-	-	-

**Note 5. Borrowings**

	<b>31 Dec 2023</b>	<b>30 Jun 2023</b>
	<b>\$</b>	<b>\$</b>
Related party borrowings	<b>11,677,818</b>	9,609,879
Other borrowings	<b>670,000</b>	670,000
<b>TOTAL</b>	<b>12,347,818</b>	10,279,879

**Note 6. Equity – Non-Controlling interest**

	<b>31 Dec 2023</b>	<b>30 Jun 2023</b>
	<b>\$</b>	<b>\$</b>
Issued Capital	<b>2,836</b>	2,836
Reserves	-	-
Accumulated Loss	<b>(74,737)</b>	(73,753)
<b>TOTAL</b>	<b>(71,901)</b>	(70,917)

The non-controlling interest has a 38% (2022: 38%) equity holding in Silgen Resources International Ltd.

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**Note 7. Contingent Assets and Liabilities**

The directors are not aware of any contingent liabilities or assets to which the Consolidated Entity may be exposed to as at 31 December 2023 (30 June 2023: Nil) and into foreseeable future, which have not been noted within these financial statements.

**Note 8. Related party transactions**

Related parties of the Consolidated Entity consist of Key Management Personnel.

	<b>31 Dec 2023</b>	<b>30 June 2023</b>
	<b>\$</b>	<b>\$</b>
Loans from related parties	11,677,818	10,707,818
	<b>11,677,818</b>	<b>10,707,818</b>

**Note 9. Commitments**

In order to maintain current rights of tenure to exploration permits, the Consolidated Entity is required to perform minimum exploration work to meet minimum expenditure requirements. These obligations may vary over time, depending on the Consolidated Entity's exploration program and priorities. These obligations, which include a portion relating to rent, are not provided for in the financial report and are payable as follows:

	<b>Note</b>	<b>31 Dec 2023</b>	<b>30 Jun 2023</b>
		<b>\$</b>	
Within one year		<b>315,174</b>	586,774
One to five years		<b>59,174</b>	59,174
Later than five years		-	-
		<b>374,348</b>	<b>645,948</b>

**Note 10. Events after balance date**

In January 2024, the Consolidated Entity secured loans of \$200,000 and \$70,000 which were drawn down in January 2024. The interest rates are 10% per annum and the loans are repayable 10 business days after the date that Genesis has cleared funds from a capital raising.

In March 2024, the Consolidated Entity secured loans totalling \$50,000, which were drawn down in March 2024. The interest rate is 10% per annum and the loans are repayable 10 business days after the date that Genesis has cleared funds from a capital raising.

Other than the above, no matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial years.

**Genesis Resources Limited**  
**Financial Report for the half-year ended 31 December 2023**

**DIRECTORS' DECLARATION**

In the opinion of the directors of Genesis Resources Limited, ("the Company"):

1. the financial statements and notes set out on pages 10-18 are in accordance with the *Corporations Act 2001*, including:
  - a. complying with Australian Accounting Standard AASB 134 'Interim Financial Reporting, the *Corporations Regulations 2011* and other mandatory professional reporting requirements, and
  - b. 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
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.



**Eddie Pang**  
Managing Director  
14 March 2024

For personal use only

**RSM Australia Partners**

Level 27, 120 Collins Street Melbourne VIC 3000  
PO Box 248 Collins Street West VIC 8007

T +61 (0) 3 9286 8000  
F +61 (0) 3 9286 8199

[www.rsm.com.au](http://www.rsm.com.au)

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF GENESIS RESOURCES LIMITED

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the accompanying half-year financial report of Genesis Resources Limited ('the Company') and its controlled entities (together 'the consolidated entity') which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising 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 half-year financial report of the consolidated entity is not in accordance with the *Corporations Act 2001* including:

- (a) 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) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *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* ('ASRE 2410'). 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 Consolidated entity in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### *Material Uncertainty Related to Going Concern*

Without modifying our conclusion, we draw attention to Note 2 in the financial report, which indicates that during the half year ended 31 December 2023 the consolidated entity incurred a loss of \$1,039,163 and had net cash outflows from operating activities of \$645,658 for the half-year ended 31 December 2023. As at that date, the consolidated entity's current liabilities exceeded its current assets by \$16,920,207. These events and conditions, along with other matters as set forth in Note 2, indicate the existence of a material uncertainty which may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

### *Directors' Responsibility for the Half-Year Financial Report*

The directors of the consolidated entity 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*

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 consolidated entity'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.



**RSM AUSTRALIA PARTNERS**



**J S CROALL**  
Partner

Melbourne, Victoria  
Dated: 14 March 2024