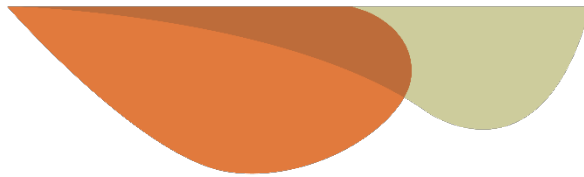


SAVANNAH GOLDFIELDS



INTERIM FINANCIAL REPORT

For the half-year ended 31 December 2023

CORPORATE DIRECTORY

Savannah Goldfields Limited ABN 75 003 049 714

<p>Board of Directors</p> <p>Stephen Bizzell (Chairman) Richard Anthon (Non-executive Director) Mark Baker (Non-executive Director) Peter Wright (Non-executive Director)</p> <p>Chief Executive Officer Brett Thompson</p> <p>Company Secretary Paul Marshall</p>	<p>Head Office</p> <p>Level 21 Matisse Towers 110 Mary Street Brisbane QLD 4000</p> <p>Telephone: 07 3108 3500 Email: admin@savannahgoldfields.com Website: www.savannahgoldfields.com</p> <p>ASX Codes: SVG ordinary shares and SVG0 30/6/25 \$0.06 options</p>
<p>Auditor</p> <p>BDO Audit Pty Ltd Level 10, 12 Creek Street Brisbane QLD 4000</p> <p>Telephone: 07 3237 5999 Website: www.bdo.com.au</p>	<p>Share Registry</p> <p>Link Market Services Limited Level 21 10 Eagle Street Brisbane QLD 4000</p> <p>Telephone: 1300 554 474 Facsimile: 02 9287 0303 Website: www.linkmarketservices.com.au</p>

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DIRECTORS' REPORT

Your Directors present their report on the Consolidated Entity consisting of Savannah Goldfields Limited (*formerly Laneway Resources Limited*) ("SVG" or "Company") and the entities it controlled (together referred to as the "Consolidated Entity" or "Group") at the end of, or during, the half-year ended 31 December 2023.

REVIEW OF OPERATIONS

Savannah Goldfields is an emerging gold explorer and producer, resource development and mining company with projects primarily targeting gold in Queensland with the Company also having an interest in a coking coal resource project in Northern New South Wales, which is being divested to ASX listed Clara Resources Australia Limited.

Savannah's primary focus for the 2024 financial year is on planning and permitting for expanded mining campaigns and operations at Agate Creek along with mining of Agate Creek resources as well as satellite mining areas and processing this ore at the Georgetown Gold Project CIL plant. Ongoing expansion permitting is progressing well at Georgetown to optimise processing capacity after the first ore was processed late August 2022 and first gold poured early September 2022, with final commissioning of the plant during November 2022.

Gulf Savannah Region Gold Projects

Mining & Haulage Agate Creek Gold Project

Mining of high-grade ore continued during the half year to December 2023. Mining operations were impacted in the half year to the end of December by a number of factors including low availability of key mining equipment and personnel which reduced daily mining rates, as well as geotechnical and sequencing issues. Grades were impacted early on by the pit sequencing issues but improved later in the half as pits progressed through the near surface weathered zones and geotechnical issues were overcome.

Unfortunately heavy monsoonal rains as well as cyclone activity impacted operations commencing mid November and continued to date with three cyclones now having impacted both Georgetown and Agate Creek sites - Cyclone Jasper mid-December, Cyclone Kirrily late January and Cyclone Lincoln mid February, all having had a negative impact on mining, haulage and processing operations.

Loading and hauling from the original Pit 6 at Sherwood was completed during Q2 2023 and Pit 3 at Sherwood West was also mined with Sherwood West Pits currently being mined. For the half year a total of 25,000 tonnes of high-grade ore and a further 5,000 tonnes of low grade ore and 58,000 tonnes of mineralized waste were mined as well as 306,000 tonnes of waste.

Haulage of ore from Agate Creek Gold Project to the Georgetown Gold Processing Plant continued during the half year, with around 27,000 tonnes of higher grade and 14,000 tonnes of lower grade ore hauled to the Georgetown plant - with around 2,000 tonnes of ore remaining on the Agate Creek mine ROM at the end of the period.



Sherwood West Pit 1 – mining the up dip extension of structure outcropping at top of hill

Georgetown Gold Processing Plant

The refurbishment program of the Georgetown Gold Processing Plant in North Queensland was completed late in 2022 and processing has continued since that time. Gold doré production bars are being securely exported to the Perth Mint for final refinement and sale.



Georgetown Processing Plant and ROM stockpiles

Gold Production

First gold was poured in September 2022 with steady production ongoing since this time. Ore processed for H1 2024 totaled 69,200 tonnes including around 22,200 tonnes of reclaimed historical tailings as well as around 17,200 tonnes of lower grade Agate Creek material with overall average mill feed grade of 1.7 g/t and overall recovery of 89%.

Unfortunately, a premature failure of the Mill 02 clutch late October as well as a burn out of the Mill 01 motor which failed during a violent electrical storm mid-November, both contributed to reduced throughput in the latter part of the December half year and as discussed earlier grades were impacted by slower than planned mining of high grade ore which required the plant feed to be supplemented with lower grade ore and historical tailings.

Total sales for H1 2024 were 3,456 ounces of gold and 2,376 ounces of silver refined and sold for total proceeds of just over \$10.4 million.

To 25 January, the Company has now sold 12,443 ounces of refined gold as well as 7,644 ounces of refined silver and received gold and silver sale proceeds of \$35.3 million (average received price of A\$2,813 per ounce gold) since commencement of production in September 2022.

Around 170,000 tonnes of material including reprocessed historic tailings have now been processed to date through the Georgetown plant, since processing commenced in September 2022.

The process and mining related issues described have had a significant impact on gold produced relative to planned for the half year. This coupled with the relatively high fixed cost component of mining and processing operations which could not otherwise be reduced, has had a negative impact on cash operating costs for the half year, which were approximately \$4,321 per ounce. Improving ore mining and throughput rates with increasing grade will improve ounces produced which will in turn improve the cash cost per ounce toward current target levels of around A\$2,000 per ounce. Production costs achieved for the December 2022 Quarter were A\$1,966 per ounce with 4,146 ounces produced in the December 2022 Quarter which is indicative of what steady state production should achieve.

Savannah has completed the detailed pit design for the new and fully permitted Big Reef resource area which is situated just outside the town of Forsyth and only around 45 km by road from the Georgetown processing plant site, and with a significantly more accessible haulage route relative to Agate Creek. Grade control drilling has been planned and the drill has been moved to site and drilling is in progress.

Pending assay results and any required pit design modifications as well as putting in place a moderate increase in the required financial assurance, mining of this resource area can commence. In addition, discussions are well advanced to undertake another sampling campaign of third party high grade oxide ore through the Georgetown plant with a view to developing a longer term arrangement for supply of supplementary third party ore.

It is expected that once mining transitions back into higher grade zones and with the plant back at full production levels, cash production costs should improve significantly to current target levels of closer to A\$2,000 per ounce with Quarterly gold production of greater than 5,000 ounces targeted for later this year.

Georgetown Gold Project Acquisition

Acquisition of the Georgetown Project in the past year and the refurbishment and recommissioning of the Georgetown Gold Processing Plant has facilitated the Company's ongoing transition from an explorer to a gold producer and will underpin the Company's regional gold expansion strategy.

The Georgetown Project's assets acquired include:

- An operational carbon in pulp (CIP) processing plant which has current capacity to operate at more than 250,000 tonnes per annum (tpa);
- Seventeen mining leases and 12 exploration permits covering 515 km² close to the plant in a well-mineralised yet significantly under-explored region; and
- An initial JORC inferred resource of 951,000 tonnes at 3.9 grams of gold per tonne (g/t) for 119,000 ounces of gold from just five of the prospect areas, with an upgrade of the resource planned for later this year (refer ASX announcement of 7 February 2022).

There is a strong potential to define additional high grade open cut gold resources which have potential to be mined and processed in the near term. Big Reef is the first of these projects that will be brought into production.

Environmental and other permitting for the Big Reef resource area (part of the Georgetown project) together with detailed pit designs were completed during the half year.

Big Reef will be the first of a number of satellite pits outside of the Company's main Agate Creek mining area that are planned to be opened and mined from in parallel with operations at Agate Creek to provide additional feed and ore supply redundancy to the Georgetown processing plant. Modelled pit shells are reflecting a targeted mined resource of around 54,000 tonnes at a grade of 3.1

Grade control drilling at Big Reef is underway and mining of this resource is expected to follow shortly thereafter. Big Reef is located much closer to the Georgetown processing plant site than the Agate Creek mine and has a haulage route that is less likely to be impacted by weather.

The Georgetown project acquisition importantly provides Savannah ownership of processing infrastructure and control over its own gold production.

Only 100km by road from the Agate Creek gold project, Georgetown has cut the distance the Agate Creek ore has previously been transported for processing by up to 700km, saving Savannah an estimated \$80-100/tonne of ore.

Savannah is targeting two production centers, the first being Georgetown, for initially processing Agate Creek high grade ore and a second plant is planned to be established at Agate Creek for the longer term production from that project. This new larger processing plant for Agate Creek is targeting a 8-10 year mining and processing life following construction.

The Georgetown processing plant is the only processing plant within 400km by road and is surrounded by stranded gold mineralisation and scores of old open pits, underpinning the vision for Georgetown to become a regional processing hub with a number of spokes feeding into it.

Historical activity in the region mined only relatively shallow Oxide ore, leaving behind unexploited and under-explored Sulphide material which was never mined, presenting significant opportunities in a region that contains more than 1,000 mines, prospects and mineral occurrences. More than 10Moz of gold has been mined historically in the region. Savannah is well advanced with the design of a modification to the plant to accommodate the future processing of Sulphide ores and the implementation of this project is targeted to be undertaken towards the end of 2024.

Ownership of the Georgetown processing plant additionally offers Savannah favourable opportunities for joint ventures and / or acquisitions of stranded gold deposits in the region.

Exploration, Drilling and Other Gold Projects Update

Exploration activity during the half-year was predominantly desktop studies and work to progress high grade mill feed targets. Drill planning and target generation has highlighted the best targets for development potential. Priority drill planning has ranked drilling which can satisfy multiple technical requirements from single drill holes incorporating including resource confirmation, geotechnical & metallurgical data sets along with environmental compliance geo-chemistry. Statutory reporting and compliance reports have been completed and lodged on all mining & exploration permits as required.

Discussions have been progressed with a number of parties regarding access to or acquisition of nearby Mining Leases with historical & current gold resources. Potential farm-in projects and toll treatment opportunities are still being regularly presented to Savannah by 3rd parties which are being reviewed and prioritised according to prospectivity and mine readiness. Metallurgical reviews of the ore types are also being undertaken. It is expected further toll treatment of third party ore will occur later in the year.

The current focus is on targeting additional resources close to the mill at a low resource cost per ounce basis that could be mined in the near term.

The underlying pastoral permit at Electric Light was sold by the landholder during the half-year and the expanded Mining Lease Application over the Electric Light mineralisation extension is expected to be lodged shortly once the land transfers complete, survey access permitting. This will allow mining once the Mining Lease is granted of the expanded resources at Electric Light.

An updated Resource estimate is still underway to account for mining depletion and reinterpretations based on in pit mapping is still being finalised on the Agate Creek Resource. Data collation and reviews to allow updating the resources associated with the recently acquired Mining Leases as part of the Georgetown Project are also underway.

Ashford Coking Coal Project

Savannah currently has a 60% interest in the Ashford Coking Coal Project, which has 14.8Mt Coking Coal Resource, following the sale in April 2021 of a 40% interest in the project to ASX listed Aus-Tin Mining Ltd (since renamed Clara Resources Australia Ltd ("Clara" ASX:C7A)).

Subsequent to the end of the reporting period the Company announced that it had reached an agreement with Clara Resources Limited in relation to the sale of Savannah's remaining shareholding in Renison Coal Pty Ltd, the entity that owns the Ashford Coking Coal Project, to Clara Resources Australia Ltd (Clara) for total consideration of \$3.95m plus a \$0.75 per tonne royalty on coal sales.

Completion of the sale is subject to receipt of Clara shareholder approval for the transaction and consideration to be received by Savannah for the sale of its remaining shareholding interest in Renison Coal Pty Ltd comprises:

- Upfront consideration of:
 - \$2,375,000 cash to be paid to Savannah once Clara shareholder approval for the transaction is obtained;
 - Savannah being issued 11.1 million Clara ordinary shares which will take Savannah's shareholding interest in Clara to approximately 19.5%;
- Deferred consideration of \$1,485,000 to be paid by Clara to Savannah as follows:
 - \$685,000 from future Clara equity capital raisings;
 - \$400,000 upon grant of a Mining Lease at the Ashford Project; and
 - \$400,000 upon first coal sales from the Ashford Project.
- A retained royalty interest for Savannah to be paid \$0.75 per tonne for every tonne of coal produced from the Ashford project.

Corporate

Capital Raising

During the half year the Company issued the following new securities:

- 4,925,122 ordinary shares were issued at \$0.15 per share raising \$738,768
- 2,600,000 September 2025 \$0.28 convertible notes were issued raising \$728,000.

In addition, 5,516,573 September 2025 \$0.28 convertible notes were issued in relation to meet interest of \$1,544,640 for the notes on issue for the periods ended 31 March 2023 and 30 September 2023 following the receipt of shareholder approval.

On 22 December 2023 the Company announced the launch of a pro-rata accelerated non-renounceable entitlement offer of ordinary shares (New Shares) to existing shareholders on a 2 for 5 entitlement basis at an issue price of 4 cents per share to raise approximately \$3.2 million (Entitlement Offer). For every two (2) New Shares issued to a holder as part of their subscriptions under the Entitlement Offer, the holder would also receive one (1) unlisted attaching option exercisable at 6 cents and expiring 30 June 2025 (New Option).

The entitlement Offer was fully underwritten by Bizzell Capital Partners, an entity associated with Savannah Chairman Stephen Bizzell.

The entitlement offer has raised \$3,212,454 (before costs) through the issue of 80,311,356 shares at an issue price of \$0.04 per share (along with 40,155,712 free attaching \$0.06 30/6/25 options) in relation to the offer.

Competent Persons Statements

The information in this report that relates to Exploration Results is based on information compiled by Mr Scott Hall who is a member of the Australian Institute of Mining and Metallurgy. Mr Hall is a full-time employee of Savannah Goldfields Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are 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 Hall consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information relating to the Mineral Resources at the Agate Creek Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Significant High-Grade Resource Increase for Agate Creek' dated 30 January 2020.

The report is available to view on the Savannah Goldfields website www.savannahgoldfields.com. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. 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 market announcement.

The information relating to the Mineral Resources at the Ashford Coking Coal Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Ashford Coking Coal Project - Increased Resource' dated 20 November 2017.

The report is available to view on the Savannah Goldfields website www.savannahgoldfields.com. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, and also "Australian Guidelines for the Estimation and Classification of Coal Resources, (2014)". The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. 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 market announcement.

The information relating to the Mineral Resources at the Georgetown Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Georgetown Project Mineral Resources' dated 7 February 2022.

The report is available to view on the Savannah Goldfields website www.savannahgoldfields.com. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, and also "Australian Guidelines for the Estimation and Classification of Coal Resources, (2014)". The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. 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 market announcement.

Schedule of Interests in Mining Tenements

Savannah holds the following interests in mining and exploration tenements. This schedule includes the tenements acquired pursuant to the Georgetown Project acquisition.

Queensland Tenements	100% Savannah	1,539km ²
Tenure Type	Title No.	
EPM	17788	
EPM	26460	
EPM	27906	
EPM	27907	
EPM	28133	
EPM	8545	
EPM	9158	
EPM	15146	
EPM	17989	
EPM	15440	
EPM	15547	
EPM	16917	
EPM	17570	

EPM	17589
EPM	17879
EPM	17918
EPM	18168
MDL	402
ML	100030
ML	3358
ML	3374
ML	3409
ML	3540
ML	3548
ML	3591
ML	30192
ML	30193
ML	30195
ML	30196
ML	30201
ML	30203
ML	3278
ML	3279
ML	3280
ML	3366
ML	5108

New South Wales Tenements	60% Savannah	40% C7A	13.8km ²
Tenure Type	Title No.		
EL	6234		
EL	6428		

NB: Subject to transfer to Clara as per ASX announcement 15th Feb

Mineral Resources

Agate Creek Mineral Resource

A global recoverable Mineral Resource is defined for the Agate Creek Project in Table 1 at a 0.5 g/t Au cut-off suitable for a large open pit operation and is reported on the same basis as the previous resource statement.

A continuous high-grade Mineral Resource can be interpreted at cut-off of 2 g/t Au for Sherwood and 1 g/t Au for Sherwood West and reported in Table 2. Table 2 represents a subset of Table 1.

Table 1: Total recoverable Mineral Resource at 0.5 g/t gold cut-off grade

Classification	Sherwood			Sherwood South			Sherwood West			Total		
	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz
Measured	0.015	4.91	2,400							0.015	4.91	2,400
Indicated	2.45	1.56	123,000				2.18	1.54	108,000	4.63	1.55	231,000
Inferred	1.73	1.15	64,000	0.37	1.16	14,000	1.59	1.14	58,000	3.69	1.15	136,000
Total	4.20	1.40	190,000	0.37	1.16	14,000	3.37	1.37	166,000	8.34	1.38	370,000

Mineral Resources are inclusive of the high-grade Mineral Resource included in Table 2

Table 2: High grade Mineral Resource subsets

Area	Cut-off Au g/t	Measured			Indicated			Inferred			Total		
		kt	Au g/t	Au oz	kt	Au g/t	Au oz	kt	Au g/t	Au oz	kt	Au g/t	Au oz
Sherwood	2.0	15	4.88	2,400	188	5.61	33,800	2	3.05	200	205	5.53	36,400
Sherwood West	1.0				977	1.87	58,800	118	1.72	6,700	1,095	1.86	65,400
Total		15	4.88	2,400	1,165	2.47	92,600	119	1.78	6,800	1,300	2.44	101,800

Grade and Tonnage rounded to 2 decimal places. Ounces calculated after rounding and reported to nearest 100 Oz

Given increases in the AUD gold price, the Mineral Resource estimate is also reported at 0.3 g/t cut-off in Table 3. No recent economic modelling has been undertaken on the project and as such the marginal cut-off grade that would be used for a bulk tonnage operation is unknown but could be assumed to be in the 0.3 to 0.5 g/t Au range.

Table 3: Total recoverable Mineral Resource at 0.3 g/t gold cut-off grade

Classification	Sherwood			Sherwood South			Sherwood West			Total		
	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz
Measured	0.015	4.88	2,400							0.015	4.88	2,400
Indicated	4.90	1.00	157,000				4.13	1.02	135,000	9.04	1.01	292,000
Inferred	3.06	0.83	82,000	0.51	0.96	16,000	3.19	0.78	80,000	6.76	0.81	177,000
Total	7.98	0.94	241,000	0.51	0.96	16,000	7.32	0.91	215,000	15.81	0.93	471,000

Further details of the Mineral Resource estimate are contained in Savannah's ASX announcement of 30 January 2020.

Depletion from mining activities since January 2020 has not been accounted for in the above Resource estimates, however this is deemed to not be material at this stage but the Resource estimate will be updated during 2024 to account for this reduction depletion along with incorporating results of additional drilling planned for the area.

Georgetown Resource Estimate

Mineral Resources on the Georgetown Project tenements that were acquired by Savannah pursuant to the acquisition of Masterson Minerals Pty Ltd (refer ASX announcement of 7 February 2022 for details of the acquisition).

Previous Resource estimates for Red Dam, Jubilee Plunger and Electric Light were undertaken under JORC 2004 and comprised a mixture of polygonal and block model estimates. For these deposits the existing interpretations were updated utilising more recent survey and additional drilling and form the basis of the current estimates undertaken using the block model method and inverse distance estimation. For Big Reef no previous estimates or interpretations were available and geological interpretations were constructed from the available mapping, trenching and drilling information collated. Suitable top cuts were applied to the distribution for each deposit. Both mined and unmined areas were estimated to provide a comparison to the previous pre-mining estimates and mine production.

The current estimates are based on a 0.5 g/t Au interpretation cut-off to generate interpretation with continuity and a minimum down hole width of 2 m (between 1 to 1.5 m true width). Reconciliation of the previously mined areas indicates metal prediction within 10% but with mine production at lower tonnage and higher grade. This suggests that in oxide more selective mining is. It is likely sulphide mining will have less visual control and the current estimates with lower selectivity are more realistic.

The majority of the prospects were drilled between the mid-1980s to 2010. The earliest drilling at each deposit included some open hole drilling before progressing to face sample RC drilling (generally in the 1990s). Some of the earliest drilling displays evidence of down hole contamination or tailing of grades with evidence of excessive mineralised widths and lower high-grade zones. In some areas where this is most obvious the drill intercept has been reduced to more typical widths and the contaminated tail effectively excluded. Some issues will remain, but these will be limited to just some drill holes and is not expected to impact the resource estimation significantly.

The Inferred Mineral Resources are summarised below and are principally contained within existing Mining Leases, though a few have extensions into the surrounding exploration leases as listed.

Inferred Mineral Resource estimates at 1 g/t Au cut-off

Mineral Resource	Mass kt	Au g/t	Ag g/t	Density t/m ³	Au koz*	Tenement
Red Dam	201	5.7	12	2.89	37	ML30203, EPM9158
Electric Light	388	3.7	0.7	2.59	46	ML3548, EPM8545
Jubilee Plunger	87	3.2	21.3	2.58	9	ML3374
Big Reef	107	3	NA~	2.44	10	ML3280, ML3279, ML3278, EPM15547
Union	167	3.2	NA~	2.4	17	ML3366
Total	951	3.9			119	

*Ounces rounded and reported to nearest 1,000 ounces ~ Ag assays for Big Reef and Union are limited and Ag cannot be estimated

Further details of the Mineral Resource estimate are contained in Savannah's ASX announcement of 7 February 2022.

EVENTS AFTER REPORTING DATE

Subsequent to 31 December 2023, the following has occurred:

- the Company raised \$3,212,454 (before costs) through the issue of 80,311,356 shares at an issue price of \$0.04 per share (along with 40,155,712 free attaching \$0.06 30/6/25 options) in relation to a non-renounceable entitlement offer of ordinary shares to existing shareholders on a 2 for 5 entitlement basis.
- the Company announced that it had reached an agreement with Clara Resources Limited in relation to the sale of Savannah's remaining shareholding in Renison Coal Pty Ltd, the entity that owns the Ashford Coking Coal Project, to Clara Resources Australia Ltd (Clara) for total consideration of \$3.95m plus a \$0.75 per tonne royalty on coal sales.


Completion of the sale is subject to receipt of Clara shareholder approval for the transaction and consideration to be received by Savannah for the sale of its remaining shareholding interest in Renison Coal Pty Ltd comprises:

- Upfront consideration of:
 - \$2,375,000 cash to be paid to Savannah once Clara shareholder approval for the transaction is obtained;
 - Savannah being issued 11.1 million Clara ordinary shares which will take Savannah's shareholding interest in Clara to approximately 19.5%;
- Deferred consideration of \$1,485,000 to be paid by Clara to Savannah as follows:
 - \$685,000 from future Clara equity capital raisings;
 - \$400,000 upon grant of a Mining Lease at the Ashford Project; and
 - \$400,000 upon first coal sales from the Ashford Project.
- A retained royalty interest for Savannah to be paid \$0.75 per tonne for every tonne of coal produced from the Ashford project.

AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 12 and forms part of the Director's report for the half-year ended 31 December 2023.

Signed in accordance with a resolution of the directors.


S G Bizzell
Chairman
15 March 2024



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GPO Box 457 Brisbane QLD 4001
Australia

DECLARATION OF INDEPENDENCE BY K L COLYER TO THE DIRECTORS OF SAVANNAH GOLDFIELDS LIMITED

As lead auditor for the review of Savannah Goldfields Limited 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 Savannah Goldfields Limited and the entities it controlled during the period.

K L Colyer
Director

BDO Audit Pty Ltd

Brisbane, 15 March 2024

Consolidated Statement of Comprehensive Income
For the half-year ended 31 December 2023

	Note	6 months ended December 2023 \$	6 months ended December 2022 \$
Revenue		10,187,778	12,597,511
Mining and processing costs, purchases of raw materials and consumables used and changes in inventories		(17,086,115)	(7,922,079)
Mineral royalty		(708,144)	(871,445)
Amortisation of overburden		-	(1,302,401)
Amortisation of development costs	7b	(877,579)	(1,748,491)
Gross profit/(loss)		(8,484,060)	753,095
Other income		117	5,617
Legal, audit, and accounting		(127,083)	(104,549)
Insurance and corporate compliance expenses		(181,795)	(237,389)
Employee expenses		(313,669)	(270,185)
Depreciation expenses	6	(618,704)	(239,450)
Rehabilitation provision		-	(194,350)
Impairment of exploration expenditure		-	(1,240,062)
Other expenses		(74,731)	(112,256)
		(9,799,925)	(1,639,529)
Finance income		11,408	2,557
Finance costs	3	(1,937,331)	(1,343,763)
Net finance costs		(1,925,923)	(1,341,206)
Fair value of investment recognised in profit and loss	8b	(223,461)	-
Equity accounted investment share of loss	8a	(419,011)	(830,844)
LOSS BEFORE INCOME TAX		(12,368,320)	(3,811,579)
Income tax		-	-
LOSS AFTER INCOME TAX		(12,368,320)	(3,811,579)
Other comprehensive income/(loss)			
Other comprehensive income for the period, net of tax		-	-
TOTAL COMPREHENSIVE LOSS		(12,368,320)	(3,811,579)
		Cents	Cents
Earnings per share			
Basic and diluted loss per share		(6.20)	(2.30)

The Consolidated Statement of Comprehensive Income should be read in conjunction with the Notes to the Consolidated Financial Statements.

**Consolidated Balance Sheet
As at 31 December 2023**

	Note	December 2023 \$	June 2023 \$
CURRENT ASSETS			
Cash and cash equivalents		4,703	108,202
Trade and other receivables	4	436,739	1,037,470
Inventories	5	988,095	3,255,111
Financial assets at fair value through profit or loss		3,266	3,266
Other assets		309,183	436,524
		1,741,986	4,840,573
Assets of disposal groups classified as held for sale	8c	576,091	-
TOTAL CURRENT ASSETS		2,318,077	4,840,573
NON-CURRENT ASSETS			
Other receivables	4	2,050,414	1,890,638
Equity accounted investments	8a	-	1,749,301
Financial Assets – Fair value Through Profit or Loss	8b	530,738	-
Plant and equipment	6	14,576,327	15,195,031
Exploration and evaluation assets	7a	24,176,536	23,916,570
Development assets	7b	1,755,158	2,632,737
TOTAL NON-CURRENT ASSETS		43,089,173	45,384,277
TOTAL ASSETS		45,407,250	50,224,850
CURRENT LIABILITIES			
Trade and other payables	9	11,195,776	9,168,101
Borrowings	10	7,729,925	7,464,311
Employee benefit provisions		254,849	266,722
TOTAL CURRENT LIABILITIES		19,180,550	16,899,134
NON-CURRENT LIABILITIES			
Borrowings	10	15,100,025	10,851,572
Provisions	12	2,900,000	2,900,000
TOTAL NON-CURRENT LIABILITIES		18,000,025	13,751,572
TOTAL LIABILITIES		37,180,575	30,650,706
NET ASSETS		8,226,675	19,574,144
EQUITY			
Contributed capital	11	148,611,179	147,906,849
Reserves	13	2,796,951	2,824,555
Accumulated losses		(143,181,455)	(131,157,260)
TOTAL EQUITY		8,226,675	19,574,144

The Consolidated Balance Sheet should be read in conjunction with the Notes to the Consolidated Financial Statements

**Consolidated Statement of Changes in Equity
For the half-year ended 31 December 2023**

	Note	Share Capital \$	Convertible Note Reserve \$	Share Based Payment Reserve	Accumulated Losses \$	Total \$
Balance at 1 July 2022		140,822,495	344,125	-	(116,445,258)	24,721,362
Transactions with owners in their capacity as owners						
Issue of share capital	11	3,062,500	-	-	-	3,062,500
Share issue costs	11	(240,278)	-	-	-	(240,278)
Options exercised	11	14,632	-	-	-	14,632
Share based payments		-	-	174,875	-	174,875
Equity component of convertible notes	11	-	2,305,555	-	-	2,305,555
		2,836,854	2,305,555	174,875	-	5,317,284
Comprehensive income/(loss)						
Loss after income tax		-	-	-	(3,811,579)	(3,811,579)
Other comprehensive income		-	-	-	-	-
		-	-	-	(3,811,579)	(3,811,579)
Balance at 31 December 2022		143,659,349	2,649,680	174,875	(120,256,837)	26,227,067

	Note	Share Capital \$	Convertible Note Reserve \$	Share Based Payment Reserve	Accumulated Losses \$	Total \$
Balance at 1 July 2023		147,906,849	2,649,680	174,875	(131,157,260)	19,574,144
Transactions with owners in their capacity as owners						
Issue of share capital	11	738,768	-	-	-	738,768
Share issue costs	11	(34,438)	-	-	-	(34,438)
Share based payments		-	-	-	-	-
Equity component of convertible notes	10	-	316,521	-	-	316,521
		704,330	316,521	-	-	1,020,851
Transfer reserve to accumulated losses relating to expired convertible notes		-	(344,125)	-	344,125	-
Comprehensive income/(loss)						
Loss after income tax		-	-	-	(12,368,320)	(12,368,320)
Other comprehensive income		-	-	-	-	-
		-	-	-	(12,368,320)	(12,368,320)
Balance at 31 December 2023		148,611,179	2,622,076	174,875	(143,181,455)	8,226,675

The Consolidated Statement of Changes in Equity be read in conjunction with the Notes to the Consolidated Financial Statements

Consolidated Cash Flow Statement
For the half-year ended 31 December 2023

	Note	6 months ended December 2023 \$	6 months ended December 2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers (GST inclusive)		10,187,895	11,882,169
Payments to suppliers and employees (GST inclusive)		(12,721,264)	(8,014,396)
Interest received		64	2,557
Interest and other borrowing costs paid		(11,852)	(19,867)
Net cash provided by/(used in) operating activities		(2,545,157)	3,850,463
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for plant and equipment		(93,176)	(4,438,800)
Payments for exploration and evaluation assets		(541,166)	(1,716,034)
Payments for development expenditure		-	(349,603)
Payments for equity accounted investments		-	(50,000)
Payments for the acquisition of the Georgetown Project		-	(8,686,130)
Payments for security bonds		-	(241,205)
Net cash provided used in investing activities		(634,342)	(15,481,772)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares	11	50,000	2,514,632
Cost associated with the issue of shares	11	-	(240,278)
Proceeds from convertible notes	10	573,000	12,640,000
Cost associated with the issue of convertible notes		-	(632,000)
Proceeds from other borrowings	10	2,453,000	1,447,599
Repayment of other borrowings	10	-	(4,029,102)
Net cash provided by financing activities		3,076,000	11,700,851
Net increase/(decrease) in cash and cash equivalents		(103,499)	69,542
Cash and cash equivalents at the beginning of the period		108,202	133,895
Cash and cash equivalents at the end of the period		4,703	203,437

The Consolidated Cash Flow Statement should be read in conjunction with the Notes to the Consolidated Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Reporting Entity

Savannah Goldfields Limited (*formerly Laneway Resources Limited*) (the “Company” or “SVG”) is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 31 December 2023 comprises the Company and its controlled entities (together referred to as the “Group” or “Consolidated Entity”).

(b) Statement of Compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001. The Company is a for profit entity for the purpose of preparing the interim financial report. The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the Consolidated Entity as at and for the year ended 30 June 2023 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

New and revised standards have been issued by the AASB and are effective for the half-year; however there are no material changes to the policies that affect the recognition or measurement of the results or financial position of the Consolidated Entity.

(c) Accounting Policies

The accounting policies and methods of computation applied by the Consolidated Entity in the consolidated interim financial report are the same as those applied by the Consolidated Entity in its consolidated financial report as at and for the year ended 30 June 2023.

(d) New Standards and Interpretations Not Yet Adopted

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2023 reporting period. The Consolidated Entity has decided against early adoption of these standards. The Consolidated Entity has assessed the impact of these new standards that are not yet effective and determined that they are not expected to have a material impact on the Consolidated Entity in the current or future reporting periods and on foreseeable future transactions.

(e) Going Concern

As at 31 December 2023 the Consolidated Entity had cash reserves of \$4,703 (30 June 2023: \$108,202) and net current liabilities of \$16,862,473 (30 June 2023: \$12,058,561) and has incurred a net loss of \$12,368,320 (31 December 2022: \$3,811,579). The Consolidated Entity requires further capital to fund future mining and exploration activity and meet other necessary corporate expenditure.

The ability of the Consolidated Entity to continue as a going concern is principally dependent upon one or more of the following:

- the ability of the Company to raise additional capital in the future;
- the successful profitable extraction and processing of its gold and silver reserves;
- Continuation of debt funding: The loan facility agreement at 31 December 2023 with Bizzell Nominees Pty Ltd, an entity associated with the Chairman, has a facility limit of \$6,500,000 and an expiry date of 30 June 2025;
- the realisation of funds from the sale of investments, exploration and development assets held. As at the date of this report the directors are unable to confirm the success or otherwise of any asset sale process;
- the realisation of funds from the sale of exploration and development assets held. As at the date of this report an agreement has been entered into for the sale of Savannah’s remaining shareholding in Renison Coal Pty Ltd, the entity that owns the Ashford Coking Coal Project, to Clara Resources Australia Ltd (Clara) for total consideration of \$3.95m plus a \$0.75 per tonne royalty on coal sales. The agreement has an upfront consideration of \$2,375,000 cash to be paid to Savannah once Clara shareholder approval for the transaction is obtained, Deferred consideration of \$1,485,000 to be paid by Clara to Savannah of: \$685,000 from future Clara equity capital raisings; \$400,000 upon grant of a Mining Lease at the Ashford Project; and \$400,000 upon first coal sales from the Ashford Project.

These conditions give rise to material uncertainty which may cast significant doubt over the Consolidated Entity’s ability to continue as a going concern.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The directors believe that the going concern basis of preparation is appropriate due to the following reasons:

- To date the Consolidated Entity has on occasion funded its activities through issuance of equity securities, and it is expected that the Consolidated Entity will be able to fund its future activities through further issuances of equity securities. Refer to note 10,11 and 16 for capital raises completed during the year and subsequent to year end;
- Current near term mining and processing operations are expected to generate cash flow positive earnings.
- The Chairman has confirmed that Bizzell Nominees Pty Ltd will continue to support the company in the event that, within the next 12 months, Savannah does not either receive cash flow positive proceeds from the mining operations or realise proceeds from the sale of its interest in the Ashford Project or raise sufficient further funds by way of a capital raising of at least \$6,500,000. As at the date of this report, \$5,549,115 of this facility is unused;
- The Company reached an agreement with Clara Resources Limited in relation to the sale of Savannah's remaining shareholding in Renison Coal Pty Ltd, the entity that owns the Ashford Coking Coal Project, to Clara Resources Australia Ltd (Clara) for total consideration of \$3.95m plus a \$0.75 per tonne royalty on coal sales.
- Included in current liabilities are amounts owing to key management personal totalling \$1,032,489. Subsequent to year end, these amounts payable were extinguished by way of issuing shares in the January Entitlement Offer.
- The recovery of funds owed to the company from its 2020 mining campaign by Maroon Gold. As at the date of this report the directors are unable to confirm the success or otherwise of the recovery process which is contingent on the successful IPO and ASX listing of Ashby Mining Ltd, the acquirer of Maroon Gold;
- Effective cash flow management including support from its suppliers to defer payments, if and when required; and
- The directors believe there is sufficient cash available for the Consolidated Entity to continue operating based on the Company's cash flow forecast.

As a result of the items noted above the directors believe the going concern basis of preparation is appropriate, and accordingly have prepared the financial report on this basis. The going concern basis presumes that funds will be available to finance future operations and that the realization of assets and liabilities will occur in the normal course of business.

Should the Consolidated Entity be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Consolidated Entity be unable to continue as a going concern.

NOTE 2 SEGMENT REPORTING

Reportable Segments

The Consolidated Entity has identified its operating segment based on internal reports that are reviewed and used by the executive team in assessing performance and determining the allocation of resources.

Management currently identifies the Group as having only one reportable segment, being exploration, development and operations for base and precious metals. The financial results from this segment are equivalent to the financial statements of the Group.

	6 months ended December 2023 \$	6 months ended December 2022 \$
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NOTE 3 FINANCE COSTS

Convertible notes finance costs (interest and note issue costs)	899,759	975,022
Interest on other loans	610,796	204,088
Other interest	11,853	1,518
Unwinding of convertible note discount	414,923	163,135
	1,937,331	1,343,763

	December 2023 \$	June 2023 \$
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NOTE 4 TRADE AND OTHER RECEIVABLES

Current

Trade receivables	1,874,173	1,874,173
Provision for expected credit losses ¹	(1,874,173)	(1,874,173)
Other receivables	436,739	1,037,470
	436,739	1,037,470

Non-Current

Deposits held as security for tenements and restoration obligations	2,050,414	1,890,638
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¹ A provision of \$1,874,173 has been made for the amount still owing by Maroon Gold in relation to a prior mining campaign. During the half-year the acquisition of Maroon Gold by Ashby Mining Ltd (formerly AMD Resources Ltd) was completed and progress made towards Ashby Mining's proposed IPO and ASX listing. Whilst a successful listing by Ashby Mining could see Savannah recover all of this amount owing, at this time the provision for its non-recovery has been retained. Upon Ashby Mining Ltd successfully completing its IPO and ASX listing, Savannah will receive from Ashby Mining a cash payment of \$250,000, be issued a \$750,000 loan note with a 12 month maturity and be issued \$1,000,000 worth of Ashby Mining shares at the IPO issue price. During the prior financial year, Savannah advanced \$175,000 to Ashby to provide working capital to assist with the restructuring and ASX listing process. The loan has an interest rate of 13% per annum. During the reporting period Savannah has accrued interest income of \$11,344 on the loan. As at balance date \$200,305 is owed to Savannah.

	December 2023 \$	June 2023 \$
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NOTE 5 INVENTORIES

Mineral concentrates	481,538	681,500
Ore stockpiles	443,138	2,463,563
Fuel consumables	63,419	110,048
	988,095	3,255,111

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and applicable variable selling expenses. The ore stockpiles represent ore mined and held for processing while mineral concentrates are gold in circuit as at balance date.

NOTE 6 PLANT AND EQUIPMENT

Movement during the period	Mining Assets ¹	Vehicles	Plant & Equipment	Total
	\$	\$	\$	\$
Opening balance 1 July 2023	15,095,900	64,642	34,489	15,195,031
Depreciation	(589,045)	(20,216)	(9,443)	(618,704)
Closing balance 31 December 2023	14,506,855	44,426	25,046	14,576,327

¹ Mining assets represent the Georgetown gold processing plant and associated supporting infrastructure. These assets are being depreciated over the estimated useful life of 15 years on a straight-line basis.

NOTE 7a EXPLORATION and EVALUATION ASSETS

Areas not in production

Exploration phase	December 2023 \$	June 2023 \$
	24,176,536	23,916,570
	24,176,536	23,916,570

Movement during the period

	Exploration Expenditure \$
Opening balance 1 July 2023	23,916,570
Additions	259,966
Amortisation	-
Closing balance 31 December 2023	24,176,536

December 2023 \$	June 2023 \$
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NOTE 7b DEVELOPMENT ASSETS

Areas of production

Development phase	7,939,964	7,939,963
Accumulated amortisation	(6,184,806)	(5,307,226)
	1,755,158	2,632,737

Movement during the period

	Development Expenditure \$
Opening balance 1 July 2023	2,632,737
Additions	-
Amortisation	(877,579)
Closing balance 31 December 2023	1,755,158

Change in accounting estimate of useful life

During the half year ended 31 December 2023, the directors have reassessed the remaining useful life of the development asset based on the estimated remaining life of the projects being mined. The impact from 30 June 2023 is that the 30 June 2023 carrying amount is now being amortised over the 18 month period from 1 July 2023 to 31 December 2024.

December
2023
\$

June
2023
\$

NOTE 8a EQUITY ACCOUNTED INVESTMENTS

Investment in former associate – Clara Resources Australia Ltd	-	1,173,210
Investment in joint venture – Renison Coal Pty Ltd	-	576,091
	-	1,749,301

Movement during the period

	Clara Resources \$	Renison Coal \$	Total \$
Opening balance 1 July 2023	1,173,210	576,091	1,749,301
Share of loss for period to 31 October 2023 (14.78%)	(419,011)	-	(419,011)
Classified as held for sale (note 8c)		(576,091)	(576,091)
Discontinuation of equity accounting (note 8b)	(754,199)	-	(754,199)
Closing balance 31 December 2023	-	-	-

The Consolidated Entity has a 14.78% interest in Clara Resources Limited, a listed company. Clara Resources' main project is the Ashford Coal Project (SVG is the joint venture entity in this project). SVG had previously appointed one representative to the board of Clara Resources who was not replaced when he resigned in November 2023. Given that the Savannah board representative is conflicted from voting on any decisions or discussions in relation to Clara's main operations, being the Ashford Project, and that Savannah no longer has any board representation, the Directors have assessed that significant influence over Clara's activities no longer exists.

As a result, the investment in Clara has not been equity accounted after 31 October 2023 and has been valued at the market value as at balance date – see note 8b.

In 2022, the Group sold a 40% interest in Renison Coal Pty Ltd a company that holds the Ashford coking coal project. Even though the Group retains 60% of the shares and voting rights, joint control exists as decisions about the relevant activities of the Ashford project require a special resolution to be passed (75%) or unanimous consent of the parties and as a result the investment is being accounted for under the equity accounting method.

During the period, Savannah and Clara were in negotiations regarding the sale of the remaining interest in Renison Coal. At 31 December 2023, it was assessed that the sale was highly probable and therefore has been reclassified and accounted for at 31 December 2023 as a disposal group held for sale. Refer note 8c.

December
2023
\$

June
2023
\$

NOTE 8b FINANCIAL ASSETS – FAIR VALUE THROUGH PROFIT OR LOSS

Investment in Clara Resources Limited - at fair value (level 1)	530,738	-
<i>Reconciliation of the fair values at the beginning and end of the reporting period</i>		
Opening carrying amount at start of reporting period	-	-
Transfer from equity accounted investments (note 8a)	754,199	-
Fair value of investment recognised in profit and loss	(223,461)	-
Closing fair value	530,738	-

December 2023	June 2023
\$	\$

NOTE 8c ASSETS OF DISPOSAL GROUPS CLASSIFIED AS HELD FOR SALE

Investment in joint venture – Renison Coal Pty Ltd	576,091	-
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A revised agreement has been reached (post balance date) between Savannah and Clara Resources for the acquisition by Clara Resources of the remaining interest in Renison Coal. The agreement, if completed, will see SVG holding just under 20% of Clara Resources' shares on issue, post transaction completion. There will be no ongoing right to Board representation.

December 2023	June 2023
\$	\$

NOTE 9 TRADE AND OTHER PAYABLES

Trade payables	9,979,207	7,900,150
Other payables	1,216,569	1,267,951
	11,195,776	9,168,101

NOTE 10 BORROWINGS

Current

Short term loan facility ¹	6,703,836	6,124,110
Loan from Director Related Entities – Bizzell Nominees ⁴	-	161,880
Loan from Director Related Entities – Nambia Pty Ltd ²	508,528	-
Loan from Director Related Entities – Peter Wright ³	15,000	15,000
Accrued interest on convertible notes ⁵	502,561	1,163,321
	7,729,925	7,464,311

Non-Current

Convertible notes	13,487,603	10,851,572
Loan from Director Related Entities – Bizzell Nominees ⁴	1,612,422	-
	15,100,025	10,851,572

1. Short term loan facility

Norfolk Enchants Pty Ltd, an unrelated third party, has provided a short-term loan to the company. The facility is for up to \$6,000,000, has an interest rate of 12% per annum and is repayable on 31 October 2024. The facility had a balance outstanding of \$6,703,836 being loan draw down of \$5,750,000 plus accrued interest of \$953,836 at 31 December 2023. Interest accrued during the period was \$289,863. The facility is secured by a fixed and floating charge over the assets of the Company.

2. Loan from Director Related Entity – Nambia Pty Ltd

Nambia Pty Ltd a company associated with Mr Rick Anthon has provided a new loan facility for up to \$500,000 to the company, with an expiry date of 30 April 2024 and an interest rate of 15%. The loan has an establishment fee of \$5,000 which has been capitalized. Interest accrued during the period was \$3,528. During the period, \$500,000 advances were made and no repayments were made.

3. Loan from Director – Mr Peter Wright

Mr Peter Wright has provided an interest free loan of \$15,000 to the company. During the period, \$nil advances or repayments were made.

4. Loan from Director Related Entity – Bizzell Nominees Pty Ltd

Bizzell Nominees Pty Ltd a company associated with Mr Stephen Bizzell has provided a loan facility for up to \$6,500,000 to the company, with an expiry date of 30 June 2025 (at 30 June 2023 it had an expiry date of 30 June 2024) and an interest rate of 8%. Interest accrued during the period was \$22,542. During the period, \$1,948,000 advances and \$520,000 of repayments were made. The repayments comprised \$100,000 which was subscribed for ordinary shares and \$420,000 which was subscribed for convertible notes.

NOTE 10 BORROWINGS continued

Convertible notes

During the period Company completed issues of Convertible Notes as follows:

	No of Notes	Face Value \$
Balance at 1 July 2023	45,142,868	12,640,000
7/8/23 Placement Note issue @ \$0.28	946,428	265,000
25/8/23 Con Note issue @ \$0.28 re interest to 31 March 2023	2,609,091	730,545
20/10/23 Con Note issue @ \$0.28 re interest to 30 September 2023	2,168,216	607,100
20/10/23 Placement Note issue @ \$0.28	1,100,000	308,000
20/12/23 Con Note issue @ \$0.28 re interest to 30 September 2023	739,266	206,995
20/12/23 Repayment of loan via Note issue @ \$0.28	1,500,000	420,000
Balance at 31 December 2023	54,205,869	15,177,640

The principal terms of the Convertible Notes are:

Issue price per note:	\$0.28	
Interest rate per annum:	12%	
Interest payments:	Half yearly in arrears and the interest may be paid in certain circumstances at Savannah's election by the issue of further Convertible Notes.	
Maturity date:	30 September 2025	
Conversion terms	Convertible at any time at the Convertible Note holder's election into one ordinary SVG share, subject to any necessary shareholder approvals and usual adjustment mechanisms in certain circumstances.	
Security:	The Convertible Notes are secured over all current assets of SVG.	
Early redemption:	SVG has the right for early redemption at its election (also applies for a takeover event). If redeemed early the following early redemption fee and early redemption rights apply:	
If redeemed on or before	Early redemption fee - face value of notes redeemed	Issue to the noteholder options - exercise price \$0.28 and expiry 30 Sept 2025
30 September 2023	3%	1 option for every 5 notes
30 September 2024	2%	1 option for every 10 notes
30 September 2025	1%	1 option for every 20 notes

The convertible notes are presented in the balance sheet as follows:

	December 2023 \$	June 2023 \$
Face value of notes issued	15,177,640	12,640,000
Value of equity component	(2,622,076)	(2,305,555)
	12,555,564	10,334,445
Unwinding of equity component – interest expense	932,050	517,127
Notes converted equity component	-	-
Convertible note liability	13,487,614	10,851,572

**December
2023**
\$

**June
2023**
\$

NOTE 11 CONTRIBUTED CAPITAL

Fully paid ordinary shares	148,611,179	147,906,849
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Ordinary Shares

	Dec 2023 \$	Jun 2023 \$	Dec 2023 Number	Jun 2023 Number
At the beginning of the period	147,906,849	140,822,495	195,848,438	6,302,016,410
Placement of shares at \$0.15 per share (non-cash)	688,768	-	4,591,789	-
Placement of shares at \$0.15 per share (cash)	50,000	-	333,333	-
Placement of shares at \$0.005 per share	-	1,180,000	-	236,000,000
Options exercised at \$0.008 per share	-	14,632	-	1,828,947
Placement of shares at \$0.005 per share	-	1,320,000	-	264,000,000
Share consolidation (40:1)	-	-	-	(6,633,746,919)
Shares issued to Georgetown vendors at \$0.225 per share	-	562,500	-	2,500,000
Placement of shares at \$0.20 per share	-	3,250,000	-	16,250,000
Placement of shares at \$0.15 per share	-	1,050,000	-	7,000,000
Share issue costs	(34,438)	(292,778)	-	-
At reporting date	148,611,179	147,906,849	200,773,560	195,848,438

On 22 December 2023 the Company announced the launch of a pro-rata accelerated non-renounceable entitlement offer of ordinary shares (New Shares) to existing shareholders on a 2 for 5 entitlement basis at an issue price of 4 cents per share to raise approximately \$3.2 million (Entitlement Offer). For every two (2) New Shares issued to a holder as part of their subscriptions under the Entitlement Offer, the holder would also receive one (1) unlisted attaching option exercisable at 6 cents and expiring 30 June 2025 (New Option). Refer to note 16 for issuance of shares subsequent to 31 December 2023 in relation to the on-renounceable entitlement offer.

**December
2023**
\$

**June
2023**
\$

NOTE 12 PROVISIONS

Provision for Rehabilitation	2,900,000	2,900,000
	2,900,000	2,900,000

NOTE 13 RESERVES

Convertible note reserve ¹	2,622,076	2,649,680
Share based payment reserve	174,875	174,875
	2,796,951	2,824,555

¹ The convertible note reserve increase of \$316,521 is represented by the equity component being recognised in relation to the convertible notes issued during the period. Refer Note 10 for details.

NOTE 14 CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no contingent liabilities or contingent assets at 31 December 2023 (30 June 2023: Nil).

NOTE 15 RELATED PARTY DISCLOSURES

Loans with directors and key management personnel

Refer to note 10 for related party loan information.

Other transactions and balances with directors and key management personnel and their related parties and amounts recognised at the reporting date in relation to other transactions

Fees of \$50,338 were charged on normal commercial terms, by Bizzell Capital Partners Pty Ltd an entity associated with Mr Stephen Bizzell in relation to the capital raising undertaken by Savannah in the period. The fees related to 5% for a share placement of \$688,768 and a fee of 6% in relation to a placement of convertible notes of \$265,000.

Rent of \$30,000 for the half year to 31 December 2023 (2022 - \$24,000) was charged on normal commercial terms, by Mallee Bull Investments Pty Ltd as trustee for the Mallee Bull Property Trust an entity associated with Mr Stephen Bizzell's spouse and Mr Peter Wright. As at 31 December 2023, \$35,300 (30 June 2023 - \$107,800) was owed to Mallee Bull by Savannah. During the period \$100,000 was repaid by the issue of 666,667 ordinary shares at \$0.15 per share.

Aggregate amounts of each of the above types of transactions with related parties

Consolidated Entity

	December 2023	December 2022
<u>Amounts recognised as an expense:</u>	\$	\$
- rental expense	30,000	24,000
- finance costs – interest expense	242,113	94,306
- finance costs – unwinding of convertible note discount	111,195	43,074
- finance costs – convertible note issue fees	15,900	516,722
	<u>399,208</u>	<u>678,102</u>
<u>Amounts recognised directly in equity:</u>		
- Share issue costs	34,438	125,000
- Convertible note issue fees	-	115,278
	<u>34,438</u>	<u>240,278</u>
	December 2023	June 2023
	\$	\$
<u>Amounts recognised as liabilities:</u>		
- Trade payables Director ¹	366,706	463,895
- Trade payables non Director KMP ¹	200,300	200,300
- Other payables and accruals ¹	247,980	183,213
- Loan from director related entity	2,135,950	176,880
- Convertible notes ²	3,614,555	2,790,159

¹ Balances also include amounts owing in relation to directors' fees and remuneration.

² Face value of convertible notes at 31 December 2023 is \$4,067,466.

Since reporting date \$1,032,489 of the liabilities have been settled through the issuance of shares in the shareholder entitlement offer in January and February 2024

NOTE 16 EVENTS AFTER REPORTING DATE

Subsequent to 31 December 2023, the following has occurred:

- the Company raised \$3,212,454 (before costs) through the issue of 80,311,356 shares at an issue price of \$0.04 per share (along with 40,155,712 free attaching \$0.06 30/6/25 options) in relation to a non-renounceable entitlement offer of ordinary shares to existing shareholders on a 2 for 5 entitlement basis.
- the Company announced that it had reached an agreement with Clara Resources Limited in relation to the sale of Savannah's remaining shareholding in Renison Coal Pty Ltd, the entity that owns the Ashford Coking Coal Project, to Clara Resources Australia Ltd (Clara) for total consideration of \$3.95m plus a \$0.75 per tonne royalty on coal sales.

Completion of the sale is subject to receipt of Clara shareholder approval for the transaction and consideration to be received by Savannah for the sale of its remaining shareholding interest in Renison Coal Pty Ltd comprises:

- Upfront consideration of:
 - \$2,375,000 cash to be paid to Savannah once Clara shareholder approval for the transaction is obtained;
 - Savannah being issued 11.1 million Clara ordinary shares which will take Savannah's shareholding interest in Clara to approximately 19.5%;
- Deferred consideration of \$1,485,000 to be paid by Clara to Savannah as follows:
 - \$685,000 from future Clara equity capital raisings;
 - \$400,000 upon grant of a Mining Lease at the Ashford Project; and
 - \$400,000 upon first coal sales from the Ashford Project.
- A retained royalty interest for Savannah to be paid \$0.75 per tonne for every tonne of coal produced from the Ashford project.

DIRECTORS' DECLARATION

In the Directors' opinion:

- the attached financial statements and notes thereto comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors made pursuant to section 303(5) of the Corporations Act 2001.

On behalf of the Directors



S G Bizzell
Chairman
15 March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Savannah Goldfields Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Savannah Goldfields Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated balance sheet as at 31 December 2023, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material account policy information 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 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 true and fair and 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 Pty Ltd



K L Colyer
Director

Brisbane, 15 March 2024