



PACIFIC AMERICAN HOLDINGS LIMITED ABN 83 127 131 604

CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE HALF YEAR ENDED 30 JUNE 2021

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## CORPORATE INFORMATION

### *Registered Office*

Suite 706, Level 7  
89 York Street  
Sydney, NSW, 2000

### *Directors*

Geoff Hill (Chairman)  
Simon Bird (Non-Executive Director)  
Mark Sykes (Executive Director)

### *Company Secretary*

Wayne Kernaghan

### *Principal Place of Business*

Suite 706, Level 7  
89 York Street  
Sydney, NSW, 2000  
Email: [info@pamcoal.com](mailto:info@pamcoal.com)  
Telephone: +61 2 8964-4373  
Website: [www.pacificamerican.com.au/](http://www.pacificamerican.com.au/)

### *Solicitor*

Thomson Geer  
Level 25  
1 O'Connell Street  
Sydney NSW 2000

### *Share Registry*

Boardroom Pty Limited  
Grosvenor Place  
Level 12, 225 George Street  
Sydney, NSW, 2000  
Telephone: 1300 737 760 (in Australia)  
+61 2 9290 9600 (International)  
Website: [www.boardroomlimited.com.au](http://www.boardroomlimited.com.au)

### *Banker*

National Australia Bank  
Westpac Banking Corporation  
Bank of Queensland

### *Auditor*

Hall Chadwick  
Level 40, 2 Park Street  
Sydney NSW 2000

### *Investor enquiries*

Suite 706, Level 7  
89 York Street  
Sydney, NSW, 2000  
Telephone: +61 2 8964-4373  
Email: [info@pamcoal.com](mailto:info@pamcoal.com)  
Website: [www.pacificamerican.com.au/](http://www.pacificamerican.com.au/)

## DIRECTORS' REPORT

The Directors of Pacific American Holdings Limited ASX code: **PAK (the Company)** present their report for the half-year ended 30 June 2021. The Directors report as follows:

### 1. Directors

The names of the Directors of the Company during the half-year and up to the date of this report are:

Geoff Hill (Chairman) Appointed 15 May 2009

Simon Bird (Non-Executive Director) Appointed 13 July 2010

Mark Sykes (Executive Director) Appointed 31 December 2017

### 2. Review of operations

The consolidated loss after income tax for the half-year ended 30 June 2021 was \$687,171 (2020: \$443,677).

Operational activity during the first half of the year was focused on progressing the Company's plans to develop a portfolio of gold projects. This activity included expanding on the identification of high value North American gold opportunities, as well as delivering on gold exploration activity in Western Australia. Specifically, these activities included:

- Datamining and in-field research to stake Federal Lode Claims over the Company's Anderson Creek Gold Project in Idaho, and
- Finalisation of the Farm-in Agreement with Salazar Gold Pty Ltd (Salazar) and the commencement and completion of an exploration program at the Porphyry North Gold Project

The Company has built a team based in the USA to identify and prioritise gold project opportunities along with potential base metal projects in North America. The Company has identified the Anderson Creek Project in Idaho as a high potential gold project area based on historic assay results and observations made in the field during a recent trip to the site. The Company is also interested in base metals projects such as copper, as the long term outlook for copper looks positive due to its enabling role in an increasingly electrified economy.

Our exploration activity during the first half of the year was focused on committing resources to the Porphyry North Gold Project as part of the Farm-in Agreement the Company entered into with Salazar, as announced on the 12<sup>th</sup> January 2021.

The Company continues to support our renewable energy strategy through GP Hydro Pte Ltd (GP Hydro). GP Hydro continues to engage in the target markets and pursue business development opportunities, including participating in collaborative tender proposals and exploring pathways to secure a sales and project pipeline.

While no activity was carried out at the Elko Project during the first half of the year, the Elko Project remains a valuable asset for the Company. The Company is therefore committed to maintain Elko in good standing so as to maintain 100% ownership over the project and to seek out willing parties to assist in advancing the project through further exploration.

During the half year ended 30 June 2021, PAK's net cash used in operating activities totalled \$364,686 (2020: \$441,576).

### 3. Outlook

The Company and its controlled entities (**the Consolidated Entity**) continue to assess the value of its assets and seek out new investment opportunities. Focus areas of the Company are in:

- a) The Elko Coking Coal Project – Elko remains an asset of significant value to the Company, with the Company maintaining its committed to ongoing investment in Elko Project. This ongoing investment will position Elko to benefit from uplift in the coking coal market or interest from potential investors seeking direct ownership in a coking coal asset with 303Mt JORC 2012 compliant resource.
- b) Building a gold and base metal portfolio of projects. The made its first investment in gold projects in the first half of the year and plan on expanding our gold and base metal opportunities in North America during the second half of the year..

The Consolidated Entity has plans in place to undertake capital raising activities in the second half of the year to support the strategic objectives and direction of the Company.

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

The Auditor's Independence Declaration pursuant to Section 307C of the Corporations Act 2001 (Cth) is set out on page 6.

**5. Rounding of Amounts to the Nearest Dollar**

The Company is not of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 dated 24 March 2016 and, as such, amounts in the Half Year Financial Report and Directors' Report have been reported to the nearest dollar, unless otherwise stated.

**6. Competent Person's Statement**

***Previously Released Information***

This Interim Financial Report refers to information extracted from reports available for viewing on PAK's website [www.pacificamerican.com.au](http://www.pacificamerican.com.au) and announced on:

- 02.03.2021 "Maiden Drilling Program Completed Over Three Gold Targets"
- 01.10.2020 "Drill Ready Western Australian Gold Project"

PAK confirms it is not aware of any new information or data that materially affects the information included in the original market announcements, and, in the case of exploration targets, that all material assumptions and technical parameters underpinning the exploration targets in the relevant market announcements continue to apply and have not materially changed. PAK confirms that the form and context in which the Competent Person's findings presented have not been materially modified from the original market announcements.

***Forward Looking Statements***

Statements contained in this Interim Financial Report, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices or potential growth of the Company, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking.

The interpretations and conclusions reached in this announcement are based on current geological theory and the best evidence available to the authors at the time of writing. It is the nature of all scientific conclusions that they are founded on an assessment of probabilities and, however high these probabilities might be, they make no claim for absolute certainty. Any economic decisions which might be taken on the basis of interpretations or conclusions contained in this report will therefore carry an element of risk.

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



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Simon Bird  
Director  
Sydney  
10 September 2021

PACIFIC AMERICAN HOLDINGS LIMITED  
ABN 83 127 131 604  
AND ITS CONTROLLED ENTITIES

AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF PACIFIC AMERICAN HOLDINGS LIMITED

SYDNEY

Level 40  
2 Park Street  
Sydney NSW 2000  
Australia

Ph: (612) 9263 2600  
Fx: (612) 9263 2800

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Pacific American Holdings Limited. As the lead audit partner for the audit of the financial report of Pacific American Holdings Limited for the half-year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



HALL CHADWICK (NSW)  
Level 40, 2 Park Street  
Sydney NSW 2000



DREW TOWNSEND  
Partner  
Dated: 10 September 2021

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## CONSOLIDATED INTERIM STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME

For the Half-Year Ended 30 June 2021

	Note	Consolidated Entity June 2021	June 2020
		\$	\$
<b>Other revenue</b>			
Interest income		397	439
Other income		320	-
Recovery of impaired loss of receivable		50,370	-
Foreign currency exchange gains		11	-
<b>Expenses</b>			
Employee expenses		(128,328)	(158,153)
Administration costs		(203,512)	(280,901)
Share based payments		(52,800)	-
Impairment of exploration and evaluation costs	5	(353,629)	-
Foreign currency exchange losses		-	(5,062)
<b>Loss before income tax</b>		<b>(687,171)</b>	<b>(443,677)</b>
Income tax expense		-	-
<b>Loss after income tax</b>		<b>(687,171)</b>	<b>(443,677)</b>
<b>Other comprehensive income</b>			
Items that may be reclassified to profit or loss			
Foreign currency translation differences		95,277	88,507
Total other comprehensive income		95,277	88,507
<b>Total comprehensive income</b>		<b>(591,894)</b>	<b>(355,170)</b>
		<b>Cents per share</b>	<b>Cents per share</b>
(Loss) per share:			
Basic	8	(0.22)	(0.23)
Diluted	8	(0.21)	(0.23)

The Consolidated Interim Statement of Profit and Loss and Other Comprehensive Income is to be read in conjunction with the Notes to the Financial Statements

## CONSOLIDATED INTERIM BALANCE SHEET

As at 30 June 2021

	Note	Consolidated Entity June 2021 \$	December 2020 \$
Current Assets			
Cash and cash equivalents		441,387	1,014,973
Trade and other receivables	3	154,032	44,802
Other assets		34,765	14,824
Total Current Assets		630,184	1,074,599
Non-Current Assets			
Security deposits		159,618	155,805
Investments in associates	4	-	-
Deferred exploration and evaluation costs	5	3,030,418	2,955,386
Total Non-Current Assets		3,190,036	3,111,191
Total Assets		3,820,220	4,185,790
Current Liabilities			
Trade and other payables		171,534	126,296
Total Current Liabilities		171,534	126,296
Total Liabilities		171,534	126,296
Net Assets		3,648,686	4,059,494
Equity			
Contributed equity	6	15,306,975	15,229,089
Share option reserve	7	113,850	10,650
Foreign currency exchange reserve		(95,047)	(190,324)
Accumulated losses		(11,677,092)	(10,989,921)
Total Equity		3,648,686	4,059,494

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



## CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

For the Half-Year Ended 30 June 2021

	Note	Contributed Equity \$	Share Option Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Total Equity \$
<b>Balance at 1 January 2020</b>		<b>13,578,879</b>	<b>12,600</b>	<b>196,080</b>	<b>(10,065,890)</b>	<b>3,721,669</b>
Transactions with owners in their capacity as owners						
Issue of share capital		1,006,136	-	-	-	1,006,136
Options issued		-	-	-	-	-
Share issue costs		(44,862)	-	-	-	(44,862)
		961,274	-	-	-	961,274
Comprehensive income						
Loss after tax		-	-	-	(443,677)	(443,677)
Foreign currency translation differences		-	-	88,507	-	88,507
Total comprehensive income for the half-year		-	-	88,507	(443,677)	(355,170)
<b>Balance at 30 June 2020</b>		<b>14,540,153</b>	<b>12,600</b>	<b>284,587</b>	<b>(10,509,567)</b>	<b>4,327,773</b>
<b>Balance at 1 January 2021</b>		<b>15,229,089</b>	<b>10,650</b>	<b>(190,324)</b>	<b>(10,989,921)</b>	<b>4,059,494</b>
Transactions with owners in their capacity as owners						
Issue of share capital		80,000	-	-	-	80,000
Options issued		-	103,200	-	-	103,200
Share issue costs		(2,114)	-	-	-	(2,114)
		77,886	103,200	-	-	181,086
Comprehensive income						
Loss after tax		-	-	-	(687,171)	(687,171)
Foreign currency translation differences		-	-	95,277	-	95,277
Total comprehensive income for the half-year		-	-	95,277	(687,171)	(591,894)
<b>Balance at 30 June 2021</b>		<b>15,306,975</b>	<b>113,850</b>	<b>(95,047)</b>	<b>(11,677,092)</b>	<b>3,648,686</b>

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

## CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

For the Half-Year Ended 30 June 2021

	Consolidated Entity	
	June 2021	June 2020
	\$	\$
Cash Flows (Used In) / From Operating Activities		
Interest received	397	439
Other income	320	-
Cash payments in the course of operations	(365,403)	(442,015)
Net Cash used in Operating Activities	(364,686)	(441,576)
Cash Flows (Used In) / From Investing Activities		
Investments in associates	-	(8,826)
Payment for exploration and evaluation costs	(286,298)	(24,131)
Net Cash used in Investing Activities	(286,298)	(32,957)
Cash Flows (Used In) / from Financing Activities		
Proceeds from the issue of securities	80,000	1,006,136
Costs associated with the issue of securities	(2,114)	(42,125)
Net Cash from Financing Activities	77,886	964,011
Net (decrease)/increase in cash and cash equivalents	(573,098)	489,478
Net foreign exchange differences	(488)	(5,636)
Cash and cash equivalents at beginning of financial period	1,014,973	407,441
Cash and cash equivalents at end of financial period	441,387	891,283

The Consolidated Interim Statement of Cash Flows is to be read in conjunction with the Notes to the Financial Statements

## NOTES TO THE FINANCIAL STATEMENTS

### 1. Statement of Significant Accounting Policies

#### *Reporting Entity*

Pacific American Holdings Limited (**the Company**) is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the half year ended 30 June 2021 comprises the Company and its controlled entities (together referred to as **the Consolidated Entity**). The comparative period is the six months ended 30 June 2020.

#### *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* (Cth).

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 reports of the Consolidated Entity as at and for the year ended 31 December 2020.

This consolidated interim financial report was approved on 10 September 2021 by the Board of Directors.

#### *Going Concern*

The Consolidated Entity had a net loss of \$687,171 and a net operating cash outflow of \$364,686 for the 6 months ended 30 June 2021. As at 30 June 2021, the Consolidated Entity had cash and cash equivalents of \$441,387, net current assets of \$458,650 and net assets of \$3,648,686.

Management continues to preserve operating cash and at the same time, process has started to raise additional capital to fund ongoing administration and budgeted exploration. 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 Consolidated Entity to raise additional capital in the form of equity;
- the continued support of current shareholders; and
- the ability to successfully develop and extract value from its projects that are under development.

These conditions give rise to a material uncertainty over the Consolidated Entity's ability to continue as a going concern.

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

- To date the Consolidated Entity has 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; and
- Directors believe there is sufficient cash available for the Consolidated Entity to continue operating until it can raise sufficient further capital to fund its ongoing activities within the forecast period.

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.

The financial statements do 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.

## Notes to the Financial Statements (continued)

### 1. Statement of Significant Accounting Policies (continued)

#### *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 31 December 2020.

#### *Associates*

Associates are all entities over which the Consolidated Entity has significant influence but not control or joint control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting after initially being recognised at cost.

The Consolidated Entity's share of its associates' post-acquisition profits or losses is recognised in profit or loss, and its share of post-acquisition other comprehensive income is recognised in other comprehensive income. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. Any dividends receivable from associates are recognised as reduction in the carrying amount of the investment.

When the Consolidated Entity's share of losses in an associate equal or exceed its interest in the associate, including any other unsecured long-term receivables, the Consolidated Entity does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Any unrealised gains on transactions between the Consolidated Entity and its associates are eliminated to the extent of the Consolidated Entity's interest in the associates. Any unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Consolidated Entity.

#### *Deferred Exploration and Evaluation Costs*

Exploration and evaluation costs related to an area of interest are written off as incurred except they are carried forward as an asset in the balance sheet where the rights of tenure of an area are current and it is considered probable that the costs will be recouped through successful development and exploitation of the area of interest, or alternatively be its sale.

Capital costs include costs directly related to exploration and evaluation activities in the relevant area of interest.

General and administrative costs are allocated to an exploration or evaluation asset only to the extent that those costs can be related directly to operational activities in the relevant area of interest.

Capitalised exploration and evaluation expenditure are written off where the above conditions are no longer satisfied.

Identifiable exploration assets acquired are recognised as assets at their fair value.

Exploration and evaluation expenditure incurred subsequent to the acquisition of an exploration asset in a business combination is accounted for in accordance with the policy outlined above.

All capitalised exploration and evaluation expenditure is assessed for impairment if facts and circumstances indicate that an impairment may exist. Exploration and evaluation assets are also tested for impairment once commercial reserves are found, before the assets are transferred to development properties.

#### *Foreign Currency*

Transactions in foreign currencies are translated to the respective functional currencies of the Consolidated Entity at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated to the functional currency at the exchange rate when the fair value was determined. Foreign currency differences are generally recognised in profit or loss. Non-monetary items that are measured based on historical cost in a foreign currency are translated using the exchange rate at the transaction date.

## Notes to the Financial Statements (continued)

### 1. Statement of Significant Accounting Policies (continued)

#### *Foreign operations*

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated into Australian dollars at the exchange rates at the reporting date. The income and expenses of foreign operations are translated into Australian dollars at exchange rates at the dates of the transactions.

Foreign currency differences are recognised in other comprehensive income and accumulated in the translation reserve, except to the extent that the translation difference is allocated to non-controlling interests.

#### *New and Revised Standards*

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 and measurement of the results or financial position of the Consolidated Entity.

#### *Fair Values*

The fair values of Consolidated Entity's financial assets and liabilities approximate their carrying value. No financial assets or liabilities are readily traded on organised markets in standardised form.

### 2. Dividends

During the half year, no dividends were paid or provided for (2020: \$ Nil).

### 3. Trade and other receivables

	30 June 2021	31 December 2020
	\$	\$
Other receivables	35,478	44,802
Receivable from associates	147,466	79,282
	<u>182,944</u>	<u>124,084</u>
Impairment of receivables	(28,912)	(79,282)
	<u>154,032</u>	<u>44,802</u>

### 4. Investments in associates

#### *Movements during the period*

Balance at beginning of period	-	30,504
Additions	-	12,968
Amount impaired	-	(43,472)
Balance at end of period	<u>-</u>	<u>-</u>

### 5. Deferred exploration and evaluation costs

#### *Movements during the period*

Balance at beginning of period	2,955,386	3,253,962
Additions	336,698	119,663
Foreign currency difference to Exchange Reserve	91,963	(418,239)
Amounts impaired	(353,629)	-
Balance at end of period	<u>3,030,418</u>	<u>2,955,386</u>

## Notes to the Financial Statements (continued)

### 6. Contributed Equity

	30 June 2021	31 December 2020
Issued Capital – Number of ordinary fully paid shares	318,584,900	314,584,900
Value of Issued Capital	\$15,306,975	\$15,229,089

	30 June 2021		31 December 2020	
Share Capital Movements during the period:	Number	\$	Number	\$
Fully paid ordinary shares at beginning of period	314,584,900	15,229,089	178,541,184	13,578,879
Shares issued under placement offer	4,000,000	80,000	37,500,000	750,000
Shares issued under entitlements offer	-	-	98,543,716	1,006,136
Share issue costs	-	(2,114)	-	(105,926)
Total fully paid ordinary shares at end of period	318,584,900	15,306,975	314,584,900	15,229,089

### 7. Share Option Reserve

	30 June 2021	31 December 2020
Unquoted options issued – Number of options	20,500,000	1,500,000
Value of options issued	\$113,850	\$10,650

	30 June 2021		31 December 2020	
Option Movements during the period:	Number	\$	Number	\$
Unquoted options at beginning of period	1,500,000	10,650	2,000,000	12,600
Unquoted options issued to directors expiring 29 June 2026 exercisable at \$0.03	12,000,000	52,800	-	-
Unquoted options issued in respect to Salazar Farm-In agreement expiring 30 June 2022 exercisable at \$0.02	7,000,000	50,400	-	-
Unquoted options expired 02 July 2020	-	-	(500,000)	(1,950)
Total fully paid ordinary shares at end of period	20,500,000	113,850	1,500,000	10,650

### 8. Earnings per share

	June 2021	June 2020
	\$	\$
Losses used to calculate basic and diluted earnings per share	(687,171)	(443,677)

#### Weighted average number of shares and options

	Number of shares	Number of shares
Weighted average number of ordinary fully paid shares outstanding during the period, used in calculating basic earnings per share	318,120,812	192,608,187
Weighted average number of ordinary fully paid shares outstanding during the period, used in calculating diluted earnings per share	319,830,756	192,608,187

## Notes to the Financial Statements (continued)

### 9. Contingent Liabilities and Assets

The Consolidated Entity has no financial guarantees as at 30 June 2021 and 31 December 2020.

### 10. Subsequent Event

On 10 September 2021, the Company announced that it will raise additional capital through a 1 for 2 non-renounceable rights issue at 1.6 cents per share to raise \$2.5 million to:

- i) advance the Anderson Creek Gold project in Idaho;
- ii) expand North American Metals portfolio and
- iii) actively progress existing options for the development of Elko project.

Apart from the above, there has not arisen in the interval between the end of the interim period and the date of this review report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Consolidated Entity, the results of those operations, or the state of affairs of the Consolidated Entity.

## Notes to the Financial Statements (continued)

### 11. Segment Reporting

#### Reportable Segments

The Consolidated Entity has identified its operating segments based on internal reports that are reviewed and used by the executive team in assessing performance and determining the allocation of resources. The Consolidated Entity does not yet have any products or services from which it derives an income.

During the half year to 30 June 2021, management identified the Consolidated Entity as having two reportable segments, being the geographic location of assets in the North America and Australia.

Below is an analysis of the Consolidated Entity's revenue and operating results from reportable segments:

<i>Consolidated 6 months to 30 June 2021</i>	North America	Australia	Total
	\$	\$	\$
<b>Other revenue</b>			
Interest income	-	397	397
Other income	-	320	320
Recovery of impaired loss of receivable	-	50,370	50,370
Foreign currency exchange gain	-	122	122
<b>Expenses</b>			
Employee expenses	(95,628)	(32,700)	(128,328)
Administration costs	(19,684)	(183,828)	(203,512)
Share Based payments	-	(52,800)	(52,800)
Impairment of exploration and evaluation costs	-	(353,629)	(353,629)
Foreign currency exchange loss	(111)	-	(111)
Loss before income tax	<b>(115,423)</b>	<b>(571,748)</b>	<b>(687,171)</b>

#### *Consolidated 6 months to 30 June 2020*

<b>Other revenue</b>			
Interest income	-	439	439
Foreign currency exchange gain	766	-	766
<b>Expenses</b>			
Employee expenses	(108,053)	(50,100)	(158,153)
Administration costs	(35,050)	(245,851)	(280,901)
Foreign currency exchange loss	-	(5,828)	(5,828)
Loss before income tax	<b>(142,337)</b>	<b>(301,340)</b>	<b>(443,677)</b>

Below is an analysis of the Consolidated Entity's assets and liabilities from reportable segments:

<i>Consolidated as at 30 June 2021</i>	North America	Australia	Total
	\$	\$	\$
Current assets	41,799	588,385	630,184
Non-current assets	3,190,036	-	3,190,036
Total assets	<b>3,231,835</b>	<b>588,385</b>	<b>3,820,220</b>
Current liabilities	67,370	104,164	171,534
Non-current liabilities	-	-	-
Total liabilities	<b>67,370</b>	<b>104,164</b>	<b>171,534</b>
<b>Net segment assets</b>	<b>3,164,465</b>	<b>484,221</b>	<b>3,648,686</b>
<i>Consolidated as at 31 December 2020</i>			
Current assets	29,707	1,044,892	1,074,599
Non-current assets	3,063,297	47,894	3,111,191
Total assets	<b>3,093,004</b>	<b>1,092,786</b>	<b>4,185,790</b>
Current liabilities	58,121	68,175	126,296
Non-current liabilities	-	-	-
Total liabilities	<b>58,121</b>	<b>68,175</b>	<b>126,296</b>
<b>Net segment assets</b>	<b>3,034,883</b>	<b>1,024,611</b>	<b>4,059,494</b>



## DIRECTORS' DECLARATION

For the half year ended 30 June 2021

In the Directors' opinion:

- the attached financial statements and notes thereto comply with the *Corporations Act 2001* (Cth), *Australian Accounting Standard AASB 134 'Interim Financial Reporting'*, *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 30 June 2021 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* (Cth).



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Simon Bird  
Director  
Sydney  
10 September 2021

PACIFIC AMERICAN HOLDINGS LIMITED  
AND CONTROLLED ENTITIES

ABN 83 127 131 604

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF  
PACIFIC AMERICAN HOLDINGS LIMITED

**SYDNEY**

Level 40  
2 Park Street  
Sydney NSW 2000  
Australia

Ph: (612) 9263 2600  
Fx: (612) 9263 2800

**Report on the Half Year Financial Report**

**Conclusion**

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 Pacific American Holdings Limited and its Controlled Entities ("the Group") is not in accordance with the Corporations Act 2001 including:

- (i) giving a true and fair view of the Group's financial position as at 30 June 2021 and of its performance for the half year ended on that date; and
- (ii) complying with AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

**Basis for Conclusion**

We conducted our review in accordance with ASRE 2410 *Review of Financial Report performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the Auditor's Responsibilities 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 our audit of 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 has been given to the directors of the Company.

**Material Uncertainty Related to Going Concern**

We draw attention to Note 1 in the half-year financial report which indicates that the Group had incurred a net loss of \$687,171 and net operating cash outflow of \$364,686. These conditions, along with other matters as set forth in Note 1 indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

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

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

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PACIFIC AMERICAN HOLDINGS LIMITED  
AND CONTROLLED ENTITIES  
ABN 83 127 131 604

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF  
PACIFIC AMERICAN HOLDINGS LIMITED

**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 410 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 30 June 2021 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 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.



HALL CHADWICK (NSW)  
Level 40, 2 Park Street  
Sydney NSW 2000



**DREW TOWNSEND**  
Partner

Dated: 10 September 2021