



Perseus  
MINING

# INTERIM FINANCIAL REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

This interim report incorporating Appendix 4D is provided to the Australian Securities Exchange (ASX) under ASX Listing Rule 4.2A.3.

Perseus Mining Limited ABN 27 106 808 986

## TABLE OF CONTENTS

APPENDIX 4D	3
CORPORATE DIRECTORY	4
DIRECTORS' REPORT	5
REVIEW OF OPERATIONS	5
AUDITOR'S INDEPENDENCE DECLARATION	10
INTERIM FINANCIAL STATEMENTS	11
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	16
DIRECTORS' DECLARATION	25
AUDITOR'S REVIEW REPORT	26

## APPENDIX 4D

Issued under ASX Listing Rule 4.2A.3

### RESULTS FOR ANNOUNCEMENT TO THE MARKET

		6 MONTHS TO 31 DEC 2020 \$'000		6 MONTHS TO 31 DEC 2021 \$'000
Revenue from ordinary activities	Up 90.3%	286,678	to	545,671
Profit after tax from ordinary activities	Up 158.5%	49,086	to	126,911
Profit after tax attributable to members	Up 208.3%	36,149	to	111,456

### COMMENTARY ON RESULTS

See commentary on results in the Directors' report on pages 5-9.

### RETURN OF CAPITAL

Perseus made a maiden return of capital payment amounting to \$0.015 per fully paid ordinary share during the half year ended 31 December 2021.

Record date: 3 December 2021

Payment date: 10 December 2021

### DIVIDEND

On 22 February 2022, the Directors approved an interim dividend payment amounting to \$0.0081 per fully paid ordinary share.

Record date: 8 March 2022

Payment date: 7 April 2022

### NET TANGIBLE ASSETS PER SHARE

		AT 31 DEC 2020	AT 31 DEC 2021
Net tangible assets per ordinary share	Up 18.6%	\$0.70	\$0.83

### GROUP STRUCTURE CHANGES

There have been no changes to the Group's structure in the period ended 31 December 2021.

## CORPORATE DIRECTORY

<b>DIRECTORS</b>	<p>Terence Sean Harvey Jeffrey Allan Quartermaine Ms Amber Jemma Banfield Elissa Sarah Brown Daniel Richard Lougher John Francis Gerald McGloin David Meldrum Ransom</p>	<p>Non-Executive Chairman Managing Director &amp; Chief Executive Officer Non-Executive Director Non-Executive Director Non-Executive Director Non-Executive Director Non-Executive Director</p>
<b>COMPANY SECRETARY</b>	Martijn Paul Bosboom	
<b>REGISTERED AND CORPORATE OFFICE</b>	<p>Level 2, 437 Roberts Road SUBIACO, WESTERN AUSTRALIA 6008 Telephone: +61 8 6144 1700 Facsimile: +61 8 6144 1799 Email address: info@perseusmining.com Website: www.perseusmining.com</p>	<p>PO Box 1578 SUBIACO, WESTERN AUSTRALIA 6904</p>
<b>GHANA OFFICE</b>	<p>4 Chancery Court 147A Giffard Road, East Cantonments Accra, Ghana Telephone: (233) 302 760 530 Facsimile: (233) 302 760 528</p>	<p>PO Box CT2576 Cantonments Accra, Ghana</p>
<b>CÔTE D'IVOIRE OFFICE</b>	<p>II Plateaux - Vallons Rue J75/J44 Lot 1438 ilot 145 06 BP 1958 Abidjan 06, Côte d'Ivoire Telephone: (225) 22 41 9126 Facsimile: (225) 22 41 9125</p>	
<b>SHARE REGISTRY</b>	<p>Computershare Investor Services Pty Ltd Level 11, 172 St Georges Terrace Perth, Western Australia 6000 AUSTRALIA Telephone: +61 3 9415 4000 Facsimile: +61 3 9473 2500 www.computershare.com</p>	<p>Computershare Investor Services Inc. Level 3, 510 Burrard Street Vancouver, British Columbia V6C3B9 CANADA Telephone: (1 604) 661 9400 Facsimile: (1 604) 661 9401 www.computershare.com</p>
<b>AUDITORS</b>	<p>PricewaterhouseCoopers 125 St Georges Terrace Perth, Western Australia 6000</p>	
<b>STOCK EXCHANGE LISTINGS</b>	<p>Australian Securities Exchange Toronto Stock Exchange Frankfurt Stock Exchange</p>	<p>ASX: PRU TSX: PRU WKN: A0B7MN</p>

## DIRECTORS' REPORT

Your directors present their report on the consolidated entity (referred to hereafter as the "group") consisting of Perseus Mining Limited ("Perseus" or the "company") and its controlled entities for the half-year ended 31 December 2021 (the "period"). Perseus is a company limited by shares that is incorporated and domiciled in Australia. Unless noted otherwise, all amounts stated are expressed in Australian dollars.

### DIRECTORS

The following persons were directors of Perseus during the period and up to the date of this report:

Mr Terence Sean Harvey	Non-Executive Chairman
Mr Jeffrey Allan Quartermaine	Managing Director and Chief Executive Officer
Ms Amber Jemma Banfield	Non-Executive Director
Ms Elissa Sarah Brown	Non-Executive Director
Mr Daniel Richard Lougher	Non-Executive Director
Mr John Francis Gerald McGloin	Non-Executive Director
Mr David Meldrum Ransom	Non-Executive Director

### PRINCIPAL ACTIVITIES

The principal activities of the Group during the period were gold production and mineral exploration in the Republic of Ghana ("Ghana") and the Republic of Côte d'Ivoire ("Côte d'Ivoire"), all of which are located in West Africa.

During the period, the Group continued to focus its attention on operating and expanding the mineral inventory of its three West African gold mines, namely the Edikan Gold Mine in Ghana ("EGM" or "Edikan"), Sissingué Gold Mine ("SGM" or "Sissingué") and Yaouré Gold Mine ("YGM" or "Yaouré"), both in Côte d'Ivoire.

## REVIEW OF OPERATIONS

During the six months to 31 December 2021, Perseus made significant progress towards achieving its corporate objective to transform into a multi-mine, multi-jurisdictional producer of more than 500,000 ounces of gold per annum, at a cash margin of not less than US\$400/oz. Production rates continued to improve at Perseus's third gold mine, Yaouré, making significant progress towards its nameplate capacity. Consistent performance continued at Sissingué, while Edikan underperformed against expectations, however production started to improve at the end of the second quarter.

Gold production for the Group during the 6 months totalled 241,164 ounces at an all-in site cost (including production costs, royalties and sustaining capital) ("AISC") of US\$949/oz. This result included: 139,747 ounces produced at Yaouré at an AISC of US\$687/oz; 34,132 ounces produced at Sissingué at an AISC of US\$917/oz; and 67,285 ounces of gold produced at Edikan at an AISC of US\$1,509/oz.

Gold sales by the Group during the half-year totalled 238,136 ounces of gold at an average sales price of US\$1,663/oz. This result included: 139,724 ounces sold by Yaouré at a weighted average sales price of US\$1,695/oz; 34,870 ounces sold by Sissingué at a weighted average sales price of US\$1,631/oz; and 63,541 ounces sold by Edikan at an average sales price of US\$1,608/oz. During the six months, the Group sold 87% more gold, at a price that was approximately 1% higher than in the 2020 comparative period.

**Table 1: Group Operating Results**

PARAMETER	UNIT	MOVEMENT	6 MONTHS TO 31 DEC 2021	6 MONTHS TO 31 DEC 2020
Total gold sales	Ounces	Up 87%	238,136	127,085
Average sales price	US\$/oz of gold sold	Up 1%	1,663	1,643
Gold produced	Ounces	Up 76%	241,164	137,386
All-in site costs ("AISC")	US\$/oz produced	Down 5%	949	1,000

## YAOURÉ GOLD MINE—CÔTE D'IVOIRE

Yaouré is a producing gold mine located in central Côte d'Ivoire, 40 kilometres northwest of Yamoussoukro, the political capital of the country, and 270 kilometres northwest of Abidjan, the economic capital. Yaouré lies within a rural area, 22 kilometres east-northeast of the city of Bouaflé, and five kilometres west of the Kossou Dam and hydroelectric power station. The nearest villages to the mine are Angovia and Allahou-Bazi, located approximately one kilometre east of the mine site.

### OPERATIONS

Operating results at the YGM for the six months to 31 December 2021 and the corresponding period in 2020 are detailed in Table 2.

**Table 2: Yaouré Operating Results**

PARAMETER	UNIT	6 MONTHS TO 31 DEC 2021	6 MONTHS TO 31 DEC 2020
Total ore and waste mined	kt	16,211	6,449
Ore mined	kt	2,449	128
Ore milled	kt	1,860	123
Milled head grade	g/t gold	2.51	1.01
Gold recovery	%	93.2	68
Gold produced	ounces	139,747	2,687
All-in site costs	US\$/oz	687	-
Gold Sales	ounces	139,724	-
Average Sales Price	US\$/oz	1,695	-

A total of 16,211,000 tonnes of ore and waste were mined during the period. Ore stockpiles (including both high and low-grade ore but not mineralised waste) plus crushed ore increased to 1,237,000 tonnes grading 0.93 g/t containing approximately 36,867 oz of gold during the six months to 31 December 2021.

Total mill throughput for the period was 1,860,000 tonnes of ore grading 2.51 g/t of gold, which combined with a gold recovery rate of 93% resulted in the recovery of 139,747 ounces of gold. A total of 139,724 ounces of gold were sold at a weighted average price of US\$1,695 per ounce.

The 139,747 ounces of gold were produced at an AISC of US\$687 per ounce. This was consistent with market guidance for the half year of 130,000 to 140,000 ounces of gold produced at an AISC of US\$675 to US\$775 per ounce. This outstanding operating performance is the result of strong operating fundamentals, including mill throughput, gold recovery rates and importantly the processed ore head grade.

## SISSINGUÉ GOLD MINE—CÔTE D'IVOIRE

Sissingué is a producing gold mine located in the north of Côte d'Ivoire and lies within the Sissingué exploitation permit that covers an area of 446 km<sup>2</sup>. It is bounded on one side by the international border between Côte d'Ivoire and Mali. The exploitation permit is located along a structural/stratigraphic corridor within the Syama-Boundiali greenstone belt approximately 42 kilometres south-southwest of the Syama gold mine in Mali, and 65 kilometres west northwest of the Tongon gold mine in Côte d'Ivoire. The Group owns an 86% interest in the SGM, with a 10% free carried interest held by the Ivorian government and 4% owned by local interests.

### OPERATIONS

Operating results at the SGM for the six months to 31 December 2021 and the corresponding period in 2020 are detailed in Table 3 below.

**Table 3: Sissingué Operating Results**

PARAMETER	UNIT	6 MONTHS TO 31 DEC 2021	6 MONTHS TO 31 DEC 2020
Total ore and waste mined	kt	1,102	1,979
Ore mined	kt	349	848

Ore milled	kt	675	665
Milled head grade	g/t gold	1.78	2.78
Gold recovery	%	88.5	94
Gold produced	ounces	34,132	55,909
All-in site costs	US\$/oz	917	643
Gold Sales	ounces	34,870	47,116
Average Sales Price	US\$/oz	1,630	1,695

A total of 1,102,000 tonnes of ore and waste were mined during the period, including 349,000 tonnes of ore with a weighted average grade of 1.17 g/t. Ore stockpiles (including both high and low-grade ore but not mineralised waste) plus crushed ore decreased to 754,000 tonnes at a grade of 1.28 g/t, containing approximately 31,133 ounces of gold during the six months to 31 December 2021. The stockpiles are comprised of approximately 15% oxide ore and 85% fresh ore.

Total mill throughput for the period was 675,000 tonnes of ore at a grade of 1.78 g/t of gold, which combined with a gold recovery rate of 88.5%, resulted in the recovery of 34,132 ounces of gold. A total of 34,870 ounces of gold was sold at a weighted average price of US\$1,630 per ounce. The 34,132 ounces of gold were produced at an All In Site Cost (AISC) of US\$917 per ounce. The 43% increase in AISCs from the comparative period was mostly the result of a substantial decrease in head grade and therefore fewer gold ounces produced. The decrease in grade was due to mining lower grade areas, in line with Perseus's forecasts. The performance to date has exceeded market guidance for the half year of 25,000 to 30,000 ounces of gold produced at an AISC of US\$950 to US\$1,070 per ounce.

## EDIKAN GOLD MINE—GHANA

Edikan is a large-scale, low-grade multi open-pit operation located in the Central Region of Ghana on the Asankrangwa Gold Belt, approximately 200 kilometres north-west of the capital Accra. The Group owns a 90% beneficial interest in the EGM, a producing gold mine located in Ghana. The remaining 10% interest in the EGM is a free carried shareholding in the company owned by the Ghanaian government.

## OPERATIONS

Operating results at the EGM for the six months to 31 December 2021 and the corresponding period in 2020 are detailed in Table 4.

**Table 4: Edikan Operating Results**

PARAMETER	UNIT	6 MONTHS TO 31 DEC 2021	6 MONTHS TO 31 DEC 2020
Total ore and waste mined	kt	15,413	14,534
Ore mined	kt	1,625	1,868
Ore milled	kt	3,487	3,422
Milled head grade	g/t gold	0.73	0.95
Gold recovery	%	83	75
Gold produced	ounces	67,285	78,790
All-in site costs	US\$/oz	1,509	1,253
Gold Sales	ounces	63,541	79,969
Average Sales Price	US\$/oz	1,608	1,612

A total of 15,413,000 tonnes of ore and waste were mined during the period. Ore stockpiles (including both high and low-grade ore, but not mineralised waste) plus crushed ore decreased to 956,000 tonnes at a grade of 0.69 g/t, containing approximately 21,165 ounces of gold during the six months to 31 December 2021.

Total mill throughput for the period was 3,487,000 tonnes of ore at a grade of 0.73 g/t of gold, which combined with a gold recovery rate of 83% resulted in the recovery of 67,285 ounces of gold. A total of 63,541 ounces of gold were sold at a weighted average price of US\$1,608 per ounce.

The 67,285 ounces of gold were produced at an AISC of US\$1,509 per ounce. The 15% decrease in gold production from 78,790 ounces in the corresponding period was a result of lower head grades, due to a combination of factors including reduced availability of fresh ore from the AG pit, poor block model reconciliation of grade mined from the AG pit and mining dilution which mostly impacted the first quarter of the year. The 20% increase in AISC from the comparative period is mostly the result of the lower head grades achieved.

## FINANCIAL RESULTS

The Group's net profit after tax for the period ended 31 December 2021, after bringing to account a foreign exchange loss, was \$126.9 million, up 159% on the comparative period (31 December 2020: \$49.1 million). Gross profit from operations for the period ended 31 December 2021 was up 91% on the comparative period to \$153.4 million (31 December 2020: \$80.5 million). These significant increases are largely attributable to a 90% increase in revenue on the comparative period to \$546 million (31 December 2020: \$287 million) from the contribution Yaouré has made to the Group since achieving commercial production. This was supported by steady performance from Sissingué, while Edikan underperformed during the period.

The foreign exchange loss of \$7.7 million in the current period compares to a loss of \$13.2 million in the comparative period. This is a result of the Australian dollar weakening against the United States dollar during the six months by approximately 3%.

The Group generated Net cash from operating activities for the 6 months ended 31 December 2021 of \$246 million, up 137% on the comparative period (31 December 2020: \$104 million).

## FINANCIAL POSITION

As at 31 December 2021, Perseus had on-hand cash of \$268.2 million, and 9,342 ounces of gold bullion valued at \$23.4 million. During the period Perseus repaid in advance US\$50 million of the revolving corporate cash advance facility (Corporate Facility), with a remaining balance on that facility of US\$50 million at 31 December 2021.

## ROUNDING OF AMOUNTS

The amounts contained in the financial report have been rounded to the nearest \$1,000 (where rounding is applicable) where noted (\$'000) under the option available to the group under ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191. This legislative instrument applies to the group.

## SUSTAINABILITY

### COVID-19 UPDATE

A fourth wave of COVID-19 has spread across West Africa during the quarter, with higher infection rates consistent with the Omicron variant. In response, Perseus continued to update its COVID-19 critical controls, with focus on keeping its people safe and healthy, maintaining safe and stable operations, and supporting host governments and local communities. Although around 190 cases of COVID-19 have been recorded across the Company's operations since the beginning of the pandemic, no cases have led to serious illness and our controls have been effective in limiting the spread in our workforce. During the half year 126 new cases of COVID-19 were recorded, mainly at the Edikan and Yaouré operations and almost all in the month of December. Vaccination campaigns progressed across our operations, and with increased vaccine availability across the region, around 50 per cent of Perseus's employees and contractors are now fully vaccinated. Efforts continue to improve vaccination rates as they become available under government programs.

### SUSTAINABILITY GOVERNANCE

During the six months to 31 December 2021, Perseus continued to strengthen its sustainability governance by:

- Releasing our third consolidated sustainability report, for the period 1 July 2020 to 30 June 2021, aligning our Sustainability Report with our Annual and Financial Reporting cycle.
- Broadening our reported sustainability metrics in our FY2022 business performance scorecards (linked to executive remuneration) beyond safety to also include social and environmental metrics.



- Completing external assurance of our FY2021 sustainability data and advancing our alignment with the World Gold Council Responsible Gold Mining Principles, starting with a review of our health, safety and social risks and their control and governance.
- Developing our three-year sustainability strategic plan to strengthen our financial value and grow our social value by actively supporting the countries in which we operate to advance their progress on the United Nations Sustainable Development Goals.
- Releasing the second Modern Slavery Statement in line with the Australian Modern Slavery Act 2018 (Cth), for the period 1 July 2020 to 30 June 2021
- Commencing a global project to transform Perseus's health and safety approach and performance across the operations in line with international best practice, focusing on leadership, culture, capability and risk management. The work will be delivered throughout the remainder of FY22 and FY23.
- Commencing an independent review of closure plans and cost estimates, to be completed by the end of Q3.
- Updating security risk assessments at Sissingué due to the increased terrorism risks in countries to the north of Côte d'Ivoire associated with activity of Jihadist groups in the Sahel region.

## AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, PricewaterhouseCoopers, to provide the directors of Perseus with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on the next page and forms part of this directors' report for the period ended 31 December 2021.

## SUBSEQUENT EVENTS

On 1 January 2022, 8,966,666 performance rights that had previously been issued to employees vested under the terms of the Perseus Performance Rights Plan, of which 5,925,000 were subsequently exercised.

On 31 January 2022, Perseus Mining Limited acquired 39,092,233 million common shares (15%) in Orca Gold Inc. ("Orca"), with the total consideration amounting to C\$17.5 million. Perseus has previously engaged in exclusive discussions with Orca regarding a possible change of control transaction, however these discussions are ongoing, and no formal agreement has been reached. Perseus has also agreed to provide Orca a US\$5.0 million short term loan facility which attracts interest of 7.5% per annum and has a maturity date of 30 June 2022. Please refer to the ASX release dated 31 January 2022 'Perseus to acquire 15% in Orca Gold'.

On 15 February 2022, a further 175,000 performance rights of the above mentioned 8,966,666 were exercised.

On 22 February 2022, the Directors approved an interim dividend payment of \$0.0081 per ordinary share, which is expected to be paid on 7 April 2022.

This report was signed in accordance with a resolution of the directors.



Jeffrey Allan Quartermaine  
**Managing Director and Chief Executive Officer**  
Perth, 22 February 2022



## Auditor's Independence Declaration

As lead auditor for the review of Perseus Mining Limited for the half-year ended 31 December 2021, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Perseus Mining Limited and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'CH', with a horizontal line extending to the right.

Craig Heatley  
Partner  
PricewaterhouseCoopers

Perth  
22 February 2022

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## INTERIM FINANCIAL STATEMENTS

### CONTENTS

<b>CONSOLIDATED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME</b>	<b>12</b>
<b>CONSOLIDATED CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>	<b>13</b>
<b>CONSOLIDATED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY</b>	<b>14</b>
<b>CONSOLIDATED CONSOLIDATED STATEMENT OF CASH FLOWS</b>	<b>15</b>
<b>NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS</b>	<b>16-24</b>

### TABLE OF NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

PERFORMANCE	OPERATING ASSETS AND LIABILITIES	CAPITAL AND FINANCIAL RISK MANAGEMENT	UNRECOGNISED ITEMS
1. Segment information	4. Inventories	9. Interest-bearing liabilities	12. Contingencies
2. Other income/ expenses	5. Receivables	10. Issued capital and reserves	13. Commitments
3. Income tax	6. Property, plant, and equipment	11. Fair value of financial instruments	14. Subsequent events
	7. Mine properties		
	8. Mineral interest acquisition and exploration expenditure		

These half-year financial statements are the financial statements of the consolidated entity consisting of Perseus Mining Limited and its subsidiaries. The financial statements are presented in the Australian currency.

Perseus Mining Limited is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is disclosed on page 4.

A description of the nature of the consolidated entity's operations and its principal activities is included in the review of operations and activities in the directors' report on pages 5 to 9, which is not part of these interim financial statements.

These interim financial statements were authorised for issue by the directors on 22 February 2022. The directors have the power to amend and reissue the interim financial statements.

Through the use of the internet, we have ensured that our corporate reporting is timely, complete and available globally at minimum cost to the company. All press releases, financial statements and other information are available at our News and Reports section on our website at [www.perseusmining.com](http://www.perseusmining.com).

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	NOTE	FOR THE HALF-YEAR ENDING:	
		31 DEC 2021 \$'000	31 DEC 2020 \$'000
<b>Profit and loss from continuing operations</b>			
Revenue		545,671	286,678
Cost of sales		(293,269)	(160,811)
<b>Gross profit before depreciation and amortisation</b>		<b>252,402</b>	<b>125,867</b>
Depreciation and amortisation relating to gold production	2	(98,955)	(45,394)
<b>Gross profit from operations</b>		<b>153,447</b>	<b>80,473</b>
Other income	2	1,843	706
Other expenses		(118)	—
Administration and other corporate expenses		(8,474)	(6,266)
Share based payments expense		(2,717)	(2,055)
Foreign exchange (loss)	2	(7,697)	(13,218)
Other depreciation and amortisation expense	2	(308)	(113)
Write-downs and impairments	8	(2,031)	(334)
Finance costs		(5,431)	(1,747)
<b>Profit before tax</b>		<b>128,514</b>	<b>57,446</b>
Income tax (expense)	3	(1,603)	(8,360)
<b>Profit</b>		<b>126,911</b>	<b>49,086</b>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified to profit and loss</i>			
Fair value movement on equity investments		248	84
Income tax on this item		—	—
<i>Items that will or may be reclassified to profit and loss</i>			
Exchange differences on translation of foreign operations		5,550	(34,703)
Net Changes in the fair value of cash flow hedges		—	6,698
Income tax on these items		—	(150)
<b>Total comprehensive income</b>		<b>132,709</b>	<b>21,015</b>
<b>Profit is attributable to:</b>			
Owners of Perseus Mining Limited		111,456	36,149
Non-controlling interests		15,455	12,937
		<b>126,911</b>	<b>49,086</b>
<b>Total comprehensive income is attributable to:</b>			
Owners of Perseus Mining Limited		116,664	10,031
Non-controlling interests		16,045	10,984
		<b>132,709</b>	<b>21,015</b>
<b>Basic earnings per share</b>		<b>9.08 cents</b>	<b>3.01 cents</b>
<b>Diluted earnings per share</b>		<b>8.90 cents</b>	<b>2.94 cents</b>

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	NOTE	AS AT:	
		31 DEC 2021 \$'000	30 JUN 2021 \$'000
<b>Current assets</b>			
Cash and cash equivalents		268,223	181,545
Receivables	5	12,233	10,917
Inventories	4	148,109	178,540
Prepayments		20,553	24,566
Income tax receivable		10,037	7,731
		459,155	403,299
<b>Non-current assets</b>			
Receivables	5	9,113	8,605
Inventories	4	24,257	6,522
Equity investments		765	797
Property, plant, and equipment	6	377,873	405,707
Right of use assets		9,859	4,324
Mine properties	7	454,819	447,764
Mineral interest acquisition and exploration expenditure	8	153,348	132,580
		1,030,034	1,006,299
<b>Total assets</b>		<b>1,489,189</b>	<b>1,409,598</b>
<b>Current liabilities</b>			
Payables and provisions		138,114	122,869
Lease liabilities		2,547	1,707
		140,661	124,576
<b>Non-current liabilities</b>			
Provisions		52,280	39,514
Interest-bearing liabilities	9	68,845	133,199
Lease liabilities		3,591	2,497
Deferred tax liabilities		50,126	50,713
		174,842	225,923
<b>Total liabilities</b>		<b>315,503</b>	<b>350,499</b>
<b>Net assets</b>		<b>1,173,686</b>	<b>1,059,099</b>
<b>Equity</b>			
Issued share capital	10	832,176	850,412
Reserves	10	39,994	32,007
Retained earnings	10	260,457	149,001
<b>Equity attributable to the owners of Perseus Mining Limited</b>		<b>1,132,627</b>	<b>1,031,420</b>
Non-controlling interests		41,059	27,679
<b>Total equity</b>		<b>1,173,686</b>	<b>1,059,099</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	ISSUED CAPITAL \$'000	RETAINED EARNINGS/ (ACCUMULATED LOSSES) \$'000	SHARE-BASED PAYMENTS RESERVE \$'000	FOREIGN CURRENCY TRANSLATION RESERVE \$'000	ASSET REVALUATION RESERVE \$'000	HEDGE RESERVE \$'000	NON- CONTROLLING INTERESTS' RESERVE \$'000	NON- CONTROLLING INTERESTS \$'000	TOTAL EQUITY \$'000
<b>Balances at 1 Jul 2021</b>	<b>850,412</b>	<b>149,001</b>	<b>37,204</b>	<b>(5,995)</b>	<b>1,056</b>	<b>—</b>	<b>(258)</b>	<b>27,679</b>	<b>1,059,099</b>
Profit for the period	—	111,456	—	—	—	—	—	15,455	126,911
Other comprehensive income	—	—	—	4,960	248	—	—	590	5,798
<b>Total comprehensive income</b>	<b>—</b>	<b>111,456</b>	<b>—</b>	<b>4,960</b>	<b>248</b>	<b>—</b>	<b>—</b>	<b>16,045</b>	<b>132,709</b>
<b>Transactions with owners in their capacity as owners</b>									
Share-based payments	—	—	2,779	—	—	—	—	93	2,872
Intercompany dividend	—	—	—	—	—	—	—	(2,758)	(2,758)
Return of capital – note 14	(18,236)	—	—	—	—	—	—	—	(18,236)
<b>Balances at 31 Dec 2021</b>	<b>832,176</b>	<b>260,457</b>	<b>39,983</b>	<b>(1,035)</b>	<b>1,304</b>	<b>—</b>	<b>(258)</b>	<b>41,059</b>	<b>1,173,686</b>
<b>Balances at 1 Jul 2020</b>	<b>776,564</b>	<b>32,780</b>	<b>32,042</b>	<b>31,656</b>	<b>721</b>	<b>(6,698)</b>	<b>(258)</b>	<b>8,745</b>	<b>875,552</b>
Profit for the period	—	36,149	—	—	—	—	—	12,937	49,086
Other comprehensive income	—	—	—	(32,900)	84	6,698	—	(1,953)	(28,071)
<b>Total comprehensive income</b>	<b>—</b>	<b>36,149</b>	<b>—</b>	<b>(32,900)</b>	<b>84</b>	<b>6,698</b>	<b>—</b>	<b>10,984</b>	<b>21,015</b>
<b>Transactions with owners in their capacity as owners</b>									
Issue of ordinary shares—Exore	73,848	—	—	—	—	—	—	—	73,848
Share-based payments	—	—	2,406	—	—	—	—	56	2,462
Intercompany dividend	—	—	—	—	—	—	—	(3,024)	(3,024)
<b>Balances at 31 Dec 2020</b>	<b>850,412</b>	<b>68,929</b>	<b>34,448</b>	<b>(1,244)</b>	<b>805</b>	<b>—</b>	<b>(258)</b>	<b>16,761</b>	<b>969,853</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

	NOTE	AS AT:	
		31 DEC 2021 \$'000	31 DEC 2020 \$'000
<b>Operating activities</b>			
Receipts in the course of operations		545,671	289,287
Payments to suppliers and employees		(294,045)	(167,572)
Income taxes paid		(5,866)	(18,557)
Interest received		145	471
<b>Net cash inflows from operating activities</b>		<b>245,905</b>	<b>103,629</b>
<b>Investing activities</b>			
Payments for exploration and evaluation expenditure		(25,164)	(10,968)
Payments for property, plant, and equipment		(6,822)	(117,676)
Payments for mine properties		(34,171)	(24,154)
Payments for security deposits		(354)	—
Proceeds on disposal of equity investments		230	205
Cash acquired in the Exore transaction		—	1,965
<b>Net cash used in investing activities</b>		<b>(66,281)</b>	<b>(150,628)</b>
<b>Financing activities</b>			
Return of capital payment		(18,236)	—
Repayment of borrowings		(68,322)	(27,653)
Borrowing costs		(4,470)	(7,644)
Dividends paid to non-controlling interests		(2,747)	(2,290)
<b>Net cash used in financing activities</b>		<b>(93,775)</b>	<b>(37,587)</b>
<b>Net increase/(decrease) in cash held</b>		<b>85,849</b>	<b>(84,586)</b>
Cash and cash equivalents at the beginning of the period		181,545	218,166
Effect of exchange rate changes on foreign-denominated cash		829	(13,049)
<b>Cash and cash equivalents at the end of the period</b>		<b>268,223</b>	<b>120,531</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

### ABOUT THIS REPORT

The interim financial statements are for the consolidated entity consisting of Perseus Mining Limited and its subsidiaries (the “group” or the “consolidated entity”). Perseus Mining Limited is a listed for-profit public company, incorporated and domiciled in Australia. During the period ended 31 December 2021, the consolidated entity conducted operations in Australia, Ghana and Côte d’Ivoire.

These consolidated interim financial statements of the consolidated entity for the period ended 31 December 2021 are general purpose condensed financial statements prepared in accordance with the requirements of the Australian Corporations Act 2001 (Cth) and AASB 134 ‘Interim Financial Reporting’.

The consolidated interim financial statements are presented in Australian dollars, which is Perseus Mining Limited’s functional and presentation currency. These consolidated interim financial statements are rounded to the nearest thousand dollars (\$’000), unless otherwise indicated.

These condensed interim financial statements do not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the group as in the annual financial report. It is recommended that these interim financial statements be read in conjunction with the annual financial report for the year ended 30 June 2021, and any public announcements made by the group during the period in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

### NEW AND AMENDED STANDARDS ADOPTED BY THE GROUP

Several new or amended standards became applicable for the current reporting period. The group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards. Therefore, the accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

### SIGNIFICANT ESTIMATES AND JUDGEMENTS

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the group’s accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including the expectations of future events that may have a financial impact on the consolidated entity and that are believed to be reasonable under the circumstances. The group makes estimates and assumptions concerning the future. The resulting accounting will, by definition, seldom equal the actual results. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, were disclosed throughout the notes of the Annual Report and because no significant change has occurred since then, these are not repeated in this report. Information about these can be found in the following Notes to the Financial Statements in the Annual Report:

	NOTE IN THE ANNUAL FINANCIAL STATEMENTS
Impairment	2,10
Unit-of-production method of depreciation/amortisation	2,9
Deferred stripping expenditure	2
Income tax	3
Inventory	7
Reserves and resources	9
Restoration and rehabilitation provision	11
Share-based payments	22



## 1. SEGMENT INFORMATION

### (A) DESCRIPTION OF SEGMENTS

Management has determined the operating segments based on the reports reviewed by the executive management team and board of directors that are used to make strategic decisions.

The Group primarily reports based on a business segment basis as its risks and rates of return are affected predominantly by differences in the various business segments in which it operates, and this is the format of the information provided to the executive management team and board of directors.

The group operated principally in four segments in 2021 being Edikan, Sissingué, Yaouré and Corporate / Other. The segment information is prepared in conformity with the group's accounting policies.

The group comprises the following main segments:

- Edikan Mining, mineral exploration, evaluation, and development activities.
- Sissingué Mining, mineral exploration, evaluation, and development activities.
- Yaouré Mining, mineral exploration, evaluation, and development activities.
- Corporate/other Investing activities, corporate management, and inter-segment eliminations.

Revenue is derived from two external customers arising from the sale of gold bullion reported under the Edikan, Sissingué and Yaouré reporting segments.

### (B) SEGMENT REPORTING

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the executive management team and board of directors of the parent entity

**(C) SEGMENT INFORMATION PROVIDED TO THE EXECUTIVE MANAGEMENT TEAM AND BOARD OF DIRECTORS**

PROFIT AND LOSS FOR THE HALF-YEAR ENDING 31 DEC:	EDIKAN		SISSINGUÉ		YAOURÉ		CORPORATE/OTHER		CONSOLIDATED	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Revenue	139,649	178,252	78,424	108,426	327,598	—	—	—	545,671	286,678
Other income	145	183	—	222	—	—	1,698	301	1,843	706
<b>Total revenue and other income</b>	<b>139,794</b>	<b>178,435</b>	<b>78,424</b>	<b>108,648</b>	<b>327,598</b>	<b>—</b>	<b>1,698</b>	<b>301</b>	<b>547,514</b>	<b>287,384</b>
Profit/(loss) before tax	(3,699)	23,431	9,117	63,847	143,539	24,913	(20,443)	(54,745)	128,514	57,446
Income tax	1,943	(8,360)	—	—	—	—	(3,546)	—	(1,603)	(8,360)
<b>Profit after tax</b>	<b>(1,756)</b>	<b>15,071</b>	<b>9,117</b>	<b>63,847</b>	<b>143,539</b>	<b>24,913</b>	<b>(23,989)</b>	<b>(54,745)</b>	<b>126,911</b>	<b>49,086</b>
<b>Included in segment results are:</b>										
Impairments and write-offs	(2)	(334)	—	—	—	—	(2,029)	—	(2,031)	(334)
Depreciation and amortisation	(22,247)	(16,207)	(17,662)	(28,672)	(48,965)	—	(10,389)	(628)	(99,263)	(45,507)
Share-based payments	(360)	(395)	(145)	(416)	(108)	—	(2,104)	(1,244)	(2,717)	(2,055)
Foreign exchange gains/(losses)	2,202	757	(318)	9,882	(11,733)	24,913	2,152	(48,770)	(7,697)	(13,218)

ASSETS AND LIABILITIES AS AT:	EDIKAN		SISSINGUÉ		YAOURÉ		CORPORATE/OTHER		CONSOLIDATED	
	31 DEC 2021 \$'000	30 JUNE 2021 \$'000	31 DEC 2021 \$'000	30 JUNE 2021 \$'000	31 DEC 2021 \$'000	30 JUNE 2021 \$'000	31 DEC 2021 \$'000	30 JUNE 2021 \$'000	31 DEC 2021 \$'000	30 JUNE 2021 \$'000
<b>Total segment assets</b>	<b>411,805</b>	<b>416,782</b>	<b>233,621</b>	<b>264,978</b>	<b>602,159</b>	<b>646,473</b>	<b>241,604</b>	<b>81,365</b>	<b>1,489,189</b>	<b>1,409,598</b>
<b>Included in segment assets are:</b>										
Additions to non-current assets	38,400	52,894	3,164	91,358	42,888	170,461	4,952	230	89,404	314,943
Of which: Exore acquisition	—	—	—	73,079	—	—	—	—	—	73,079
<b>Total segment liabilities</b>	<b>129,907</b>	<b>122,143</b>	<b>36,638</b>	<b>41,834</b>	<b>82,529</b>	<b>54,297</b>	<b>66,429</b>	<b>132,225</b>	<b>315,503</b>	<b>350,499</b>

## 2. OTHER INCOME/EXPENSES

	FOR THE HALF-YEAR ENDING:	
	31 DEC 2021 \$'000	31 DEC 2020 \$'000
<b>Foreign exchange (losses)/gains:</b>		
on translation of intercompany loans	(578)	(29,336)
on other translations	(7,119)	16,118
	(7,697)	(13,218)
<b>Changes in inventories:</b>		
due to (decrease) in net realisable value	(4,481)	(5,145)
<b>Interest and finance charges</b>	(5,431)	(1,747)
<b>Other income</b>	1,843	706
<b>Depreciation and amortisation</b>		
Amortisation of deferred stripping asset	(20,502)	(4,892)
Other depreciation and amortisation relating to gold production	(78,453)	(40,502)
Other depreciation and amortisation	(308)	(113)
	(99,263)	(45,507)

## 3. INCOME TAX

The income tax expense recognised of \$1.6 million (31 Dec 2020: \$8.4 million) relates to withholding taxes and the tax expense or benefit relating to the profits or losses of the taxpaying entities.

## 4. INVENTORIES

	31 DEC 2021 \$'000	30 JUN 2021 \$'000
<b>Current</b>		
Ore stockpiles—at cost	10,938	41,843
Ore stockpiles—at net realisable value	34,228	49,803
Gold in circuit—at cost	8,741	7,402
Gold in circuit—at net realisable value	10,269	5,959
Bullion on hand—at cost	11,115	6,847
Bullion on hand—at net realisable value	5,387	13,124
Materials and supplies	67,431	53,562
	148,109	178,540
<b>Non-current</b>		
Ore stockpiles—at cost	14,662	—
Ore stockpiles—at net realisable value	9,595	6,522
	24,257	6,522

Refer to Note 2 for the changes in inventory due to changes in net realisable value. Included in the "Materials and supplies" amount is an increase to the provision for slow and obsolete stock at Edikan of \$0.4m to \$2.4m (30 June 2020: \$1.9m). The increase in non-current stockpiles represents the increase in Yaouré tonnes on hand at 31 December 2021. These tonnes are not expected to be processed within 12 months due to the high grades that are forecast to be mined and processed.

## 5. RECEIVABLES

	31 DEC 2021 \$'000	30 JUN 2021 \$'000
<b>Current</b>		
Trade Debtors	1,227	1,263
Sundry debtors	5,847	6,911
Other Receivables	5,159	2,743
	<b>12,233</b>	<b>10,917</b>
<b>Non-current</b>		
Security deposits	9,113	8,605
	<b>9,113</b>	<b>8,605</b>

Sundry and trade debtors are non-interest bearing and generally on 30-day terms. Other Receivable relates primarily to the net VAT receivable due from the Ghana Revenue Authority. GHS25.2 million (approximately USD4.3 million, or A\$5.8 million) was received during the period.

## 6. PROPERTY, PLANT, AND EQUIPMENT

	FOR THE PERIOD ENDING:	
	31 DEC 2021 \$'000	30 JUN 2021 \$'000
Plant and equipment—at cost	658,788	644,750
Accumulated depreciation	(316,012)	(272,604)
	<b>342,776</b>	<b>372,146</b>
<b>Reconciliation of plant and equipment</b>		
Balance at the beginning of the period	372,146	126,307
Additions	10,142	862
Transferred from assets under construction	1,739	291,239
Depreciation	(39,181)	(47,056)
Disposals	-	(34)
Translation difference movement	(2,070)	828
Carrying amount at the end of the period	<b>342,776</b>	<b>372,146</b>
Assets under construction—at cost	35,097	33,561
<b>Reconciliation of assets under construction</b>		
Balance at the beginning of the period	33,561	503,863
Additions	6,475	162,088
Transfers to plant and equipment	(1,739)	(291,239)
Transfers to Mine properties	(3,565)	(278,495)
Transferred to exploration	—	(4,503)
Written off	—	—
Translation difference movement	365	(58,153)
Carrying amount at the end of the period	<b>35,097</b>	<b>33,561</b>
Total Property, plant and equipment	<b>377,873</b>	<b>405,707</b>

## 7. MINE PROPERTIES

	FOR THE PERIOD ENDING:	
	31 DEC 2021 \$'000	30 JUN 2021 \$'000
Mine properties—at cost	830,622	961,690
Accumulated depreciation	(375,803)	(513,926)
	454,819	447,764
<b>Reconciliation of mine properties</b>		
Balance at the beginning of the period	447,764	202,400
Additions	48,903	44,425
Transfer from assets under construction	3,565	278,495
Amortisation	(53,134)	(57,092)
Translation difference movement	7,721	(20,464)
Carrying amount at the end of the period	454,819	447,764

## 8. MINERAL INTEREST ACQUISITION AND EXPLORATION EXPENDITURE

	FOR THE PERIOD ENDING:	
	31 DEC 2021 \$'000	30 JUN 2021 \$'000
Mineral interest acquisition and exploration expenditure—at cost	153,348	132,580
<b>Reconciliation of mineral interest acquisition and exploration expenditure</b>		
Balance at the beginning of the period	132,580	33,513
Additions—Exore acquisition	—	72,827
Additions—Other	24,135	33,046
Transferred from assets under construction	—	4,503
Written off	(2,031)	(6,822)
Translation difference movement	(1,336)	(4,487)
Carrying amount at the end of the period	153,348	132,580

The expenditure above relates principally to exploration and evaluation activities. The ultimate recoupment of this expenditure is dependent upon successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

## 9. INTEREST-BEARING LIABILITIES

	FOR THE PERIOD ENDING:	
	31 DEC 2021 \$'000	30 JUN 2021 \$'000
Revolving cash advance facility—current portion	—	—
Revolving cash advance facility—non-current portion	68,845	133,199
	68,845	133,199
<b>Reconciliation of interest-bearing liabilities</b>		
Balance at the beginning of the period	133,199	217,667
Additional drawdowns	—	—
Interest expense	4,552	8,352
Repayments made	(72,874)	(74,517)
Translation difference movement	3,968	(18,303)
Carrying amount at the end of the period	68,845	133,199

### ASSETS PLEDGED AS SECURITY

The revolving corporate cash advance facility (Corporate Facility) is secured over the following assets:

- all of the assets of Perseus Mining Limited and Occidental Gold Pty Ltd;
- Kojina Resources Ltd's shares held in Perseus Mining (Ghana) Limited ("PMGL");

- all assets of Amara Mining Limited, Amara Mining (Côte d'Ivoire) Ltd and Perseus Côte d'Ivoire Limited; and
- refining agreements of PMGL, Perseus Mining Côte d'Ivoire S.A. ("PMCI") and Perseus Mining Yaouré S.A. ("PMY").

## 10. ISSUED CAPITAL AND RESERVES

### (A) ISSUED AND PAID-UP SHARE CAPITAL

	FOR THE HALF-YEAR ENDING 31 DEC:			
	2021 \$'000	2020 \$'000	2021 NUMBER	2020 NUMBER
Balance at the start of the period	850,412	776,564	1,226,456,870	1,168,055,480
Issued pursuant to the exercise of vested performance rights	—	—	662,700	10,203,017
Issued pursuant to the acquisition of Exore Resources	—	73,848	—	47,789,272
Return of capital payment	(18,236)	—	—	—
Balance at the end of the period	832,176	850,412	1,227,119,570	1,226,047,769

The weighted average number of shares on issue during the period was 1,226,999,113.

### (B) PERFORMANCE RIGHTS

Performance rights have been granted, exercised, and forfeited as follows:

GRANT DATE	VESTING DATE	EXPIRY DATE	BALANCE AT START OF PERIOD NUMBER	GRANTED DURING THE PERIOD NUMBER	EXERCISED DURING THE PERIOD NUMBER	FORFEITED DURING THE PERIOD NUMBER	BALANCE AT END OF THE PERIOD NUMBER	VESTED AND EXERCISE-ABLE AT END OF PERIOD NUMBER
<b>Issued to Directors—Long-Term Incentives</b>								
28-Nov-18	31-Dec-21	28-Nov-25	333,333	—	—	—	333,333	333,333
29-Nov-19	30-Jun-22	29-Nov-26	1,346,500	—	—	—	1,346,500	—
26-Nov-20	30-Jun-23	26-Nov-27	632,960	—	—	—	632,960	—
25-Nov-21	30-Jun-24	25-Nov-28	—	531,619	—	—	531,619	—
<b>Issued to Directors—Short-Term Incentives</b>								
26-Nov-20	30-Jun-21	26-Nov-27	65,448	—	65,448	—	—	—
25-Nov-21	30-Jun-22	25-Nov-28	—	127,076	—	—	127,076	—
<b>Issued to Others—Long-Term Incentives</b>								
3-Aug-17	30-Jun-20	3-Aug-24	775,000	—	475,000	—	300,000	300,000
7-May-19	31-Dec-21	7-May-26	4,408,333	—	—	200,000	4,208,333	4,208,333
27-Jun-19	31-Dec-21	27-Jun-26	4,200,000	—	—	475,000	3,725,000	3,725,000
26-Sep-19	30-Jun-22	26-Sep-26	7,614,500	—	—	185,500	7,429,000	—
26-Aug-20	30-Jun-23	26-Aug-27	3,445,167	—	—	150,000	3,295,167	—
14-Apr-21	30-Jun-23	14-Apr-28	1,000,000	—	—	—	1,000,000	—
25-Aug-21	30-Jun-24	25-Aug-28	—	3,823,455	—	—	3,823,455	—
<b>Issued to Others—Short-Term Incentives</b>								
29-Jul-20	30-Jun-21	29-Jul-27	195,132	—	122,252	—	72,880	72,880
25-Aug-21	30-Jun-22	25-Aug-28	—	425,069	—	—	425,069	—
			<b>24,016,373</b>	<b>4,907,219</b>	<b>662,700</b>	<b>1,010,500</b>	<b>27,250,392</b>	<b>8,639,546</b>

### (C) ORDINARY SHARES

Ordinary shares entitle the holder to participate in dividends as declared and, in the event of winding up of the company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the company.

### (D) NATURE AND PURPOSE OF RESERVES

A summary of the transactions impacting each reserve has been disclosed in the statement of changes in equity.

#### SHARE-BASED PAYMENT RESERVE

The share-based payments reserve is used to record performance rights issued but not exercised.

#### FOREIGN CURRENCY TRANSLATION RESERVE

The foreign currency translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations where their functional currency is different to the presentation currency of the reporting entity along with Perseus's share of the movement in its associate's foreign currency translation reserve.

#### NON-CONTROLLING INTEREST'S RESERVE

The non-controlling interest's reserve records the difference between the fair value of the amount by which the non-controlling interests were adjusted to record their initial relative interest and the consideration paid.

#### ASSET REVALUATION RESERVE

The asset revaluation reserve is used to record the revaluation of the investment in Manas Resources Limited and Amani Gold Limited to fair value as the investment is designated as financial assets at fair value through other comprehensive income. Perseus's investment in Amani Gold Limited was sold during the 6 month period.

### 11. FAIR VALUE OF FINANCIAL INSTRUMENTS

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, and based on the lowest level input that is significant to the fair value measurement as a whole:

- |         |   |
|---------|---|
| Level 1 | Quoted market prices in an active market (that are unadjusted) for identical assets or liabilities.   |
| Level 2 | Valuation techniques (for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable). |
| Level 3 | Valuation techniques (for which the lowest level input that is significant to the fair value measurement is unobservable).                      |

For financial instruments that are recognised at fair value on a recurring basis, the group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There were no transfers between categories during the period.

### 12. CONTINGENCIES

Perseus has agreed compensation with about two thirds of the landowners affected by the Yaouré Gold Mine at a rate endorsed by the authorities. The remaining one third are seeking a significantly larger compensation rate and the administrative process prescribed by the Ivorian mining legislation to be followed if agreement cannot be reached has been initiated. In parallel, the remaining landowners have commenced a number of legal actions in the Ivorian commercial court. Perseus has made submissions to the court that it does not have jurisdiction to hear the case based on the fact that a prescribed administrative process exists and is being followed, also making reference to a decision by the highest Ivorian court, the "Cour de Cassation" which declared that the commercial court had no jurisdiction to hear a very similar case. Perseus expects the commercial court to declare that it does not have jurisdiction but this outcome is not certain. If the commercial court declares itself competent to hear the case and determine a rate, it is uncertain what rate would be applied. The administrative procedure had been started but was suspended pending resolution of the court cases. If the administrative procedure is completed, Perseus does not expect any exposure over and above the rate already agreed with the majority of landowners.

Perseus Mining Yaouré S.A. ("PMY") has received a Customs audit assessment relating to goods and services imported for the construction of the Yaouré mine. PMY does not agree with the quantum of the assessment and is currently in negotiations with Customs authorities. On a conservative basis, Perseus has raised a provision for the assessed import taxes. Negotiations are ongoing and the final penalty exposure is unknown but could be between nil and US\$2.6 million, which has not been provided for.

Aside from these matters, known contingent liabilities for the period ended 31 December 2021, remain unchanged from those disclosed in the annual financial report.

### 13. COMMITMENTS

Known commitments for the period ended 31 December 2021, remain unchanged from those disclosed in the annual financial report, except for the following:

#### (A) EXPLORATION COMMITMENTS

Minimum expenditure commitments on exploration properties have increased from those disclosed at 30 June 2021, with two new tenements acquired which have added estimated exploration minimum commitments of \$640,000 within one year, and \$2,700,000 in between two and five years.

#### (B) GOLD DELIVERY COMMITMENTS

	GOLD FOR PHYSICAL DELIVERY OZ	CONTRACTED SALES PRICE US\$/OZ	VALUE OF COMMITTED SALES US\$'000
Within one year	281,294	1,686.81	474,490
Later than one but not later than five years	20,000	1,785.27	35,705

The 301,294 ounces of gold sales commitments represents 20.5% of anticipated gold production over the next three years.

#### (C) CAPITAL COMMITMENTS

As the construction of Yaouré is complete, there are \$nil remaining capital commitments (at 30 June 2021: \$nil).

### 14. RETURN OF CAPITAL

	FOR THE PERIOD ENDING:	
	31 DEC 2021 \$'000	30 JUN 2021 \$'000
Ordinary shares	18,236	—

Perseus made a maiden return of capital payment on 10 December 2021 of \$0.015 per fully paid ordinary share.

### 15. SUBSEQUENT EVENTS

On 1 January 2022, 8,966,666 performance rights that had previously been issued to employees vested under the terms of the Perseus Performance Rights Plan, of which 5,925,000 were subsequently exercised.

On 31 January 2022, Perseus Mining Limited acquired 39,092,233 million common shares (15%) in Orca Gold Inc. ("Orca"), with the total consideration amounting to C\$17.5 million. Perseus has previously engaged in exclusive discussions with Orca regarding a possible change of control transaction, however these discussions are ongoing, and no formal agreement has been reached. Perseus has also agreed to provide Orca a US\$5.0 million short term loan facility which attracts interest of 7.5% per annum and has a maturity date of 30 June 2022. Please refer to the ASX release dated 31 January 2022 'Perseus to acquire 15% in Orca Gold'.

On 15 February 2022, a further 175,000 performance rights of the above mentioned 8,966,666 were exercised.

On 22 February 2022, the Directors approved an interim dividend payment of \$0.0081 per ordinary share, which is expected to be paid on 7 April 2022.



## DIRECTORS' DECLARATION

In the directors' opinion:

- a. the accompanying financial statements and notes are in accordance with the Corporations Act 2001 including
  - i. giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and
  - ii. complying with Accounting Standards, the Corporations Regulations 2001, and other mandatory professional reporting requirements; and
- b. there are reasonable grounds to believe that Perseus Mining Limited will be able to pay its debts as and when they become due and payable.

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



Jeffrey Allan Quartermaine  
**Managing Director and Chief Executive Officer**  
Perth, 22 February 2022

## Independent auditor's review report to the members of Perseus Mining Limited

### Report on the half-year financial report

#### Conclusion

We have reviewed the half-year financial report of Perseus Mining Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, significant accounting policies and explanatory notes 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 Perseus Mining Limited does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Group's financial position as at 31 December 2021 and of its performance for the half-year ended on that date
2. 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* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & 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.

#### Responsibilities of the directors for the half-year 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 gives a true and fair view and is free from material misstatement whether due to fraud or error.

**PricewaterhouseCoopers, ABN 52 780 433 757**

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### **Auditor's responsibilities for the review of the half-year 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 2021 and of 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.



PricewaterhouseCoopers



Craig Heatley  
Partner

Perth  
22 February 2022