



**EMPIRE**  
RESOURCES

# EMPIRE RESOURCES LIMITED

ABN 32 092 471 513

## Interim Report

31 December 2021

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**EMPIRE RESOURCES LIMITED  
31 DECEMBER 2021**

**CORPORATE INFORMATION**

***DIRECTORS***

Michael Ruane – Chairman  
Sean Richardson – Managing Director  
Jeremy Atkinson – Non-Executive Director

***COMPANY SECRETARY***

Simon Storm

***REGISTERED PRINCIPAL OFFICE***

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Nedlands 6009  
Western Australia

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ABN 32 092 471 513

***SHARE REGISTRY***

Automic Group  
Level 2  
267 St Georges Terrace  
Perth 6000  
Western Australia

***AUDITORS***

HLB Mann Judd (WA) Partnership  
Level 4  
130 Stirling Street  
Perth 6000  
Western Australia

***SECURITIES EXCHANGE LISTING***

The Company is listed on the Australian Securities  
Exchange Limited. Home Exchange Perth  
ASX Code: Shares ERL

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# EMPIRE RESOURCES LIMITED

## DIRECTORS' REPORT 31 DECEMBER 2021

### Directors' Report

Your directors submit the interim report on Empire Resources Limited (the "Company") and its controlled entity ("the Group") for the half-year ended 31 December 2021. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

### Directors

The directors of the Company at any time during or since the end of the half-year were:

Michael Ruane  
Sean Richardson  
Jeremy Atkinson

### Review of Operations and Exploration Activities

The Group's loss for the half-year ended 31 December 2021 was \$1,378,610 (2020: profit \$2,128,067) primarily as a result of exploration expense of \$639,607 (2020: \$430,563) and a net fair value loss on financial assets of \$482,988 (2020: profit \$2,982,766).

During the period the principal activities of the Group consisted of mineral exploration and evaluation of properties in Australia. There has been no significant change in these activities during the financial period.

During the half year the Company carried out the following activities:

#### *Exploration at Yuinmery*

During the half year the Company commenced an 1,800m diamond drilling program at its Yuinmery Copper-Gold Project. The diamond drilling was designed to target extensions to mineralisation at Smiths Well, YT01 and Constantine prospects where highly encouraging copper-gold, copper-nickel-cobalt and platinum group metals were encountered in recent deep RC drilling in July 2021.

An RC drilling program was also completed which targeted five high priority prospects. In total 14 RC holes for 2,244m of reverse circulation (RC) drilling were completed across the YT01, A Zone, Constantine, Smiths Well and Main Road prospects.

#### *Exploration at the Nanadie Copper-Gold Project*

The Company initiated ground exploration activities soon after the grant of the remaining tenement applications that constitute Empire's Nanadie Copper-Gold Project. Field work commenced with detailed geological fact mapping completed by experienced geological mapping consultancy, Compass Geological.

The detailed geology mapping, along with compiled available geophysical imagery have contributed to the design of an approximate 1,500-point soil sampling program. Field collection of soil samples commenced during the half year.

Southern Geoscience Consultants (SGC) were engaged to review, reprocess, and interpret all available historical and publicly available geophysical data. SGC has identified a substantial amount of aerial magnetic and ground electromagnetic survey data that overlay several potentially prospective areas of the project.

The detailed mapping, soil sampling results and the reinterpreted geophysical data will be used to identify potential aircore and/or RC drilling targets.

#### *Exploration at the Pennys Find Gold Project*

An RC drilling program was completed during the period targeting strike extensions to anomalous bedrock mineralisation of 1m @ 7.27g/t Au and 7,396ppm As from 153m [6] intersected at PF09 in hole PRC20-03. In total 5 RC holes for 800m of RC drilling were completed during August 2021. Samples were submitted for analysis with results received subsequent to the end of the quarter. The deeper RC drilling failed to intercept bedrock mineralisation.

Gold mineralisation at PF09 is strongly associated with arsenic (As), a gold pathfinder element common to Goldfield's-style mineral systems. The strong correlation of Au and As at PF09 is an encouraging result for the Company.

Future aircore drilling at PF09 will be directed towards determining the extents of the supergene and identifying bedrock mineralisation targets for further RC drilling.

# EMPIRE RESOURCES LIMITED

## DIRECTORS' REPORT 31 DECEMBER 2021

### *Investments-Dacian Gold Ltd*

During the period, the Company completed the sale of its Dacian Gold Limited (ASX:DCN) shareholding, netting a total profit from its investment of \$2,884,509 for a 192% return on investment.

### *Penny's Find Royalty*

Empire is entitled to royalty payments on gold produced from the Penny's Find Gold Mine to the extent of 5% of gold recovered up to 50,000 oz and 2.5% on gold produced above that amount.

During the period, Horizon Minerals Ltd (ASX:HRZ) announced that it had moved to 100% ownership of the Penny's Find Gold Project. Horizon Minerals reported that it would continue the evaluation of the project with further infill and extensional drilling. Development options are to be considered, including near term development with toll milling and/or inclusion of the project in their consolidated Feasibility Study.

### *Capital Raising*

During the second quarter, the Company announced that it raised \$884,022 by issuing 73,668,414 new fully paid shares, plus 36,834,239 new unlisted options in a pro-rata non-renounceable rights issue. The pro-rata non-renounceable rights offer sought to raise up to approximately \$1,557,857 by issue of 129,822,072 new shares at 1.2 cents per share and 64,911,036 unlisted new options exercisable at 1.6 cents with an expiry date of 30 November 2023.

A shortfall of 56,153,658 new shares and 28,076,797 new options remained after the completion of the rights issue. In accordance with the Prospectus the Company reserved the right to place any shortfall shares within three months of the closing date of 30 November 2021.

### **Dividends**

No dividends have been paid during the period and no dividends have been recommended by the directors.

### **Events subsequent to reporting date**

On 22 February 2022, the Company issued of 56,153,658 shares at 1.2 cents raising \$673,844.

Other than this, no matter or circumstance has arisen, since the end of the financial half year, which significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial periods.

### **Auditor's Independence Declaration**

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the company with an Independence Declaration in relation to the review of the interim financial report. This written Auditor's Independence Declaration is set out on page 16 and forms part of this directors' report for the half-year ended 31 December 2021.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s306(3) of the Corporations Act 2001.



**Michael Ruane**

**Director**

Perth, Western Australia

9<sup>th</sup> March 2022

EMPIRE RESOURCES LIMITED

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

	Note	Consolidated	
		6 months ended 31/12/2021 \$	6 months ended 31/12/2020 \$
Interest income		364	314
Net fair value gain on financial assets		-	2,982,766
Other income	12	107,466	152,378
Interest expense		(19,373)	(56,712)
Depreciation expense		(641)	(1,552)
Exploration expense		(639,607)	(430,563)
Business development expense		(8,572)	-
Legal expense		(21,407)	(242,525)
Employee benefits expense		(90,026)	(76,653)
Directors' fees expense		(36,000)	(40,500)
Accounting expense		(36,837)	(33,741)
Share-based payments	13	-	(19,951)
ASX expense		(31,169)	(18,386)
Corporate relations expense		(5,148)	(6,953)
Insurance expense		(20,644)	(18,957)
Net fair value loss on financial assets	7	(482,988)	-
Other expenses		(94,028)	(60,898)
<b>(Loss)/profit before income tax</b>		<b>(1,378,610)</b>	2,128,067
Income tax benefit		-	-
<b>Net (loss)/profit</b>		<b>(1,378,610)</b>	2,128,067
<b>Other comprehensive income, net of tax</b>		-	-
<b>Total comprehensive (loss)/income</b>		<b>(1,378,610)</b>	2,128,067
Basic and diluted (loss)/earnings per share (cents per share)	14	(0.15)	0.24

*The accompanying notes form part of these financial statements.*

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EMPIRE RESOURCES LIMITED

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021

	Note	Consolidated	
		31/12/2021 \$	30/06/2021 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		2,665,675	1,324,059
Trade and other receivables	6	71,415	396,545
Other financial assets		10,000	10,000
Financial assets at fair value through profit or loss	7	-	3,389,100
<b>Total Current Assets</b>		<b>2,747,090</b>	<b>5,119,704</b>
<b>NON-CURRENT ASSETS</b>			
Plant and equipment		18,963	25,377
<b>Total Non-Current Assets</b>		<b>18,963</b>	<b>25,377</b>
<b>TOTAL ASSETS</b>		<b>2,766,053</b>	<b>5,145,081</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	8	261,284	497,848
Borrowings	9	-	1,602,945
<b>Total Current Liabilities</b>		<b>261,284</b>	<b>2,100,793</b>
<b>TOTAL LIABILITIES</b>		<b>261,284</b>	<b>2,100,793</b>
<b>NET ASSETS</b>		<b>2,504,769</b>	<b>3,044,288</b>
<b>EQUITY</b>			
Issued capital	10	26,253,554	25,414,463
Reserves		1,802,246	1,802,246
Accumulated losses		(25,551,031)	(24,172,421)
<b>TOTAL EQUITY</b>		<b>2,504,769</b>	<b>3,044,288</b>

*The accompanying notes form part of these financial statements.*

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EMPIRE RESOURCES LIMITED

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

	Consolidated			
	Issued Capital \$	Accumulated Losses \$	Option Reserves \$	Total \$
<b>Balance at 1 July 2020</b>	24,178,914	(23,096,144)	1,762,345	2,845,115
Profit for the period	-	2,128,067	-	2,128,067
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	2,128,067	-	2,128,067
Shares issued during the period	1,307,596	-	-	1,307,596
Equity issue expenses	(72,047)	-	-	(72,047)
Share based payment	-	-	19,951	19,951
<b>Balance at 31 December 2020</b>	<b>25,414,463</b>	<b>(20,968,077)</b>	<b>1,782,296</b>	<b>6,228,682</b>
<b>Balance at 1 July 2021</b>	<b>25,414,463</b>	<b>(24,172,421)</b>	<b>1,802,246</b>	<b>3,044,288</b>
Loss for the year	-	(1,378,610)	-	(1,378,610)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the period	-	(1,378,610)	-	(1,378,610)
Shares issued during the period	884,022	-	-	884,022
Equity issue expenses	(44,931)	-	-	(44,931)
<b>Balance at 31 December 2021</b>	<b>26,253,554</b>	<b>(25,551,031)</b>	<b>1,802,246</b>	<b>2,504,769</b>

The accompanying notes form part of these financial statements.

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**EMPIRE RESOURCES LIMITED AND CONTROLLED ENTITY**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

	Consolidated	
	31/12/2021	31/12/2020
	\$	\$
<b>Cash Flows from Operating Activities</b>		
Receipts from customers	100,000	100,000
Payments for exploration and evaluation expenditure	(714,545)	(452,633)
Payments to employees and suppliers	(478,569)	(547,303)
Interest received	364	314
Interest paid	(122,318)	(65,650)
<b>Net cash outflow from operating activities</b>	<b>(1,215,068)</b>	<b>(965,272)</b>
<b>Cash Flows from Investing Activities</b>		
Proceeds from sale of financial assets	2,906,112	-
Proceeds from the release of trust deposit	306,738	-
<b>Net cash inflow from investing activities</b>	<b>3,212,850</b>	<b>-</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from issue of equity securities	884,022	1,307,596
Equity securities issue costs	(40,188)	(72,047)
Repayments of borrowings	(1,500,000)	-
<b>Net cash (outflow)/inflow from financing activities</b>	<b>(656,166)</b>	<b>1,235,549</b>
<b>Net increase in cash held</b>	<b>1,341,616</b>	<b>270,277</b>
Cash at the beginning of the year	1,324,059	598,047
<b>Cash at the end of the year</b>	<b>2,665,675</b>	<b>868,324</b>

*The accompanying notes form part of these financial statements.*

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# EMPIRE RESOURCES LIMITED

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

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### 1. Statement of Significant Accounting Policies

#### Basis of preparation

These interim consolidated financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards including AASB 134: Interim Financial Reporting, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board (AASB).

This condensed half-year report does 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 full financial report. It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2021 and any public announcements made by Empire Resources Limited and its controlled entity during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies adopted and methods of computation are consistent with those of the previous financial year and corresponding interim reporting period, except for the impact of the new Standards and Interpretations as disclosed below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

The interim financial report has been prepared on a historical cost basis except for the revaluation of certain financial assets to fair value. Cost is based on the fair value of the consideration given in exchange for assets.

The Company is domiciled in Australia and it's a for-profit entity. All amounts are presented in Australian dollars.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period.

#### Statement of Compliance

The financial report was authorised for issue on 9 March 2022.

The interim financial statements comply with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the interim financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

#### Adoption of New and Revised Standards

In the period ended 31 December 2021, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Company and effective for the current reporting period. As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Group and, therefore, no material change is necessary to Group accounting policies.

The Directors have also reviewed all new Standards and Interpretation that have been issued but are not yet effective for the half-year ended 31 December 2021. As a result of this review the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Company and, therefore, no material change is necessary to Group accounting policies.

### 2. Related Parties

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2021 annual financial report.

# EMPIRE RESOURCES LIMITED

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

### 3. Segment Reporting

Operating segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker has been identified as the Board of Empire Resources Ltd.

Consistent with prior year, the Group operates only in one business and geographical segment being predominantly in mineral exploration and evaluation of properties in Australia. The Group considers its business operations in mineral investment, exploitation and exploration to be its primary reporting function.

### 4. Dividends

No dividends were paid or declared payable during or since the half-year.

### 5. Events Subsequent to Reporting Date

On 22 February 2022, the Company issued of 56,153,658 shares at 1.2 cents raising \$673,844.

Other than this, no matter or circumstance has arisen, since the end of the financial half year, which significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial periods.

### 6. Trade and other receivables

	Consolidated	
	31/12/2021	30/06/2021
	\$	\$
<b>Current</b>		
Trade receivables	-	1,650
GST receivables	<b>34,338</b>	64,821
Other receivables	<b>37,077</b>	846,182
Provision for impairment of receivables	-	(516,108)
	<b>71,415</b>	<b>396,545</b>

#### Provision for impairment of receivables

Current trade receivables are non-interest bearing and generally on 30 day terms. A provision for impairment is recognised when there is objective evidence that an individual trade receivable is impaired.

At 30 June 2021, a portion of the other receivables balance of \$516,108 and the impairment provision of \$516,108 relate to a dispute over gold not accounted for from a milling campaign conducted by Eastern Goldfields Mining Services (EGMS) late in 2017. The parties agreed to a confidential settlement in September 2021.

### 7. Financial assets at fair value through profit or loss

	Consolidated	
	31/12/2021	30/06/2021
	\$	\$
Listed shares-investment in Dacian Gold Ltd (merged with NTM in March 2021) - at fair value	-	3,389,100
	-	<b>3,389,100</b>

**EMPIRE RESOURCES LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

**7. Financial assets at fair value through profit or loss (continued)**

	Consolidated	
	6 months ended 31/12/2021	12 months ended 30/06/2021
	\$	\$
Balance at the beginning of the period	<b>3,389,100</b>	3,671,097
Additions	-	-
Disposals	<b>(2,906,112)</b>	(1,456,063)
Net fair value (loss)/gain on financial asset	<b>(482,988)</b>	1,174,066
Net gain on disposal of financial assets	-	-
Carrying amount at the end of the period	<u>-</u>	<u>3,389,100</u>

The investment is level 1 in the fair value hierarchy and is valued using quoted prices in an active market.

**8. Trade and other payables**

	Consolidated	
	31/12/2021	30/06/2021
	\$	\$
Trade payables and accruals <sup>1</sup>	<b>204,221</b>	462,133
Employee benefits	<b>57,063</b>	35,715
	<u><b>261,284</b></u>	<u>497,848</u>

<sup>1</sup> Included in these balances are amounts owing to key management personnel and associated entities at balance date of \$23,100 (30 June 2021: 57,300) for Director fees.

**9. Borrowings**

	Consolidated	
	6 months ended 31/12/2021	12 months ended 30/06/2021
	\$	\$
Director loan at the beginning of the period	<b>1,602,945</b>	1,556,096
Finance costs incurred	<b>19,373</b>	112,500
Repayment of borrowings	<b>(1,500,000)</b>	-
Finance costs paid	<b>(122,318)</b>	(65,651)
Balance at the end of the period	<u>-</u>	<u>1,602,945</u>

For the loan from Dr Michael Ruane, an interest rate of 7.5% was calculated daily and was paid in September 2021.

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**EMPIRE RESOURCES LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

**10. Issued capital**

**(a) Ordinary shares**

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares. On a show of hands every holder of ordinary shares present at a meeting, in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

	Consolidated	
	6 months ended 31/12/2021 \$	12 months ended 30/06/2021 \$
982,418,436 (30 June 2021:908,750,022) fully paid ordinary shares	<b>26,253,554</b>	25,414,463

	Consolidated	
	6 months ended 2021 No.	12 months ended 2020 No.
<b>(i) Ordinary shares - number</b>		
At the beginning of the period	<b>908,750,022</b>	799,783,689
Issue of 108,966,333 shares at \$0.012 on 7 August 2020	-	108,966,333
Issue of 73,668,414 shares at \$0.012 on 7 December 2021	<b>73,668,414</b>	-
Balance at the end of the period	<b>982,418,436</b>	908,750,022

	Consolidated	
	6 months ended 31/12/2021 \$	12 months ended 30/06/2021 \$
<b>(ii) Ordinary shares – value</b>		
At the beginning of the period	<b>25,414,463</b>	24,178,914
Issue of 108,966,333 shares at \$0.012 on 7 August 2020	-	1,307,596
Issue of 73,668,414 shares at \$0.012 on 7 December 2021	<b>884,022</b>	-
Less share issue costs	<b>(44,931)</b>	(72,047)
Balance at the end of the period	<b>26,253,554</b>	25,414,463

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**EMPIRE RESOURCES LIMITED**

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

**10. Issued capital (continued)**

**(b) Options**

	6 months ended 31/12/21		12 months ended 30/06/21	
	Number	Weighted average exercise price	Number	Weighted average exercise price
Outstanding at the beginning of the period	-	-	-	-
Issued 7 December 2021	<b>36,834,239</b>	<b>\$0.016</b>	-	-
Outstanding at the end of the period	<b>36,834,239</b>	<b>\$0.016</b>	-	-

**11. Financial Instruments**

The fair value of financial assets and liabilities approximate their carrying amounts at balance date. The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared to the previous reporting period.

**12. Revenue**

	Consolidated	
	6 months ended 31/12/2021 \$	6 months ended 31/12/2020 \$
<b>Other income</b>		
Royalty income	<b>100,000</b>	100,000
Other income	<b>7,466</b>	52,378
	<b>107,466</b>	152,378

**13. Share-based Payments**

**(a) Performance Rights**

	6 months ended 31/12/2021 No.	12 months ended 30/06/2021 No.
	Outstanding at the beginning of the period	<b>20,000,000</b>
Issued 4 February 2021	-	2,500,000
Forfeited during the period	<b>(20,000,000)</b>	(2,500,000)
Outstanding at the end of the period	-	20,000,000

**(b) Expenses arising from share-based payment transactions**

	Consolidated	
	6 months ended 31/12/2021 \$	6 months ended 31/12/2020 \$
Share-based payments	-	19,951

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## EMPIRE RESOURCES LIMITED

### NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

#### 14. Earnings Per Share

	Consolidated	
	6 months ended 31/12/2021 Cents	6 months ended 31/12/2020 Cents
Basic and diluted earnings/(loss) per share (cents per share)	<b>(0.15)</b>	0.24
Profit/(loss) used in the calculation of basic EPS (\$)	<b>(1,378,610)</b>	2,128,067
Weighted average number of shares outstanding during the period used in calculations of basic earnings per share	<b>918,411,453</b>	886,718,578

#### 15. Contingencies

There has been no change in contingent assets since the last annual reporting date other than the receipt of \$100,000 royalty payment from Orminex Penny's Find Pty Ltd as underground mining had not commenced.

## EMPIRE RESOURCES LIMITED

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### DIRECTORS' DECLARATION

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In the opinion of the Directors of Empire Resources Limited ("Company"):

1. The attached financial statements and notes thereto are in accordance with the Corporations Act 2001, including:

- a) complying with Accounting Standards, Corporations Regulations 2001 and other mandatory professional reporting requirements; and
- b) 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 then ended; and

2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed made in accordance with a resolution of the Board of Directors made pursuant to s303(5) of the Corporations Act 2001.



**Michael Ruane**  
**Director**

Perth, Western Australia  
9<sup>th</sup> March 2022



**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the consolidated financial report of Empire Resources Limited for the half-year ended 31 December 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia  
9 March 2022



**N G Neill**  
Partner

**hlb.com.au**

**HLB Mann Judd (WA Partnership) ABN 22 193 232 714**

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Liability limited by a scheme approved under Professional Standards Legislation.

HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

## **INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Empire Resources Limited

### **Report on the Condensed Interim Financial Report**

#### *Conclusion*

We have reviewed the accompanying interim financial report of Empire Resources Limited ("the company") which comprises the condensed consolidated statement of financial position as at 31 December 2021, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration, for the Group comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Empire Resources Limited does not comply with the *Corporations Act 2001* including:

- (a) 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
- (b) 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

#### *Responsibility of the directors for the financial report*

The directors of the company are responsible for the preparation of the interim 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 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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*Auditor's responsibility for the review of the financial report*

Our responsibility is to express a conclusion on the interim 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 interim 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 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 an interim 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.

*Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

*HLB Mann Judd*

**HLB Mann Judd**  
**Chartered Accountants**

**Perth, Western Australia**  
**9 March 2022**

*Norman Neill*

**N G Neill**  
**Partner**