

KOONENBERRYGOLD

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Half Year Financial Report

for the period ended
31 December 2021

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CORPORATE DIRECTORY**DIRECTORS**

Anthony McIntosh	Non-Executive Director
George Rogers	Non-Executive Director
Ben Donovan	Non-Executive Director

COMPANY SECRETARY

Ben Donovan

AUDITORS

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AUSTRALIAN BUSINESS NUMBER

17 619 137 576

DIRECTORS' REPORT

The Directors present their report on the consolidated Group being Koonenberry Gold Limited ("Koonenberry" or the "Company") and its Controlled Entities for the half year ended 31 December 2021.

Director Details

The names of the Directors of the Company in office at any time during the period are:

- Mr. Anthony McIntosh (*Non-Executive Director*)(Appointed 30 June 2021)
- Mr. George Rogers (*Non-Executive Director*)(Appointed 28 November 2021)
- Mr. Ben Donovan (*Non-Executive Director*)(Appointed 28 November 2021)
- Mr. John Elkington (*Non-Executive Chairman*)(Appointed 30 June 2021, Resigned 27 November 2021)
- Mr. John Hobson (*Non-Executive Director*)(Appointed 30 June 2021, Resigned 27 November 2021)

Directors have been in office since the start of the period to the date of this report unless otherwise stated.

The office of company secretary is held by Mr. Ben Donovan.

Principal activities

The principal activities for the Group during the period was to further gold and mineral exploration activities at the Koonenberry Gold Project in New South Wales, Australia on tenements held by the Group with potential for mineralisation.

There have been no significant changes in the nature of these activities during the period.

Review of operations and financial results

The Koonenberry Gold Project

The Project covers an area of approximately 1,339 km² comprising a total of twelve Exploration Licences. The licences are held by the Company's 100% owned subsidiary, Lasseter Gold Pty Ltd. The Project is located in north-western NSW, approximately 160km northeast of the major mining and cultural centre of Broken Hill and 40km west of the opal mining town of White Cliffs.

The Project lies along the Koonenberry Fault and the region is considered prospective for large scale orogenic gold mineralisation. Early-stage exploration activities were undertaken during the period funded by privately raised capital.

During the half year ended 31 December 2021 the Group incurred a loss of \$(921,174) (31 December 2020: \$(222,311)). Expenditure on exploration activities amounted to \$265,204 (30 June 2021: \$906,144)

Exploration Summary

The Koonenberry Gold Project is considered prospective for orogenic gold systems analogous to those in the Victorian Goldfields. The prospectivity is based around a number of factors including similar turbiditic host sequences; similar orogenic events and timing; extensive auriferous quartz vein systems; and known placer and palaeoplacer mineralisation which has been exploited by artisanal miners. The presence of the Koonenberry Fault is believed to be vital in having provided the first-order fluid pathways extending from deep in the crust. Despite these positive geological attributes, very little previous gold exploration has been previously attempted. Exploration on the Koonenberry Gold Project during the half year has focussed on identifying mineralised structures through surface-based exploration programs, including mapping, soil sampling and mini-bulk rock chip sampling. A number of exciting results have emanated from these programs, confirming the Company's view that there are multiple targets to explore.

Impact of Covid-19 Pandemic

The COVID-19 pandemic has continued through 2021, with a significant number of cases globally. Due to widespread travel restrictions within New South Wales and for travel into and out of New South Wales, the company was unable to complete planned studies within their forecast timeframe. Recent changes to travel restrictions have allowed Management to resume the programme.

The Company continues to follow the appropriate government policies and advice in executing its exploration strategies.

During this reporting period the Company received nil COVID-19 related support.

Listing on ASX

On 28 September 2021 the company successfully listed on the ASX following completion of an initial public offering raising capital of \$8m from investors. The company seeks to use capital raised to undertake a multi-disciplinary exploration strategy to provide a thorough understanding of the mineralisation potential throughout the Koonenberry Gold Project. This is aimed at proving the potential for a new high-grade gold JORC code compliant resource at the Project.

The Company will continue to look for complementary and synergistic exploration opportunities and may acquire additional projects in the future in the same or different commodities.

Significant changes in the state of affairs

During the period the company completed its initial public offering raising \$8m of capital from investors. The offers closed on 28 September 2021, on which date the company was accepted to list on the ASX.

On 27 November 2021 Mr John Elkington and Mr John Hobson resigned as Non Executive Directors. Mr George Rogers and Mr Ben Donovan were appointed as Non Executive Directors of the company on 28 November 2021.

On 28 November 2021 the Chief Executive Officer, Karen O'Neill tendered her resignation. Ms O'Neill has served out her three month notice period. The company is currently seeking suitable candidates for a replacement CEO.

There have been no other significant changes in the state of affairs of the Group during the period.

Dividends

No dividends were paid or declared during the period (30 June 2021: Nil).

Events arising since the end of the reporting period

No other matters or circumstances have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Auditors Independence Declaration

A copy of the auditors independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors report.

Signed in accordance with a resolution of the Directors pursuant to section 298(2)(a) of the Corporations Act 2001.



Anthony McIntosh
Non-Executive Chair

Dated at this 14 March 2022

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Auditor's Independence Declaration

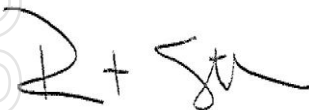
To the Directors of Koonenberry Gold Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Koonenberry Gold 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.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



B P Steedman
Partner – Audit & Assurance

Perth, 14 March 2022

Grant Thornton Audit Pty Ltd ACN 130 913 594
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INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half year ended 31 December 2021

	Note	31 Dec 2021 \$	31 Dec 2020 \$
Other income – cashflow boost		-	61,780
Interest income		4,977	-
Legal expenses		(122,681)	(29,237)
Exploration costs		(29,663)	-
Loss on disposal of property, plant and equipment		(2,372)	-
Share based payments	9	(41,654)	-
Interest expense		(65,569)	(79,123)
Other expenses	3	(664,212)	(175,731)
Loss before income tax expense		(921,174)	(222,311)
Income tax expense		-	-
Loss for the year		(921,174)	(222,311)
Other comprehensive income (net of tax)		-	-
Total comprehensive income for the year attributable to the members of the parent entity		(921,174)	(222,311)
Earnings per share			
Basic earnings per share (cents)		(0.01)	(0.01)

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

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

For the period ended 31 December 2021

	Note	31 Dec 2021 \$	30 June 2021 \$
CURRENT ASSETS			
Cash and cash equivalents	4	6,110,159	606,281
Trade and other receivables		1,699	-
Other current assets	5	262,479	249,098
TOTAL CURRENT ASSETS		6,374,337	855,379
NON-CURRENT ASSETS			
Property, plant and equipment		539,266	513,276
Exploration and evaluation assets	6	3,910,836	3,645,632
Other non-current assets		153,000	163,000
TOTAL NON-CURRENT ASSETS		4,603,102	4,321,908
TOTAL ASSETS		10,977,439	5,177,287
CURRENT LIABILITIES			
Trade and other payables		132,299	681,097
Provisions		48,725	44,323
Convertible notes	7	-	700,000
TOTAL CURRENT LAIBILITIES		181,024	1,425,420
NON-CURRENT LIABILITIES			
Provisions		4,106	2,647
Convertible notes	7	-	1,868,001
TOTAL NON-CURRENT LIABILITIES		4,106	1,870,648
TOTAL LIABILITIES		185,130	3,296,068
NET ASSETS		10,792,309	1,881,219
EQUITY			
Issued capital	8	13,295,958	3,505,348
Share based payment reserve	9	45,689	4,035
Accumulated losses		(2,549,338)	(1,628,164)
TOTAL EQUITY		10,792,309	1,881,219

The above Statement of Financial Position is to be read in conjunction with the accompanying notes.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 31 December 2021

	Note	Issued Capital \$	Share Based Payment Reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 30 June 2020		3,505,348	-	(596,306)	2,909,042
Loss for the period		-	-	(222,311)	(222,311)
Other comprehensive income for the year		-	-	-	-
Total comprehensive income for the year		-	-	(222,311)	(222,311)
<i>Transactions with owners, in their capacity as owners, and other transfers</i>					
Issue of shares		-	-	-	-
		-	-	-	-
Balance at 31 December 2020		3,505,348	-	(818,617)	2,686,731
Balance at 30 June 2021		3,505,348	4,035	(1,628,164)	1,881,219
Loss for the period		-	-	(921,174)	(921,174)
Other comprehensive income for the year		-	-	-	-
Total comprehensive income for the year		-	-	(921,174)	(921,174)
<i>Transactions with owners, in their capacity as owners, and other transfers</i>					
Issue of shares	8	9,790,610	-	-	9,790,610
Issue of performance rights	9	-	41,654	-	41,654
		9,790,610	41,654	-	9,832,264
Balance at 31 December 2021		13,295,958	45,689	(2,549,338)	10,792,309

The above Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended 31 December 2021

	Note	31 Dec 2021 \$	31 Dec 2020 \$
Cash flows from operating activities			
Government subsidy received		-	61,780
Payments to suppliers and employees		(766,140)	(129,938)
Interest received		3,279	-
Interest paid		(9,727)	-
Net cash used in operating activities		(772,588)	(68,158)
Cash flows from investing activities			
Payments for property, plant and equipment		(73,779)	(55,074)
Payment for exploration activities		(189,374)	(690,991)
Loans to external parties		(200,000)	-
Net cash used in investing activities		(463,153)	(746,065)
Cash flows from financing activities			
Proceeds from issue of shares through share purchase plan and share placement		8,000,000	-
Proceeds from the issue of convertible notes (net of transaction costs)		-	424,131
Payment of transaction costs		(1,260,381)	(123,196)
Net cash provided by financing activities		6,739,619	300,935
Net increase/(decrease) in cash and cash equivalents		5,503,878	(513,288)
Cash at the beginning of the period		606,281	707,635
Cash at the end of the period		6,110,159	194,347

The above Statement of Cash Flows is to be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the period ended 31 December 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

These general purpose interim financial statements for the half year reporting period ended 31 December 2021 have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

This interim financial report is intended to provide users with an update on the latest annual financial statements of Koonenberry Gold Pty Ltd and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2021, together with any public announcements made during the half year.

Significant Accounting Policies

The interim financial statements have been prepared in accordance with the same accounting policies adopted in the Group's last annual financial statements for the year ended 30 June 2021 unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period.

There are no other new standards, amendments or interpretations that are issued and not yet effective which will have a material impact on the Group in future years. None have been adopted early by the Group

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NOTE 2: OPERATING SEGMENTS

The Board has considered the requirements of AASB 8 *Operating Segments* and the internal reports that are reviewed by the chief operating decision maker (the Chief Executive Officer) in allocating resources and have concluded, due to the Group being solely focused on exploration activity, at this time that there are no separately identifiable segments. As such there is one segment being the consolidated group.

NOTE 3: EXPENSES

	31 December 2021	31 December 2020
	\$	\$
(a) Other expenses		
Audit and accounting fees	25,324	-
Consultants	140,928	138,629
Directors fees	107,617	-
Employment costs	176,537	-
Insurance	20,794	4,910
Listing fees	107,811	-
Other expenses	85,201	32,192
Total other expenses	664,212	175,731

NOTE 4: CASH AND CASH EQUIVALENTS

	31 December 2021	30 June 2021
	\$	\$
Cash and cash equivalents		
Cash at bank and on hand	6,110,159	606,281
	6,110,159	606,281

Cash at bank earns interest at floating rates based on daily deposit rates.

NOTE 5: OTHER CURRENT ASSETS

	31 December 2021	30 June 2021
	\$	\$
Prepayments	62,479	33,032
Prepaid capital raise costs	-	212,054
Loans to shareholders	200,000	-
Other current assets	-	4,012
	262,479	249,098

During the period the company entered into a \$200,000 loan arrangement with a shareholder. Drawdown was contingent on successful IPO. Interest on the loan is payable at a 10%, repayable by 20 May 2022.

NOTE 6: EXPLORATION AND EVALUATION ASSETS

	31 December	30 June
	2021	2021
	\$	\$
Exploration, evaluation and development costs carried forward in respect of mining areas of interest		
Exploration and evaluation phase	3,910,836	3,645,632
	3,910,836	3,645,632

Capitalised tenement expenditure movement reconciliation

	Total
	\$
31 December 2021	
Balance at beginning of period	3,645,632
Additions through expenditure capitalised	265,204
Balance at end of period	3,910,836
	Total
	\$
30 June 2021	
Balance at beginning of year	2,739,488
Additions through expenditure capitalised	906,144
Balance at end of year	3,645,632

The ultimate recoupment of costs carried forward for exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective mining areas.

NOTE 7: CONVERTIBLE NOTES

The company issued 2,500 unsecured convertible notes with a face value of \$1,000 per convertible note in three series during the period November 2020 through to June 2021. The notes had a maturity date of 24 months from issue date.

The issue terms of each convertible note series are outlined below:

- Series A - (\$1.5m) - 30% discount to offer; 10% interest per annum accruing daily
- Series B - (\$0.5m) - 20% discount to offer; 10% interest per annum accruing daily
- Series C - (\$0.5m) - 20% discount to offer; no interest payable.

NOTE 7: CONVERTIBLE NOTES continued.

The company completed its initial public offering on ASX on 28 September 2021. All convertible notes on issue were converted into 18,142,668 shares.

	31 December 2021		30 June 2021	
	Number	\$	Number	\$
Notes on issue at beginning of period	2,500	2,499,815	700	700,000
Convertible notes issued	-	-	1,800	1,799,815
Notes issued at end of period	2,500	2,499,815	2,500	2,499,815
Transaction costs		(72,597)		(72,597)
Interest charged (effective interest rate)		167,726		140,783
Capitalised transaction costs		72,597		-
Conversion of convertible notes to ordinary share capital	(2,500)	(2,667,541)		-
Total Convertibles Notes	-	-		2,568,001

	31 December 2021	30 June 2021
	\$	\$
<i>Current</i>	-	700,000
<i>Non-Current</i>	-	1,868,001
Total	-	2,568,001

NOTE 8: ISSUED CAPITAL

	31 December 2021 \$	30 June 2021 \$
119,749,088 fully paid ordinary shares (2021: 60,014,000)	13,295,958	3,505,348

	31 December 2021		30 June 2021	
	Number	\$	Number	\$
Balance at beginning of period	60,014,000	3,505,348	3,244	3,505,348
Issue of shares	40,000,000	8,000,000	-	-
Issue of shares to Brokers	1,592,420	318,484	-	-
Conversion of convertible notes to ordinary shares	18,142,668	2,667,541	-	-
<i>Shares authorised for share based payments:</i>				
Share split	-	-	60,010,756	-
Share issue costs	-	(1,195,415)	-	-
	59,735,088	9,790,610	60,010,756	-
Balance at end of period	119,749,088	13,295,958	60,014,000	3,505,348

Fully paid ordinary shares carry one vote per share and carry the right to dividends (in the event such a dividend was declared).

Share Split

The Company converted from a private company to a public company in preparation for its initial public offer and application for admission onto the Official List of the Australian Stock Exchange. The shareholders resolved unanimously, in accordance with section 245H(1) of the Corporations Act 2001 (Cth), to convert its shares into a larger number, by splitting each existing ordinary share into 18,500 ordinary fully paid shares, which was determined on the basis of a project valuation of A\$12 million and a proposed listing share price of \$0.20 per share. The existing share capital of 3,244 ordinary fully paid shares were converted into 60,014,000 ordinary fully paid shares.

NOTE 9: RESERVES

	31 December	30 June
	2021	2021
	\$	\$
Share based payments reserve	45,689	4,035
	<u>45,689</u>	<u>4,035</u>
Share based payments reserve		
Reserve at beginning of the period	4,035	-
Granting of performance rights to J Elkington	57,112	-
Granting of performance rights to J Hobson	45,690	-
Granting of performance rights to A McIntosh	45,690	-
Granting of share options to K. O'Neill	812	4,035
Forfeiture of performance rights	(102,802)	
Forfeiture of share options	(4,848)	
Total share based payments expense	<u>41,654</u>	<u>4,035</u>
Reserve at end of period	<u>45,689</u>	<u>4,035</u>

NOTE 10: OPTIONS & PERFORMANCE RIGHTS**Options Granted to Key Management Personnel**

The Company has granted 250,000 options in respect of unissued Shares to the Chief Executive Officer under the Listing Plan in the Prospectus. The CEO Options vest on the first anniversary of their grant date (that is, in June 2022) and have an exercise price of \$0.40 per CEO Option. The CEO Options were issued on 22 September 2021. The CEO Options can be exercised any time in the two-year period following their vesting date, but are the subject of a 24 month escrow restriction period in accordance with the ASX Listing Rules.

Vesting of the CEO Options is generally conditional on the Chief Executive Officer remaining employed by the Company as Chief Executive Officer as at the applicable vesting date.

On 28 November 2021 Ms O'Neill resigned from the company. In accordance with AASB 2, Ms O'Neill's share options are forfeited due to failure to satisfy the service conditions under the company's Equity Incentive Plan, and the cumulative expense is immediately reversed.

Option holders do not have any right, by virtue of the options, to participate in any share issue of the Company.

Name	Grant Date	Issue Date	No. Granted	Exercise Price	FV of		Options Forfeited	Forfeiture Date
					Options Granted	Expiry Date		
K. O'Neill	1/2/21	22/9/21	250,000	0.40	23,750	1/7/24	250,000	March 2022

Fair Value Assumptions

When determining the fair value, the company has applied the Black Scholes pricing model in accordance with AASB 2 *Share-based Payments*.

NOTE 10: OPTIONS continued.**Performance Rights**

On 22 September 2021, prior to the Company's admission to the Australian Stock Exchange the Company issued 5,850,000 performance rights to the Directors appointed on 30 June 2021 under the Listing Plan (Performance Rights). Each Performance Right entitles the holder to receive one Share, subject to the satisfaction of prescribed performance and time based vesting conditions.

As shown in the table below, all the Performance Rights are unvested and will progressively vest over the 4 years following the date of grant of the Performance Rights (subject to achieving the relevant performance hurdle).

	Tranche 1	Tranche 2	Tranche 3	Total
Vesting Date	24 months post-Admission	36 months post-Admission	48 months post-Admission	
Performance Hurdle	The Company achieving a VWAP over any 20 consecutive trading days prior to the Vesting Date of \$0.40 per share or higher	The Company achieving a VWAP over any 20 consecutive trading days prior to the Vesting Date of \$0.60 per share or higher	The Company achieving a VWAP over any 20 consecutive trading days prior to the Vesting Date of \$0.80 per share or higher	
Performance Rights				
J. Elkington	750,000	750,000	750,000	2,250,000
J. Hobson	600,000	600,000	600,000	1,800,000
A. McIntosh	600,000	600,000	600,000	1,800,000
Total	1,950,000	1,950,000	1,950,000	5,850,000

Vesting of the Performance Rights is generally conditional on the holder remaining in the role of Director as at the applicable vesting date.

Each Performance Right, once vested and exercised, entitles the holder to apply for one ordinary share in the Company at a \$0 exercise price, which Share will rank pari passu with all other Shares then on issue. As such, no funds will be raised from the issue of the Performance Rights.

Pursuant to their Letters of Appointment, the Directors appointed on 30 June 2021 are entitled, subject to shareholder approval once listed, to receive up to 5,850,000 additional Performance Rights in aggregate.

In accordance with vesting conditions under the company's Equity Incentive Plan performance rights issued to Mr J Elkington and Mr J Hobson's have been forfeited following resignation as Non-Executive Director on 27 November 2021. Under AASB 2, forfeiture of performance rights due to failure to satisfy the services conditions of the rights issue, requires immediate reversal of the cumulative expense in the company's financial statements.

NOTE 10: OPTIONS continued.**Performance Rights Granted – Non Executive Directors**

Director	Grant Date	Number	FV at Grant Date	Rights Forfeited	Forfeiture Date
J. Elkington	30 June 2021	750,000	103,958	(103,958)	27 Nov 2021
J. Elkington	30 June 2021	750,000	102,085	(102,085)	27 Nov 2021
J. Elkington	30 June 2021	750,000	106,696	(106,696)	27 Nov 2021
J. Hobson	30 June 2021	600,000	83,167	(83,167)	27 Nov 2021
J. Hobson	30 June 2021	600,000	81,668	(81,668)	27 Nov 2021
J. Hobson	30 June 2021	600,000	85,357	(85,357)	27 Nov 2021
A. McIntosh	30 June 2021	600,000	83,167	-	
A. McIntosh	30 June 2021	600,000	81,668	-	
A. McIntosh	30 June 2021	600,000	85,357	-	
Total		5,850,000	813,123	(562,931)	

Fair Value Assumptions

The fair value of the first 3 tranches has been established using the Monte Carlo method based on the following inputs. The fair value will be recognised over the vesting period, in accordance with Australian Accounting Standards.

Assumption	Tranche 1	Tranche 2	Tranche 3
Grant Date	30 June 2021	30 June 2021	30 June 2021
Assumed Vesting Date	30 June 2023	30 June 2024	30 June 2025
Share Price (\$)	0.19	0.19	0.19
Exercise Price (\$)	0.00	0.00	0.00
VWAP Hurdle (\$)	0.40	0.60	0.80
Volatility (%)	100	100	100
Risk Free Rate (%)	0.03	0.09	0.09
Dividend Yield (\$)	-	-	-
Fair Value per right (\$)	0.1386	0.1361	0.1423

NOTE 11: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

	31 December	30 June
	2021	2021
	\$	\$
Contingent Liabilities	-	160,000
	-	160,000

Director and consulting fees

Following successful admission to the ASX the Group settled director and consultant fees contingent on admission to the ASX and successful completion of IPO offers. The company paid George Rogers directors fees of \$60,000 including statutory superannuation. In addition, the company paid SRG Partners, a firm in which Mr Rogers is a partner, \$100,000 (plus GST) for the provision of outsourced accounting services provided prior to listing.

Exploration lease deposits

The Group has paid a number of deposits to the NSW Department of Planning, Industry and Environment in relation to exploration leases held by the Group (Refer to Note 11). These deposits are designed to act as collateral over the tenements which the Group explores on and can be used by the relevant Government authorities in the event that Koonenberry does not sufficiently rehabilitate the land it explores on.

At the date of signing this report, the Group is not aware of any other Contingent Asset or Liability that should be disclosed in accordance with AASB 137.

NOTE 12: POST REPORTING DATE EVENTS

No other matters or circumstances have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

DIRECTORS' DECLARATION

The directors declare that:

- a. In the directors' opinion that attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including:
 - i Giving a true and fair view of the consolidated entities financial position as at 31 December 2021 and of its performance for the half year ended on that date; and
 - ii Comply with Australian Accounting Standards, the *Corporations Act 2001* and other mandatory professional reporting requirements;
 - iii The financial statements and notes also comply with International Financial Reporting Standards; and
- b. There are reasonable grounds to believe that Koonenberry Gold Ltd will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors made pursuant to s.295 (5) of the *Corporations Act 2001*.



Anthony McIntosh

Non Executive Director

Dated at this 14 March 2022

Independent Auditor's Review Report

To the Members of Koonenberry Gold Limited

Report on the review of the half-year financial report

Conclusion

We have reviewed the accompanying half-year financial report of Koonenberry Gold Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2021, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, a description of accounting policies, other selected 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 Koonenberry Gold 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.

Directors' responsibility 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.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the 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 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.

Report on other legal and regulatory requirements

Form and content of this section of the auditor's review report will vary depending on the nature of the auditor's other reporting responsibilities.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



B P Steedman
Partner – Audit & Assurance

Perth, 14 March 2022

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