

**Kuniko Limited**

**ABN 99 619 314 055**

**Interim Report – 30 June 2022**

**Kuniko Limited  
Directors' report  
30 June 2022**

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Kuniko Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 June 2022.

**Directors**

The following persons were directors of Kuniko Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Gavin Rezos – Non-Executive Chairman  
Brendan Borg – Non-Executive Director  
Maja McGuire – Non-Executive Director  
Birgit Liodden – Non-Executive Director

**Principal activities**

During the financial half-year the principal continuing activities of the consolidated entity consisted of Exploration and Evaluation activities in Norway.

**Review of operations**

The loss for the consolidated entity after providing for income tax amounted to \$1,065,765 (2021: \$385,981).

**Significant changes in the state of affairs**

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

**Rounding of amounts**

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

**Auditor's independence declaration**

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

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



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Gavin Rezos  
Chair

8 September 2022  
Perth WA

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**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the financial report of Kuniko Limited for the half-year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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



RSM AUSTRALIA PARTNERS



AIK KONG TING  
Partner

Perth, WA  
Dated: 8 September 2022

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**Kuniko Limited**  
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**General information**

The financial statements cover Kuniko Limited as a consolidated entity consisting of Kuniko Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Kuniko Limited's functional and presentation currency.

Kuniko Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

**Registered office**

Level 11  
Brookfield Place  
125 St Georges Terrace  
Perth WA 6000  
Australia

**Principal place of business**

Level 11  
Brookfield Place  
125 St Georges Terrace  
Perth WA 6000  
Australia

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 7 September 2022.

**Kuniko Limited**  
**Consolidated statement of profit or loss and other comprehensive income**  
**For the half-year ended 30 June 2022**

	Note	Consolidated 30 Jun 2022 \$	Company 30 Jun 2021 \$
Other income		1,008	-
<b>Expenses</b>			
Administrative expenses		(276,540)	(75,194)
Compliance and regulatory expenses		(96,569)	(88,533)
Consulting and legal fees		(53,906)	(185,771)
Employee benefit expenses		(254,928)	(15,298)
Share-based payments expense		(130,109)	-
Foreign exchange loss		(131,181)	(3,430)
Depreciation expense		(2,872)	-
Interest expense		(6)	(316)
Other expenses	3	(120,662)	(17,439)
<b>(Loss) before income tax expense</b>		<b>(1,065,765)</b>	<b>(385,981)</b>
Income tax expense		-	-
<b>(Loss) after income tax expense for the half-year</b>		<b>(1,065,765)</b>	<b>(385,981)</b>
<b>Other comprehensive income</b>			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences on translation of foreign operations		(166,664)	-
<b>Other comprehensive loss for the half-year, net of tax</b>		<b>(166,664)</b>	<b>-</b>
<b>Total comprehensive loss for the half-year</b>		<b>(1,232,429)</b>	<b>(385,981)</b>
		<b>Cents</b>	<b>Cents</b>
Basic loss per share		(1.81)	(10.16)
Diluted loss per share		(1.81)	(10.16)

*The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**Kuniko Limited**  
**Consolidated statement of financial position**  
**As at 30 June 2022**

	Note	Consolidated 30 Jun 2022 \$	31 Dec 2021 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		10,286,424	5,768,155
Trade and other receivables		-	35,404
Prepayments and deposits		314,520	506,658
<b>Total current assets</b>		<u>10,600,944</u>	<u>6,310,217</u>
<b>Non-current assets</b>			
Exploration and evaluation expenditure	4	4,019,806	1,429,143
Property, plant and equipment		25,664	-
<b>Total non-current assets</b>		<u>4,045,470</u>	<u>1,429,143</u>
<b>Total assets</b>		<u><b>14,646,414</b></u>	<u><b>7,739,360</b></u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		598,575	292,785
Other current liabilities		430,319	165,119
Borrowings	6	-	594,208
<b>Total current liabilities</b>		<u>1,028,894</u>	<u>1,052,112</u>
<b>Total liabilities</b>		<u><b>1,028,894</b></u>	<u><b>1,052,112</b></u>
<b>Net assets</b>		<u><b>13,617,520</b></u>	<u><b>6,687,248</b></u>
<b>Equity</b>			
Issued capital	5	17,338,918	9,212,576
Reserves		340,278	470,583
Accumulates losses		(4,061,676)	(2,995,911)
<b>Total equity</b>		<u><b>13,617,520</b></u>	<u><b>6,687,248</b></u>

*The above consolidated statement of financial position should be read in conjunction with the accompanying notes*

**Kuniko Limited**  
**Consolidated statement of changes in equity**  
**For the half-year ended 30 June 2022**

<b>Company</b>	<b>Issued capital \$</b>	<b>Share Based payments Reserves \$</b>	<b>Foreign Currency Reserve \$</b>	<b>Accumulated Losses \$</b>	<b>Total equity \$</b>
Balance at 1 January 2021	100	-	-	(317,495)	(317,395)
Loss after income tax expense for the half-year	-	-	-	(385,981)	(385,981)
Other comprehensive loss for the half-year, net of tax	-	-	-	-	-
<b>Total comprehensive loss for the half-year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(385,981)</b>	<b>(385,981)</b>
<i>Transactions with owners in their capacity as owners:</i>					
Issue of share capital	749,887	-	-	-	749,887
<b>Balance at 30 June 2021</b>	<b>749,987</b>	<b>-</b>	<b>-</b>	<b>(703,476)</b>	<b>46,511</b>
<b>Consolidated</b>	<b>Issued capital \$</b>	<b>Share Based payments Reserves \$</b>	<b>Foreign Currency Reserve \$</b>	<b>Accumulated Losses \$</b>	<b>Total equity \$</b>
Balance at 1 January 2022	9,212,576	482,197	(11,614)	(2,995,911)	6,687,248
Loss after income tax expense for the half-year	-	-	-	(1,065,765)	(1,065,765)
Other comprehensive loss for the half-year, net of tax	-	-	(166,664)	-	(166,664)
<b>Total comprehensive loss for the half-year</b>	<b>-</b>	<b>-</b>	<b>(166,664)</b>	<b>(1,065,765)</b>	<b>(1,232,429)</b>
<i>Transactions with owners in their capacity as owners:</i>					
Issue of share capital	8,533,000	-	-	-	8,533,000
Share issue costs	(406,658)	-	-	-	(406,658)
Shared-based payments	-	36,359	-	-	36,359
<b>Balance at 30 June 2022</b>	<b>17,338,918</b>	<b>518,556</b>	<b>(178,278)</b>	<b>(4,061,676)</b>	<b>13,617,520</b>

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes

**Kuniko Limited**  
**Consolidated statement of cash flows**  
**For the half-year ended 30 June 2022**

	Note	Consolidated 30 June 2022 \$	Company 30 June 2021 \$
<b>Cash flows from operating activities</b>			
Payments to suppliers and employees (inclusive of GST)		(521,299)	(163,340)
Interest received		1,008	-
Interest paid		(6)	-
Net cash used in operating activities		<u>(520,297)</u>	<u>(163,340)</u>
<b>Cash flows from investing activities</b>			
Payments for exploration and evaluation		(2,357,552)	(54,309)
Payments for property, plant and equipment		(28,536)	-
Net cash used in investing activities		<u>(2,386,088)</u>	<u>(54,309)</u>
<b>Cash flows from financing activities</b>			
Proceeds from issue of shares	5	8,533,000	-
Share issue costs	5	(406,658)	-
Proceeds of borrowings	6	-	243,309
Repayment of borrowings	6	(594,208)	-
Net cash from financing activities		<u>7,532,134</u>	<u>243,309</u>
Net increase in cash and cash equivalents		4,792,413	25,660
Cash and cash equivalents at the beginning of the financial half-year		5,768,155	1,691
Effect of exchange rate fluctuations on cash held		(107,482)	-
Cash and cash equivalents at the end of the financial half-year		<u><u>10,286,424</u></u>	<u><u>27,351</u></u>

*The above consolidated statement of cash flows should be read in conjunction with the accompanying notes*



**Note 1. Significant accounting policies**

These general purpose financial statements for the interim half-year reporting period ended 30 June 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2021 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

**New or amended Accounting Standards and Interpretations adopted**

The consolidated entity 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.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**Note 2. Operating segments**

The Company operates only in one reportable segment being mineral exploration in Norway.

The chief operating decision making, being the Chief Executive Officer, analyses profit or loss, net assets, total assets and total liabilities of the Company as a whole.

**Note 3. Other Expenses**

	<b>Consolidated</b>	<b>Company</b>
	<b>30 Jun 2022</b>	<b>30 Jun 2021</b>
	<b>\$</b>	<b>\$</b>
Marketing	(27,757)	-
Exploration costs	(40,903)	-
Environment, social and governance	(36,194)	-
Freight	(9,797)	(14,473)
Other	(6,011)	(2,966)
<b>Total</b>	<b>(120,662)</b>	<b>(17,439)</b>

**Note 4. Exploration and evaluation expenditure**

	<b>Consolidated</b>	
	<b>30 Jun 2022</b>	<b>31 Dec 2021</b>
	<b>\$</b>	<b>\$</b>
Opening balance	1,429,143	388,045
Expenditure capitalised during the period	2,673,006	1,344,144
Impairment expense	-	(303,046)
Foreign exchange difference	(82,343)	-
<b>Total</b>	<b>4,019,806</b>	<b>1,429,143</b>

**Kuniko Limited**  
**Notes to the financial statements**  
**30 June 2022**

**Note 5. Issued Capital**

	30 June 2022		31 December 2021	
	\$	No.	\$	No.
<b>Ordinary shares</b>	<b>17,338,918</b>	<b>65,013,499</b>	<b>9,212,576</b>	<b>56,480,499</b>

The reconciliation is set out as follows:

<i>Movement in ordinary shares on issue</i>	\$	No.
Shares on issue 1 January 2022	9,212,576	56,480,499
Proceeds from Share Placement (at \$1.00 per share)	8,000,000	8,000,000
Proceeds from Share Purchase Plan (at \$1.00 per share)	533,000	533,000
Share issue costs	(406,658)	-
<b>Shares on issue at 30 June 2022</b>	<b>17,338,918</b>	<b>65,013,499</b>

**Note 6. Borrowings**

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
Opening balance	594,208	294,208
Proceeds from borrowings	-	300,000
Repayments of borrowings	(594,208)	-
Closing balance	-	<b>594,208</b>

**Note 7. Contingent Liabilities or assets**

There have been no changes to contingent liabilities or assets since 31 December 2021.

**Note 8. Events after the reporting period**

No new matters or circumstances have arisen since 30 June 2022 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

**Note 9. Dividends**

No dividends have been paid or provided for during the 6 months ended 30 June 2022 (6 months ending 30 June 2021: Nil).

**Kuniko Limited**  
**Directors' declaration**  
**30 June 2022**

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2022 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors



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Gavin Rezos  
Chair

8 September 2022  
Perth WA

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**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF  
KUNIKO LIMITED**

**Report on the Half-Year Financial Report**

*Conclusion*

We have reviewed the accompanying half-year financial report of Kuniko Limited, which comprises the consolidated statement of financial position as at 30 June 2022, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity 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 half-year financial report of Kuniko Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2022 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.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Kuniko Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

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*Responsibility of the Directors' for the Financial Report*

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

*Auditor's Responsibility for the Review of the Financial Report*

Our responsibility is to express a conclusion on the half-year financial report based on our review. 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 consolidated entity's financial position as at 30 June 2022 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.



RSM AUSTRALIA PARTNERS



AIK KONG TING  
Partner

Perth, WA  
Dated: 8 September 2022

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