



Interim Financial Report
For the half-year ended
30 June 2022



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CORPORATE DIRECTORY

Directors		Registered and Principal Office	
Sara Kelly Non-Executive Chair		Ground Floor 24 Outram Street West Perth WA 6005	
Mark Calderwood Managing Director		Telephone: 08 6383 6595 Email: info@midasminerals.com	
Michael Naylor Non-Executive Director		Website: www.midasminerals.com	
Mick Wilson Non-Executive Director			
Company Secretary		Share Registry	
Maddison Cramer		Computershare Investor Services Pty Limited Level 11, 172 St Georges Terrace Perth WA 6000 Telephone: 1300 850 505	
Auditor		Australian Business Number	
Ernst & Young 11 Mounts Bay Road Perth WA 6000		33 625 128 770	
Solicitors			
Hamilton Locke Australia Square Level 42, 264 George Street Sydney NSW 2000			



DIRECTORS' REPORT

The directors of Midas Minerals Ltd ("**Midas**" or "**the Company**") (ASX: MM1) and its controlled entities (collectively, "**the Group**") present their interim Financial Report together with the financial statements of the Group for the period ended 30 June 2022.

DIRECTORS

The directors of the Company throughout the half-year and to the date of this report except where indicated:

Michael Naylor

Sara Kelly

Michael Wilson

Mark Calderwood (appointed 1 July 2022)

Nicholas Katris (resigned 1 July 2022)

PRINCIPAL ACTIVITIES

The principal activities of the Group during the half-year ended 30 June 2022 were exploration for mineral resources.

REVIEW OF OPERATIONS

During the six-month period to 30 June 2022, Midas continued to explore its Weebo gold and Challa gold-copper-nickel-PGE projects in the Goldfields region of Western Australia. It also subsequently acquired interests in several lithium projects in WA.

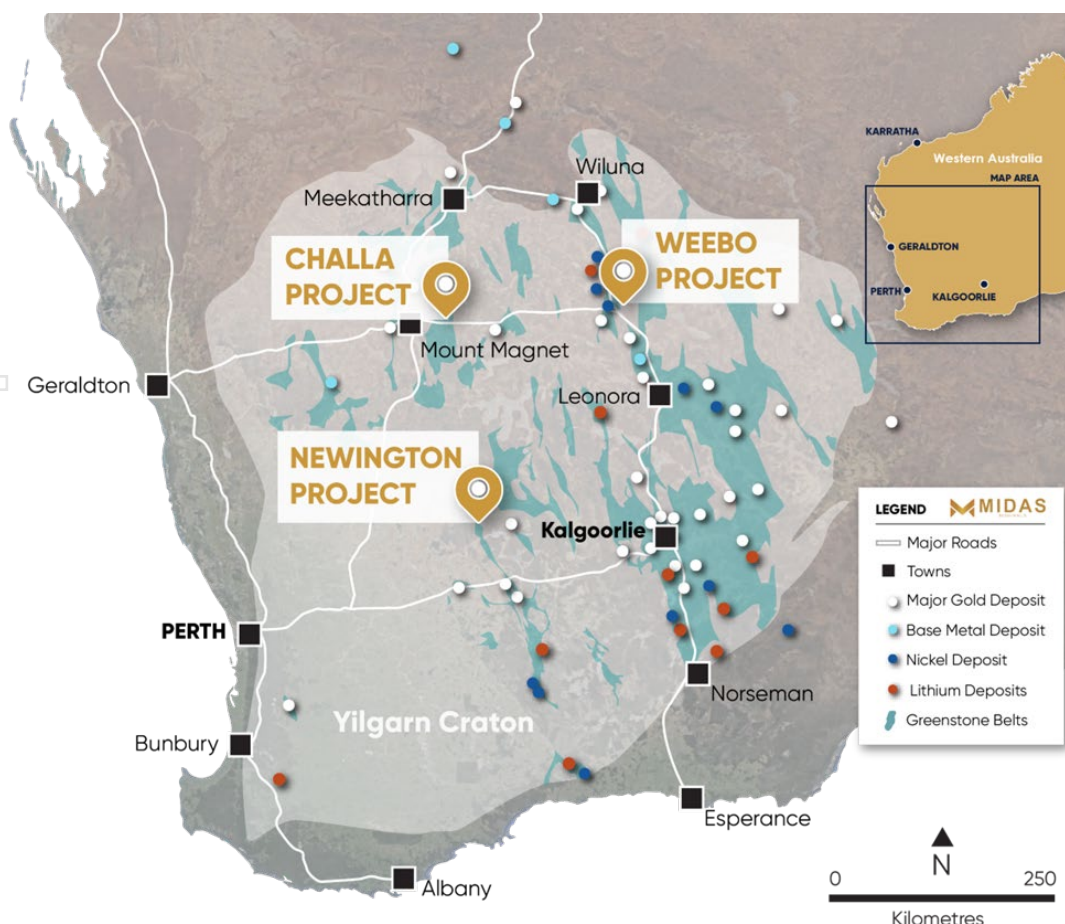


Figure 1: Midas Minerals Project Location Map.



Newington Project, WA

Midas exercised its option to acquire the Newington lithium-gold project in WA in July 2022. The project is located on the northern extents of the Southern Cross Greenstone belt that hosts of the Mt Holland pegmatite lithium deposit, which is being developed by the Wesfarmers (ASX: WES) and SQM Covalent JV.

The Company's early focus is on two prospective areas: Mt Correll - Newfield which shows potential for gold and lithium and Kawana for lithium.

Midas' initial field reviews successfully confirmed prior reported anomalous lithium (Li), caesium (Cs), tin (Sn), and tantalum (Ta) geochemistry is related to pegmatites and highly fractionated granitoids in the Kawana and Mt Correll-Newfield areas. Notably, the Company has identified more than 200 pegmatite outcrops so far, covering over approximately 13km of strike.

Results of 78 pegmatite and granitoid samples collected from the Kawana North area were analysed using a partial leach assay method. Sixteen samples returned anomalous lithium assays. Four of the 16 anomalous lithium samples were subsequently analysed using a fusion analysis method to obtain a complete element analysis, returning highly anomalous Li, Cs, Sn, Ta and beryllium (refer ASX announcements dated 2/05/2022 & 28/07/2022).

The Company believes lithium results of up to 1.3% Li₂O from the Kawana North prospect are very encouraging given the highly weathered nature of the LCT (lithium-caesium-tantalum) pegmatite. The Kawana North LCT pegmatite forms part of a pegmatite swarm that extends for at least 8km along strike.

Weebo Gold Project, WA

Midas continues to advance the Weebo Gold Project with completed downhole electromagnetics (DHEM) on one hole at each of the Scone Stone and Otto prospects at its Weebo Project. DHEM on hole MDRC0044 at Otto identified an anomaly characteristic of a conductor sitting below the drillhole (refer ASX announcement dated 19/07/2022), highlighting the potential for a new gold mineralisation zone in an unexplored area.

The Company also completed four lines of moving loop EM (MLEM) over the widest portion of Warrida Well ultramafic unit to supplement a previously acquired dataset. In addition, it acquired seven lines of MLEM over the Try Again Bore ultramafic.

Midas plans to undertake further drilling in areas of significant gold mineralisation at the Scone and Otto prospects, as well as initial drilling of several of the strongest gold geochemical anomalies identified in early 2022. After recent MLEM data from Warrida and Try Again Bore ultramafic prospects, targets are modelled, Midas intends to plan diamond core drilling, including one hole at Try Again Prospect, to be completed as under the WA State Government's Exploration Incentive Scheme (EIS) co-funding agreement.

Results of the 24 hole RC program totalling 4,236m (refer ASX announcement dated 19/07/2022) included:

- 16 holes on the Scone Stone and Ockerburry Prospects, located 21-28km along strike and to the north of Northern Star Resources' (ASX: NST) Thunderbox mine, with best intercepts at Scone Stone of:
 - **3m @ 15.6g/t gold** from 69m, including **1m @ 45.3g/t gold** from 69m in hole MDRC0029
 - **9m @ 4.6g/t gold** from 64m, including **1m @ 28.2g/t gold** from 65m, and **20m @ 0.7g/t gold** from 79m in hole MDRC0030.
- Four exploration holes at the Otto and Otto North prospects located five 11km north of NST's Otto Bore gold mine. The most significant intercept at the Otto prospect was **6.0m at 2.4g/t gold** from 162m including **1.0m at 8.6g/t gold** from 165m in hole MDRC0044.

Midas also completed three holes targeting nickel and one gold exploration hole drilled on the Warrida Well Nickel Prospect. Each of the three nickel exploration holes were terminated prior to target depths. However, two of the holes intercepted ultramafic. The single gold exploration hole intercepted weakly anomalous gold mineralisation.



Challa Gold, Nickel-Copper-PGE Project, WA

In February, geophysical consultant Resource Potentials completed an assessment of helicopter-borne VTEM™-Max electromagnetic survey data acquired by Midas over the Challa Project near Mt Magnet, WA in late 2021. Analysis of the preliminary VTEM data identified at least 34 higher priority conductive anomalies occurring as discrete anomalies or clusters of mid to late-time responses, forming bedrock targets. Midas considers some VTEM targets drill ready, with others requiring ground-based electromagnetic (EM) surveys to refine and define their depth and orientation prior to drilling using reverse circulation (RC) or diamond drilling methods to test these targets.

A 2021 geochemical sampling program proved successful in defining discrete precious and base metal anomalies at Challa, with areas of strong potential commanding immediate follow-up:

- John Bore East (JBE)
- John Bore West (JBW)
- Wondinong East (WE)
- Kilarney (KL).

During the half year, Midas collected 1,222 Infill soil samples from sub-crop areas where prior auger sampling had identified anomalous PGE, gold and base metals.

Infill auger work is scheduled to commence late 2022 in areas of deeper soil cover with the aim of providing additional data to assist with the prioritisation of the large number of existing auger and VTEM anomalies for drilling.

Lake Seabrook Project, WA

Subsequent to the period in August 2022, Midas announced it had reached an agreement with Fleet Street Holdings Pty Ltd (FSH) to earn an interest in two exploration licences (ELs 77/2519 and 77/2531) totalling 94.3km², located ~33km northeast of Southern Cross in WA's Goldfields region, about 80km southeast of Midas' Newington Project.

Auger geochemical sampling undertaken by FSH, and a field visit by Midas, confirmed the location of sampling and identified large numbers of pegmatite outcrops with 25 samples containing anomalous lithium (Li), tantalum (Ta), tin (Sn), caesium (Cs) and niobium (Nb) identified.

Midas has identified an initial area to focus exploration programs and the Company is planning to undertake further mapping, geochemical sampling followed by drilling.

Midas will initially pay FSH A\$40,000 after a 30-day due diligence period and will pay a further A\$40,000 on the first anniversary, if the Company elects to continue with development of the project.

The Company can initially earn 51% equity in the project by spending A\$200,000 on exploration within 24 months and can increase its equity to 85% by payment of A\$120,000 to FSH and spending an additional A\$200,000 on exploration.



CORPORATE

Managing Director Appointment

On 1 July 2022, Midas announced the appointment of Mark Calderwood as Managing Director. Mr Calderwood, former Managing Director and CEO of successful African-focussed gold company Perseus Mining (ASX/TSX: PRU), brings more than 30 years of experience in the resources industry.

Mr Calderwood, who has served as Midas' Exploration Manager since its ASX listing in September 2021, has extensive experience in exploration and production management and has played a key role in discovering several world-class gold deposits in Western Australia and Africa.

He led Perseus for nearly nine years, during which time it transitioned from IPO to gold production and became an ASX100 company with a market capitalisation of more than A\$1.6 billion. He also has extensive experience in lithium and tantalum exploration, development, and production. From 2016 to 2019 he oversaw the discovery and development of the Bald Hill lithium mine in Western Australia and subsequently has had exploration advisory roles with listed and private companies, including Midas, since 2019.

Mr Calderwood's experience in both gold and lithium exploration and development makes him a perfect fit as the Company continues its strategic expansion into some of the most in-demand metals in the world.

Appointment/Resignation of Company Secretary

On 1 July 2022, Jessamyn Lyons was appointed as Company Secretary, following the resignation of Nicholas Katris.

On 1 September 2022, Maddison Cramer was appointed as Company Secretary, following the resignation of Jessamyn Lyons.

Less than Marketable Parcel Sale Facility

Midas completed its less than marketable parcel sale facility on 12 April 2022, selling a total of 2,308,175 fully paid ordinary shares in Midas collectively held by 5,127 shareholders at a price of \$0.19 per share, being a 31% premium to the record date close price on 28 January 2022.

FINANCIAL PERFORMANCE AND POSITION

Cash and cash equivalents at 30 June 2022 totalled \$4,518,677 (31 December 2021: \$6,083,404).

The loss after income tax incurred by the Group for the six months ended 30 June 2022 was \$523,115 (30 June 2021 loss: \$412,245). The loss for the half-year mainly includes administrative expenses of \$219k, employee benefits \$122k and share based payments of \$87k.

The net assets of the Company are \$7,549,763 as at 30 June 2022 (31 December 2021: \$8,054,223).

EVENTS SUBSEQUENT TO 30 JUNE 2022

Acquisition of Lake Seabrook Project

On 1 August 2022 the Company entered into a binding Heads of Agreement pursuant to which Midas can earn an interest in Exploration licences 77/2519 and 77/2531, held by Fleet Street Holdings Pty Ltd (FSH). Midas will initially pay A\$40,000 to FSH after a 30-day due diligence period and will pay a further A\$40,000 on the first anniversary, if the Company elects to continue with development of the project.

The Company can initially earn 51% equity by spending A\$200,000 on exploration within 24 months and can increase its equity to 85% by payment of A\$120,000 to FSH and spending an additional A\$200,000 on exploration. FSH is free carried on costs until a decision to mine; thereafter FSH can elect to fund 15% of costs or revert to a 1% gross royalty.

Exercise of Option to acquire the Newington Project

On 1 July 2022, the Company exercised its option to acquire the Newington Project from DiscovEx Resources Limited. To complete the acquisition the Company made a cash payment of \$70,000 and issued 2,693,639 fully paid ordinary shares in Midas.

Other than the aforementioned, there has been no other matter or circumstance occurring subsequent to the end of the half-year period that has 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 future financial years.



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 on page 10.

This report is made in accordance with a resolution of the Directors.

Mark Calderwood
Managing Director

Perth, Western Australia – 13 September 2022



FORWARD LOOKING STATEMENTS

This report may contain certain forward-looking statements and projections regarding estimated resources and reserves; planned production and operating costs profiles; planned capital requirements; and planned strategies and corporate objectives. Such forward looking statements/ projections are estimates for discussion purposes only and should not be relied upon. They are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors many of which are beyond the control of Midas Minerals Ltd. The forward-looking statements/projections are inherently uncertain and may therefore differ materially from results ultimately achieved.

Midas does not make any representations and provides no warranties concerning the accuracy of the projections and disclaims any obligation to update or revise any forward looking statements/projects based on new information, future events or otherwise except to the extent required by applicable laws. While the information contained in this report has been prepared in good faith, neither Midas nor any of its directors, officers, agents, employees or advisors give any representation or warranty, express or implied, as to the fairness, accuracy, completeness or correctness of the information, opinions and conclusions contained in this report. Accordingly, to the maximum extent permitted by law, none of Midas, its directors, employees or agents, advisers, nor any other person accepts any liability whether direct or indirect, express or limited, contractual, tortious, statutory or otherwise, in respect of, the accuracy or completeness of the information or for any of the opinions contained in this report or for any errors, omissions or misstatements or for any loss, howsoever arising, from the use of this report.

COMPETENT PERSONS STATEMENT

The information in half year report that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Mr Mark Calderwood. Mr Calderwood is a member of The Australasian Institute of Mining and Metallurgy. Mr Calderwood has sufficient experience relevant to the style of mineralisation under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Calderwood consents to the inclusion in this report of the matters based on their information in the form and context in which it appears. Mr Calderwood is the Managing Director of and a significant shareholder in Midas. Mr Calderwood and Midas do not consider these to constitute a potential conflict of interest to his role as Competent Person. Mr Calderwood is not aware of any other relationship with Midas which could constitute a potential for a conflict of interest.



AUDITOR'S INDEPENDENCE DECLARATION



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Auditor's independence declaration to the directors of Midas Minerals Ltd

As lead auditor for the review of the half-year financial report of Midas Minerals Ltd for the half-year ended 30 June 2022, I declare 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;
- b. No contraventions of any applicable code of professional conduct in relation to the review; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

This declaration is in respect of Midas Minerals Ltd and the entities it controlled during the financial period.

Ernst & Young

R J Curtin
Partner

13 September 2022



CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half year ended 30 June 2022

	Notes	30 June 2022 \$	30 June 2021 \$
Other Income		-	-
Expenses			
Accounting and audit expenses		(90,300)	(39,118)
Consulting and contracting expenses		(69,871)	(64,023)
Corporate costs		(31,590)	-
Depreciation and amortisation expense		(13,381)	-
Employee benefits expense		(121,991)	(49,237)
Impairment of exploration assets		-	(56,247)
Exploration expenditure expensed		(83,825)	(1,727)
Listing and compliance		(27,178)	(45,968)
Share based payments	6(a)	(87,045)	(141,728)
Other expenses		-	(15,056)
Results from operating activities		(525,181)	(413,104)
Finance income		2,066	859
Loss before tax		(523,115)	(412,245)
Income tax expense	8	-	-
Loss after tax		(523,115)	(412,245)
Other comprehensive loss			
Other comprehensive loss for the period, net of tax		-	-
Total comprehensive loss for the period		(523,115)	(412,245)
Loss per share attributable to the Members of Midas Minerals Ltd			
Basic loss per share (cents per share)	7	(0.82)	(1.34)
Diluted loss per share (cents per share)	7	(0.82)	(1.34)

The above should be read in conjunction with the accompanying notes.



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	Notes	30 June 2022 \$	31 December 2021 \$
Assets			
Current Assets			
Cash and cash equivalents		4,518,677	6,083,404
Other receivables		93,750	123,300
Prepayments		76,333	43,662
Total current assets		4,688,760	6,250,366
Non-current assets			
Property, plant & equipment		-	3,513
Exploration and evaluation assets	4	3,090,083	1,965,700
Total non-current assets		3,090,083	1,969,213
Total assets		7,778,843	8,219,579
Liabilities			
Current Liabilities			
Trade and other payables		225,696	162,373
Provisions for employee benefits		3,384	2,983
Total Current Liabilities		229,080	165,356
Total liabilities		229,080	165,356
Net assets		7,549,763	8,054,223
Equity			
Contributed equity	5	10,813,614	10,882,004
Share-based payments reserve	6	244,284	157,239
Accumulated losses		(3,508,135)	(2,985,020)
Total equity		7,549,763	8,054,223

The above should be read in conjunction with the accompanying notes.



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 30 June 2022

	Note	Contributed equity \$	Share-based Payment Reserve \$	Accumulated losses \$	Total equity \$
As at 1 January 2021		5,006,160	-	(1,969,063)	3,037,097
Loss for the period		-	-	(412,245)	(412,245)
Other comprehensive loss		-	-	-	-
Total comprehensive loss		-	-	(412,245)	(412,245)
Transactions with owners					
Issue of share capital		160,000	-	-	160,000
Options issued		-	89,424	-	89,424
Performance rights issued		-	141,728	-	141,725
Balance at 30 June 2021		5,166,160	231,152	(2,381,308)	3,016,004
As at 1 January 2022		10,882,004	157,239	(2,985,020)	8,054,223
Loss for the period		-	-	(523,115)	(523,115)
Other comprehensive loss		-	-	-	-
Total comprehensive loss		-	-	(523,115)	(523,115)
Transactions with owners					
Share-based payments expense	6(a)	-	87,045	-	87,045
Less: share issue costs		(68,390)	-	-	(68,390)
Balance at 30 June 2022		10,813,614	244,284	(3,508,135)	7,549,763

The above should be read in conjunction with the accompanying notes.



CONSOLIDATED STATEMENT OF CASH FLOWS

For the half year ended 30 June 2022

	30 June 2022 \$	30 June 2021 \$
Cash flows from operating activities		
Payment to suppliers and employees	(244,405)	(189,574)
Interest received	2,066	859
Payment for exploration and evaluation expenditure	(83,823)	(1,727)
Payment of GST from proceeds on sale of tenements	-	(300,000)
Net cash used in operating activities	(326,163)	(490,442)
Cash flows from investing activities		
Payments for property, plant and equipment	(9,868)	(3,513)
Payment for exploration and evaluation expenditure	(1,136,689)	(376,563)
Payment for acquisition of mining tenements	(30,000)	-
Net cash used in investing activities	(1,176,557)	(380,076)
Cash flows from financing activities		
Share issue transaction costs	(62,007)	(28,246)
Net cash (used in)/provided by financing activities	(62,007)	(28,246)
Net decrease in cash and cash equivalents	(1,564,727)	(898,764)
Cash and cash equivalents at beginning of the period	6,083,404	3,421,853
Cash and cash equivalents at end of the period	4,518,677	2,523,089

The above should be read in conjunction with the accompanying notes.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

For the period ended 30 June 2022

1. GENERAL INFORMATION

Midas Minerals Ltd ("**Midas**" or "**the Company**") is a for-profit company limited by shares incorporated and domiciled in Australia. The consolidated financial report of the Company for the period ended 30 June 2022 comprises the Company and its controlled entities ("**the Group**").

The nature of the operations and principal activities of the Group are described in the Directors' Report.

2. BASIS OF PRESENTATION AND STATEMENT OF COMPLIANCE

The interim consolidated financial statements for the half-year ended 30 June 2022 have been prepared in accordance with IAS 34 Interim Financial Reporting and the *Corporations Act 2001* (Cth) ("**Corporations Act**").

The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements of the Group for the year ended 31 December 2021 and any public announcement made by the Group during the half-year in accordance with the continuous disclosure requirements of the Corporations Act and the ASX Listing Rules.

Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual consolidated financial statements.

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those applied in preparation of the Group's annual consolidated financial statements for the year ended 31 December 2021.

a) New standards adopted as at 1 January 2022

All accounting pronouncements which have become effective from 1 January 2022 have been adopted. There has been no impact on the Group's financial results or position in either the current or prior periods.

b) Accounting standards not yet effective

There are no new, revised or amended accounting standards of which are not yet effective that could materially impact these consolidated financial statements.

3. ESTIMATES

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

Except for the additional judgments and estimates in note 4 and 6, the judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty, were the same as those applied in the Group's last consolidated annual financial statements for the period ended 31 December 2021.



KEY NUMBERS

4. EXPLORATION AND EVALUATION ASSETS

	30 June 2022 \$	31 December 2021 \$
Carrying amount at the beginning of the period	1,965,700	64,921
Acquisition of Weebo Project ^a	60,000	142,866
Acquisition of Challa-Sunset Project	-	128,490
Acquisition of Newington Project ^b	30,000	-
Capitalised exploration and evaluation expenditure at cost	1,034,383	1,805,623
Impairment of exploration and evaluation assets	-	(162,874)
Carrying amount at the end of the period	3,090,083	1,965,700

a) Acquisition of the Weebo Gold Project

On 24 January 2021, the Company signed an option agreement with vendors over exploration licences for the Weebo Gold Project totalling about 198km². In January 2022 the option period was extended by an additional 12 months for a cash payment of \$60,000. The Company can elect to extend the option period by 12 months multiple times, by paying \$60,000 each time, however the option period cannot be extended beyond 24 Jan 2025.

b) Acquisition of the Newington Project

On 1 April 2022, the Company entered into a binding heads of agreement with DiscovEx Resources Limited (DCX) to acquire exploration licences totalling 311km². The Agreement required the Company to make a \$30,000 cash payment for a 90 day option and a further cash payment of \$70,000 and issue 2,693,639 fully paid ordinary shares to complete the acquisition. The option was exercised on 1 July 2022 and accordingly, the Company paid the \$70,000 cash and issued 2,693,639 Shares at \$0.1671 to DCX.

The acquisition does not constitute a business combination in accordance with AASB 3 Business Combinations and was accounted for as an asset acquisition with the net purchase price paid being allocated to the assets acquired.

c) Key estimates and judgements

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on the successful development and commercial exploitation, or alternatively, sale of the respective area of interest. The Group reviews the carrying value of exploration and evaluation expenditure on a regular basis to determine whether economic quantities of reserves have been found or whether further exploration and evaluation work is underway or planned to support continued carrying forward of capitalised costs. This assessment requires judgement as to the status of the individual projects and their estimated recoverable amounts.



5. CONTRIBUTED EQUITY

	30 June 2022 No. of Shares	31 December 2021 No. of Shares	30 June 2022 \$	31 December 2021 \$
Fully paid ordinary shares	63,977,134	63,977,134	10,813,614	10,882,004

Movements in ordinary share capital	No. of Shares	\$
At 1 January 2021	29,377,134	4,830,994
Shares issued for acquisition of Challa-Sunset Project	1,000,000	100,000
Shares issued for acquisition of Weebo Project	600,000	60,000
Initial Public Offering	30,000,000	6,000,000
Transfer from share-based payments reserve upon exercise of performance rights	3,000,000	300,000
Less: Cost to issue	-	(584,156)
At 31 December 2021	63,977,134	10,882,004
Less: Cost to issue	-	(68,390)
At 30 June 2022	63,977,134	10,813,614

6. SHARE-BASED PAYMENTS RESERVE

The movements in share-based payments reserves were as follows:

	30 June 2022 \$	31 December 2021 \$
Movement in share-based payments reserve		
Balance at the beginning of the period	157,239	-
Performance rights issued	87,045	300,000
Share options issued	-	157,239
Transfer from reserve upon:		
Exercise of performance rights	-	(300,000)
Balance at the end of the period	244,284	157,239

The share-based payments reserve is used to recognise the fair value of Options and Performance Rights at grant date issued to vendors or employees of the Company but not exercised. When expired or vested and exercised, fair value amounts are transferred to other categories of equity.



a) Performance Rights

Set out below are the Performance Rights granted under the Employee Equity Incentive Plan during the half-year ended 30 June 2022:

Holder	Tranche	Number of performance rights	Fair value of rights at grant date (\$)	Grant date	Expiry date	Total value (\$)
Sara Kelly	1	500,000	0.332	31/05/2022	30/06/2027	166,000
	2	500,000	0.345	31/05/2022	30/06/2027	172,500
Michael Wilson	1	500,000	0.332	31/05/2022	30/06/2027	166,000
	2	500,000	0.345	31/05/2022	30/06/2027	172,500
Michael Naylor	1	500,000	0.332	31/05/2022	30/06/2027	166,000
	2	500,000	0.345	31/05/2022	30/06/2027	172,500
Nicholas Katris	1	500,000*	0.332	31/05/2022	30/06/2027	166,000
	2	500,000*	0.345	31/05/2022	30/06/2027	172,500

*Forfeited on 1 July 2022.

The performance rights were approved by shareholders at the annual general meeting held on 31 May 2022. Each performance right represents a right to be issued the same number of shares on conversion and will vest in two equal tranches as follows:

Tranche 1: 50% of the performance rights will vest upon the share price of the Company's Shares achieving a volume weighted average price of \$0.40 or above over 20 consecutive trading days on which the Shares have actually traded; and

Tranche 2: 50% of the performance rights will vest upon the holder remaining a Director of the Company for a continuous period of 12 months from the date of issue.

Performance Rights over ordinary shares are granted under the Incentive Plan for nil cash consideration.

Recognition and measurement

The Tranche 1 performance rights have a vesting condition that volume weighted average share price must be greater than \$0.40 for a period of 20 consecutive trading days. As this is a market condition, the vesting condition is to be taken into account when calculating the value of the rights which have this vesting condition. As a result, a Monte Carlo simulation model has been used to value these rights.

For the Tranche 2 performance rights that are only subject to the employment condition, it is considered that the Black-Scholes model is relevant to calculating the value of the performance rights issued to directors.

Where the holder becomes a leaver, all unvested performance rights will automatically be forfeited and lapse, subject to any determination otherwise by the Board in its sole and absolute discretion.

Key estimates and judgements

The valuation models used to fair value the Performance Rights take into account the exercise price, the term of the performance rights, the vesting period, the share price at grant date and assumptions on the expected price volatility of the underlying share, and the risk free interest rate for the term of the performance rights.

Additionally, assumptions are made about the number of Performance Rights that are expected to vest, which could change from period to period. A change in any, or a combination, of these assumptions used in the valuation model could have a material impact on the total valuation of the Options and Performance Rights.

Share-based payments recognised during the period within the consolidated statement of profit or loss was \$87,045.



7. LOSS PER SHARE

	30 June 2022 \$	30 June 2021 \$
Loss attributable to the ordinary equity holders of the Company	(523,115)	(412,245)
Weighted average number of ordinary shares outstanding during the year used in calculation of basic and diluted loss per share	63,977,134	30,779,356
Basic & diluted loss per share (cents per share)	(0.82)	(1.34)

Unexercised options at the end of the period are 3,600,000 (30 June 2021: 3,600,000). Performance rights at the end of the period are 4,000,000 (30 June 2021: 3,000,000). As the Company incurred a loss for each year presented, these options and performance rights are anti-dilutive and are not used in the determination of diluted earnings per share for the current and comparative periods.

OTHER INFORMATION

8. INCOME TAXES

The Group's deferred tax liability of \$270,527 is fully off-set by deferred tax assets from accumulated losses. The Group's tax-effected credits from tax losses not recognised as a deferred tax asset are estimated to be \$1,826,063.

9. RELATED PARTY TRANSACTIONS

The Group's only significant related party transactions during the period were performance rights issued to key management personnel as disclosed in Note 6(a).

10. EVENTS AFTER THE REPORTING DATE

Acquisition of Lake Seabrook Project

On 1 August 2022 the Company has entered into a binding Heads of Agreement pursuant to which Midas can earn an interest in Exploration licences 77/2519 and 77/2531, held by Fleet Street Holdings Pty Ltd (FSH).

Midas will initially pay A\$40,000 after a 30-day due diligence and will pay FSH A\$40,000 on the first anniversary, if it elects to continue with development of the project.

The company can initially earn 51% equity by spending A\$200,000 on exploration within 24 months and can increase its equity to 85% by payment of A\$120,000 to FSH and spending an additional A\$200,000 on exploration. FSH is free carried on costs until a decision to mine; thereafter FSH can elect to fund 15% of costs or revert to a 1% gross royalty.

Exercise of Option to acquire the Newington Project

On 1 July 2022, the Company exercised its option to acquire the Newington Project from DiscovEx Resources Limited. To complete the acquisition the Company made a cash payment of \$70,000 and issued 2,693,639 fully paid ordinary in Midas.

Other than the above there has been no other matter or circumstance occurring subsequent to the end of the half-year period that has 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 the future financial years.



DIRECTORS' DECLARATION

In the Directors' opinion:

- a) the half-year financial statements and notes set out on pages 11 to 19 are in accordance with the *Corporations Act 2001 (Cth)*, including:
 - i) complying with Accounting Standards, the *Corporations Regulations 2001 (Cth)* and other mandatory professional reporting requirements; and
 - ii) giving a true and fair view of the Group's financial position as at 30 June 2022 and of its performance for the half-year ended on that date; and
- b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and

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

Mr Mark Calderwood

Managing Director

Perth on the 13th day of September 2022.



INDEPENDENT AUDITOR'S REPORT



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Independent auditor's review report to the members of Midas Minerals Ltd

Conclusion

We have reviewed the accompanying half-year financial report of Midas Minerals Ltd (the Company) and its subsidiaries (collectively the Group), which comprises the statement of financial position as at 30 June 2022, the statement of comprehensive income, statement of changes in equity and 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.

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 the Group does not comply with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the consolidated financial position of the Group as at 30 June 2022 and of its consolidated financial 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* (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 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' responsibilities 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 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 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*.



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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.

Ernst & Young

Russell Curtin
Partner
Perth

13 September 2022