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YANDAL
RESOURCES LIMITED

A GOLD DISCOVERY COMPANY

YRL

ANNUAL REPORT

2022

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Corporate Particulars

DIRECTORS

Mr Tim Kennedy	Managing Director
Mr Greg Evans	Non-Executive Chairman
Ms Katina Law	Non-Executive Director

COMPANY SECRETARY

Mrs Bianca Taveira

PRINCIPAL PLACE OF BUSINESS

159 Stirling Highway
Nedlands WA 6009
Telephone +61 8 9389 9021
www.yandalresources.com.au

REGISTERED OFFICE

159 Stirling Highway
Nedlands WA 6009

SHARE REGISTRY

Boardroom Pty Limited
Level 12
225 George Street
Sydney NSW 2000
Telephone 1300 737 760

AUDITORS

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

STOCK EXCHANGE LISTING

Australian Securities Exchange
Home Exchange: Perth
Code: YRL

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Chairmans Letter

Dear Shareholder

As the new Chair of Yandal Resources Limited, I send you our valued shareholders warm greetings and thank you for your continued support for your gold exploration company. 2022 has seen change in the Company including the Board and the management team and importantly a reaffirming of the strategy of the Company. With a new Chair, Managing Director and a strategic lens of providing a foundation for growth we continue to focus our capital and resources to drill our most prospective targets within the Yandal and Norseman-Wiluna greenstone belts and to look at existing and new opportunities within the region. We also seek to add value by converting recent and historical drill data into initial Mineral Resource Estimates such as the recently announced combined 119,000 ounces from Challenger and Success at Mt McClure. These additional low cost ounces further strengthen our resource base.

In recent times have taken steps to ensure we retain our highly valued and important staff, have implemented a rigorous cost management and budgeting plan, conducted a review of the assets of the Company, prioritised our drilling programs and restated our objectives. In doing so your Board has made positive steps towards enhancing shareholder value. The Board will continue to focus on our people and our culture encouraging an inclusive, diverse and participatory culture where important decisions are enhanced by technical expertise, thorough investigation, broad experiences, learnings and ideas. Our sustainability footprint will also come under scrutiny as we continue to seek ways to improve our ESG policies, strategies and impact.

I would like to take this opportunity to thank former Managing Director and Company Founder Mr. Lorry Hughes for his work in establishing Yandal and wish him well in his new endeavours. I would also like to thank my fellow Board members for their contributions and make particular note of the energy and enthusiasm that our new Managing Director and CEO Mr. Tim Kennedy has brought to the role. Your Board is optimistic about the future and looks forward to a positive year in 2023.



Mr Greg Evans
Chairman

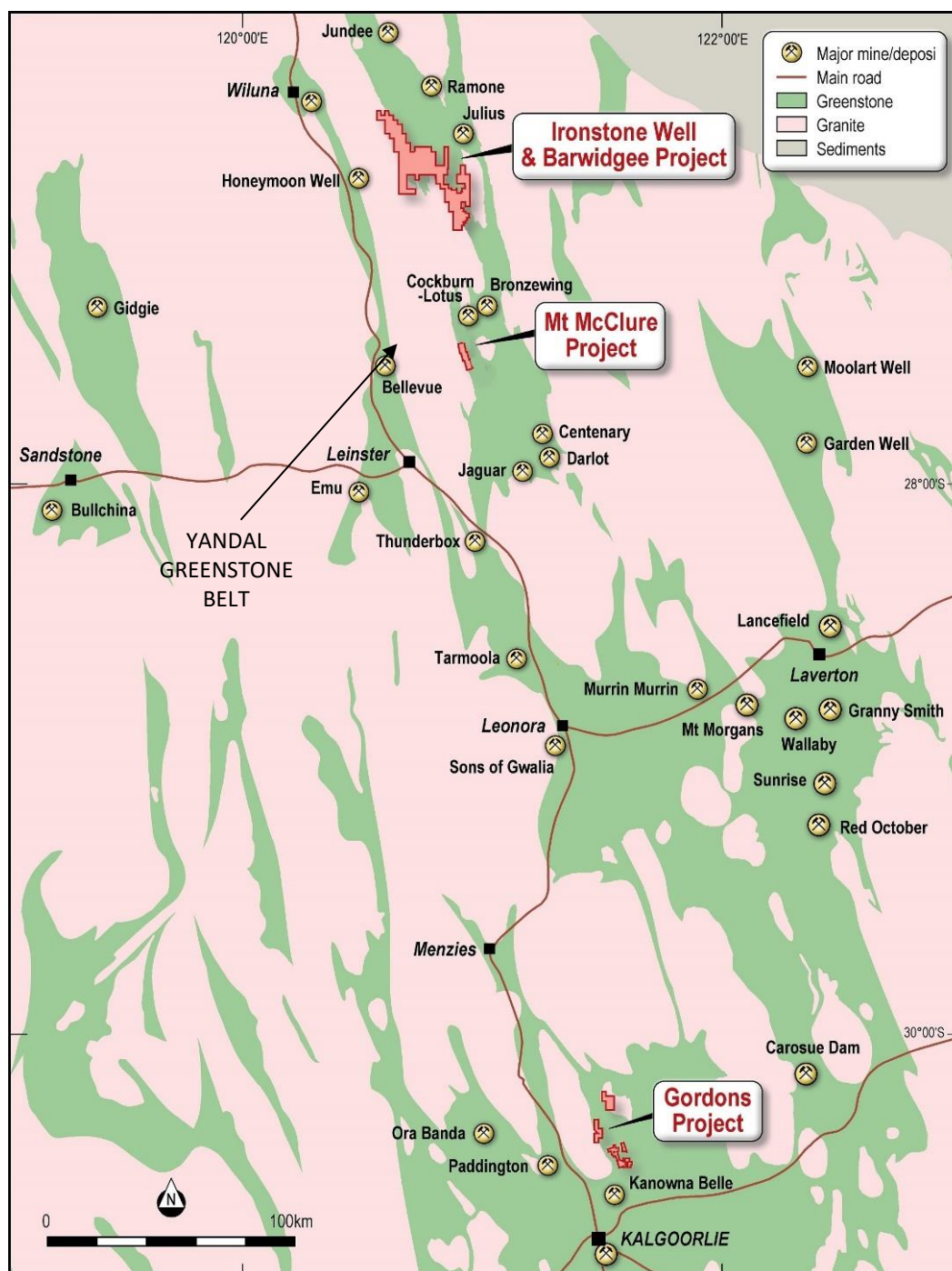
16 September 2022
Perth, WA

Operations Report

INTRODUCTION

The principal activities of the Company are gold exploration, discovery and development in the North-Eastern and Eastern Goldfields of Western Australia. The Company is targeting the definition of strategically located resources and the discovery of large structurally controlled Archaean lode or orogenic gold deposits such as the very large Jundee, Bronzewing and Kanowna Belle gold mines located in the vicinity of our tenure.

Regional map of the Company's gold projects, greenstone belts, regional towns and significant gold deposits



Exploration drilling during the year successfully intercepted new high-grade mineralisation at a number of prospects within the Company's portfolio and has substantially enhanced the exploration discovery and resource potential in a number of project areas. Ongoing exploration reviews and targeting enabled the Company to focus on areas of highest potential to cost-effectively add value. A significant amount of time and resources were focussed on developing mutually beneficial long-term relationships with key stakeholders including Native Title holders.

Operations Report

CORPORATE

The Company maintained a high level of activity throughout the year spending a total of approximately \$9m on exploration across its four exploration projects. Due to the high quality of its prospect pipeline a very high proportion of this spend was on drilling related activities which included 26,217m of aircore drilling, 32,476m of RC drilling and 5,012m of diamond drilling.

To sustain these activities the Company undertook a capital raise of \$4,280,825 via strongly supported Entitlement Issue launched in November 2021. The Company's exploration activities were further bolstered through the exercise of unlisted options to raise an additional \$1,222,926. Yandal's cash position at 30 June 2022 was \$3.73m.

There were a number of important changes to the board and management of the Company during the year. In July, Non-Executive Director Mr Tim Kennedy was appointed Independent Non-Executive Chairman replacing Katina Law who continued with the Company as Non-Executive Director. In May, Founding Managing Director Mr Lorry Hughes resigned to pursue other opportunities and was replaced by Mr Tim Kennedy who agreed to step into the role. Mr Greg Evans, a highly regarded corporate executive was appointed Non-Executive Chairman to fill the position upon Mr Kennedy's transition to a full-time executive position. We are pleased to advise that during the course of these changes there was strong commitment to maintain the Company's strategic focus to ensure there was no impact to ongoing exploration efforts. Our small but dedicated exploration team is to be commended for their enthusiastic and unwavering efforts to advance our projects during the year.

ENVIRONMENT, SUSTAINABILITY AND GOVERNANCE

The Company ESG responsibilities are a key consideration when planning and conducting its activities whether in the corporate office or in the field. Our core responsibilities are outlined in our Corporate Governance Codes and Policies. The areas of particular focus are:

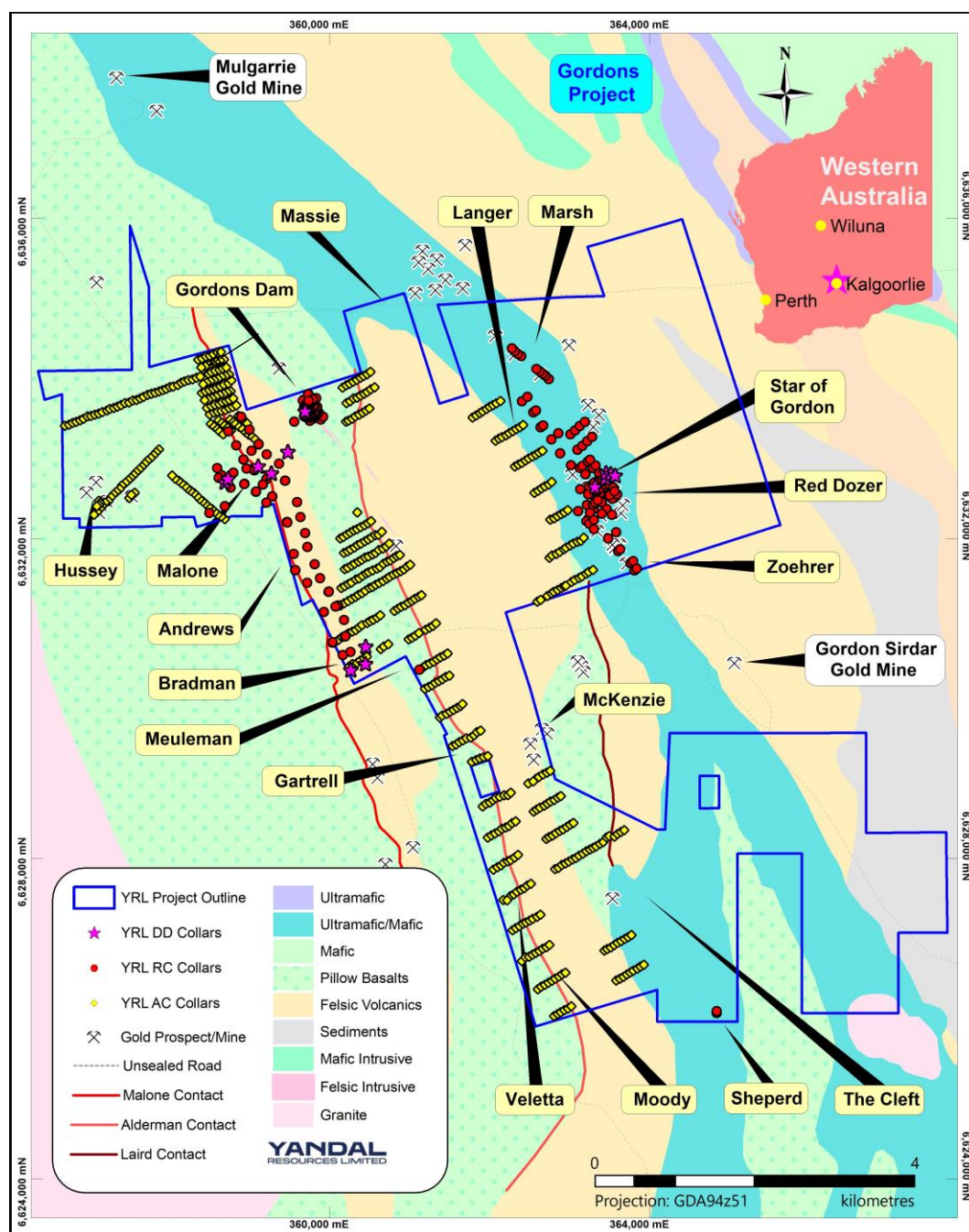
- **People:** We aim to foster a working environment that is collaborative, enjoyable, and stimulating and where our employees can fully use their expertise and develop new skills to the benefit of the Company and their ongoing careers. Our people drive our ESG efforts, so we value and place high value on new initiatives in this regard.
- **Safety:** The health safety and wellbeing of our people including employees and contractors is of utmost importance. We have well developed safety procedures and recognise that a safe work environment comes when a culture of safety is fostered amongst our people such that it becomes an inherent part of all we do. We are pleased to advise there were no injuries incurred by our workforce during the period.
- **Stakeholders:** We value and respect all stakeholders in the regions in which we work and recognise the unique long-term relationship Indigenous Stakeholders have to the land. We respect the traditional owners of the land on which we work and endeavour to build long-term mutually beneficial relationships with our Indigenous stakeholders. With this in mind the Company negotiated a Exploration and Prospecting Deed of Agreement with the Kultju (Aboriginal Corporation) RNTBC ("Kultju AC") who hold native title over much of the Ironstone Well and Barwidgee Project area.
- **Environment:** We have a dual focus when it comes to our environmental impact. Firstly, we strive to minimise the impact that our activities have in the areas in which we work. Secondly, we place high importance on our land rehabilitation obligations and aim to leave no long-term adverse environmental impact.

Operations Report

GORDONS GOLD PROJECT

The Gordons Gold project comprises a number of priority prospects within close proximity to the City of Kalgoorlie-Boulder, ore haulage infrastructure and operating mines. During the year exploration was directed towards defining controls on mineralisation and the extents of a number of new high-grade prospects in the vicinity of our advanced Gordon's Dam Prospect including Malone and Star of Gordon which is along strike from the nearby Gordon-Sirdar Mine, currently being operated by FMR Investments.

Regional geology map of part of the Gordons gold project showing tenure, individual prospects tested in 2021/22 with completed and drill holes.



Operations Report

GORDONS GOLD PROJECT continued

At the **Gordons Dam** prospect high grade oxide mineralisation was discovered in 2019 and has been defined over a strike length of ~400m occurring beneath ~30m of depleted surficial cover. The highest gold grades at depth occur within sulphide accumulations and steeply dipping north-south striking narrow quartz veins within basalts and an intrusive granite porphyry unit. Compilation of an initial Mineral Resource Estimate was placed on hold pending the results of complimentary exploration on nearby prospects. This exploration continued throughout the year producing positive results. It is likely the Company will revisit the Gordon's Dam MRE over the course of the coming year.

The high-grade **Malone** prospect located ~500m to the west of Gordons Dam was a particular focus during the year. Mineralisation at Malone is related to a pronounced flexure in a major regional geological contact between mafic and felsic rocks units which is a highly favourable location for the accumulation of significant mineralisation. Initial RC drilling at Malone in the immediate footwall to the felsic-mafic contact included the following results:

- **5m @ 7.7 g/t Au** from 210m within a broader zone of 16m @ 2.8g/t Au from 204m (YRLRC0727)¹
- **3m @ 8.8g/t Au** from 190m (YRLRC0811)¹

A follow-up program of two diamond holes, to provide lithological and structural information and four step out RC holes were completed late in the year. The diamond holes confirmed high-grade mineralisation returning intercepts of:

- **3.58m @ 1.5g/t Au** from 206.42m including **0.58m @ 8.2g/t Au** (YRLDD021)²
- **7.00m @ 2.2g/t Au** from 271.00m including **1.00m @ 6.9g/t Au** (YRLDD021)²
- **4.00m @ 2.3g/t Au** from 87.00m including **1.00m @ 5.5g/t Au** (YRLDD022)²

Data indicates a broad westerly apparent dip of mineralisation though structural core logging shows that individual high-grade zones are generally associated with steeply dipping and north to north-north-west trending quartz-carbonate-sulphide veins within the host mafic lithology.

Immediately following the diamond drilling, four RC holes were completed on three 100m spaced lines north-west and south-east of high-grade intercepts in YRLRC0727 and YRLRC0811, testing for strike extensions of mineralisation. Hole YRLRC0819 drilled on the southern step-out line intersected 2m @ 2.1g/t Au potentially representing a southern extension of mineralisation. Of the three holes drilled on the northern step-out lines YRLRC0822 intersected anomalism (1m @ 0.7g/t Au)² and the current interpretation indicates they may be located west of the north-north-west trending high-grade mineralisation intersected in the initial discovery holes. Follow-up drilling is being planned following a full review of results to date.

In addition to prioritising exploration drilling along the Malone Contact, reconnaissance AC drilling commenced last year along the **Alderman** felsic/mafic contact returned an encouraging intercept of 8m @ 1.7gt/t Au (YRLAC0898)⁵ from 52m at the **Meuleman Prospect** approximately 3.5km south-south-east of Malone. A single RC follow-up test hole late in the year confirmed mineralisation returned 4m @ 5.1g/t Au from 44m including 2m @ 9.7g/t Au (YRLRC0823)² This area which is adjacent to a prominent flexure in the felsic-mafic contact similar to Malone, is mostly untested by historic drilling though one nearby shallow RAB drilled on a broad spaced traverse in 1992 did return up to 0.23g/t Au (WAMEX Accession number 97877). This prospect is also located 740m south-east of an intercept of 16m @ 1.3g/t Au (YRLDD0015) reported in the March quarter 2022. Further drill testing is planned.

A further 3.5km to the east from the Gordons Dam prospect is the **Star of Gordon** prospect where significant shallow historic mine workings occur less than 2km directly along strike from the Gordon Sirdar gold mine. The mine is owned by FMR Investments Pty Ltd and utilises conventional underground mining methods at vertical depths below 600m with ore haulage to Coolgardie for conventional processing.

Early in the year, follow-up RC drilling at Star of Gordon directly down-dip of encouraging intercepts reported last year including 8m @ 4.7g/t Au from 15m (YRLRC513)³ and 10m @ 2.5g/t Au from 27m (YRLRC514)³ returned a very strong intercept:

- **10m @ 8.4g/t Au** from 43m including **1m @ 52.5g/t Au** (YRLRC630)⁴,

On the basis of these results Yandal acquired six new mining tenements via two separate agreements to bolster its land position in the immediate vicinity of, and along strike from, the Star of Gordon workings. A further agreement was reached in respect of another prospecting licence to the immediate west of Malone.

Operations Report

GORDONS GOLD PROJECT continued

Five diamond holes were completed at Star of Gordon to provide high quality geological and structural data to guide further exploration. These holes also returned a number of significant intercepts including:

- **4.41m @ 4.8g/t Au** from 226.49m including **0.44m @ 46.4g/t Au** (YRLDD0018)¹

An initial structural interpretation of core indicates that the Star of Gordon mineralisation may be offset by late cross-cutting faults making correlation between holes difficult. Further geological investigation is required before additional follow-up drilling can be planned. Given the grades and extent of shallow mineralisation together with proximity to nearby operations, Star of Gordon remains a priority target.

¹ Refer to YRL ASX announcement dated 29 March 2022, ² Refer to YRL ASX announcement dated 11 July 2022, ³ Refer to YRL ASX Announcement dated 1 July and 27 May 2021, ⁴ Refer to YRL Announcement dated 28 September 2021, ⁵ Refer to YRL ASX Announcement dated 23 May 2022 ⁶ Refer to YRL ASX Announcement of 11 July 2022

IRONSTONE WELL AND BARWIDGEE PROJECTS

The Ironstone Well and adjacent Barwidgee projects cover over 470km² of highly prospective and under-explored Yandal Greenstone Belt, east of Wiluna and south of the Jundee Mine in Western Australia

The Company's broad strategy is to identify areas with high potential from geological and geophysical interpretation which have not been adequately tested then undertake systematic and effective drill testing of these areas. Vertical holes drilled in steeply dipping terrain can have limited effectiveness as they do not test across stratigraphy, whilst shallow holes often do not penetrate beneath widespread transported cover and deep weathering and can easily miss underlying or nearby bedrock mineralisation. On this basis the initial filter for determining if areas are effectively tested includes whether holes are vertical or angled and whether they have been drilled to vertical depths greater than 50m.

During the year an Exploration and Prospecting Deed of Agreement was executed with the Kultju (Aboriginal Corporation) RNTBC ("Kultju AC"). The Kultju AC hold native title rights to an area which includes the much of Ironstone Well and Barwidgee projects. Following execution of the agreement the Company worked with representatives of the Kultju AC to complete heritage surveys over the next round of priority exploration targets within Ironstone Well and Barwidgee Prospects. Final heritage clearance was not received until after years end. The Company looks forward to a long-term and positive relationship with the Kultju AC in relation to conducting exploration activities whilst respecting and adhering to all cultural and heritage protection matters.

Whilst only minimal field exploration activities could be undertaken during the year due to the timing of negotiations and heritage surveys, further time was available to assess prior results and refine key drill targets for future testing. Subsequent to the end of the year, heritage approval was received, and the next round of drilling commenced in August 2022.

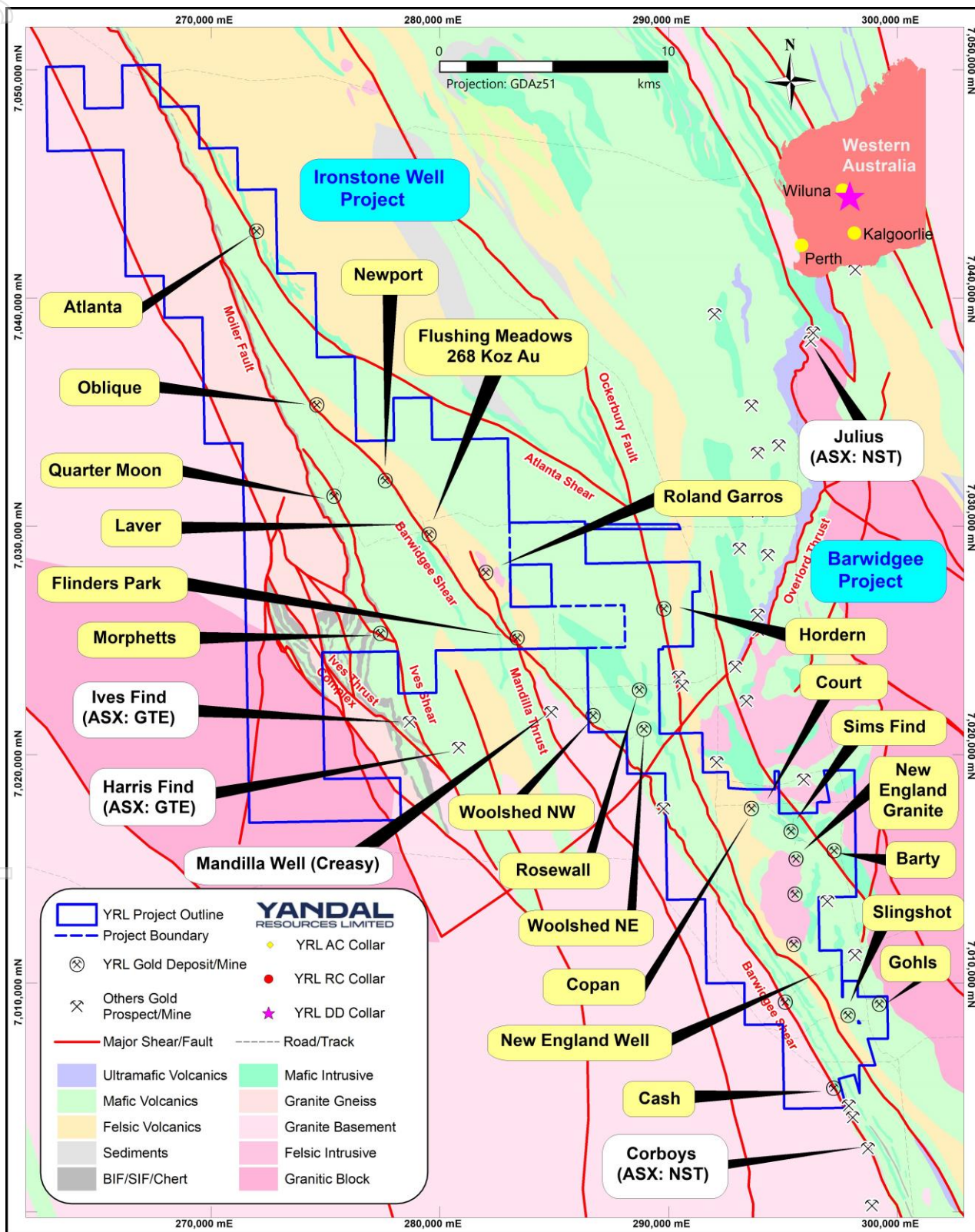
Ongoing targeting has identified two key areas that contain recent and historically defined mineralisation which will become the Company's focus of exploration in the near term as described below.

Within the **Ironstone Well** project the priority target zone is the area immediately surrounding the Flushing Meadows gold deposit (268,000oz). The area covers some 160km² extending north-west from the Flinders Park prospect for ~16km toward the Oblique prospect. The area, up to ~10km wide and centred on Flushing Meadows, includes prospective mafic and felsic rock sequences that have received very little effective exploration.

Operations Report

IRONSTONE WELL AND BARWIDGEE PROJECTS continued

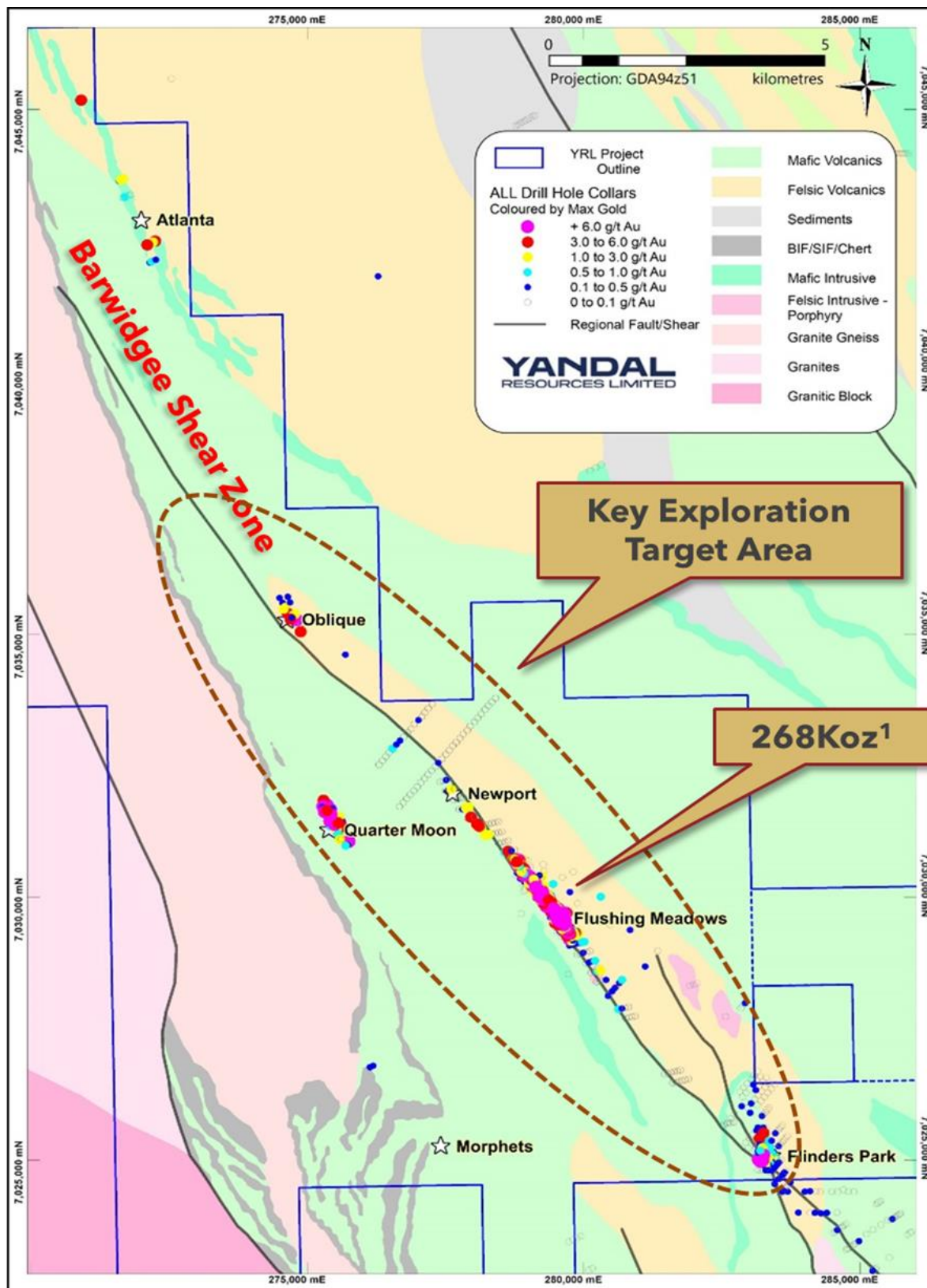
Regional geology plan showing key prospects and tenure at the Ironstone Well and Barwidgee projects



Operations Report

IRONSTONE WELL AND BARWIDGEE PROJECTS continued

Regional geology plan showing the Flushing Meadows deposit, tenure, significant prospects and drill holes over 50m and angled.



Operations Report

IRONSTONE WELL AND BARWIDGEE PROJECTS continued

Within the contiguous **Barwidgee** project priority target area is the **Sims Find Prospect** extensions plus an area covering ~40km² of tenure south of the **Sims Find** prospect including granite-mafic contacts along the **Barwidgee Shear** and the **New England Granite**.

At Sims Find, RC drilling has intersected significant high-grade gold mineralisation beneath earlier shallow RC intercepts and historic workings. High-grade gold mineralisation is associated with quartz veins, sulphides and shears hosted within and at the contacts of a coarse-grained dolerite unit. Previous intercepts include;

- **8m @ 24.3g/t Au** from 9m including **1m @ 129g/t Au** (YRLRC0457)¹
- **3m @ 20.8g/t Au** from 30m including **1m @ 62.2g/t Au** (YRLRC0447)¹
- **5m @ 6.5g/t Au** from 17m including **1m @ 30.4g/t Au** (YRLRC0445)¹

¹ Refer to YRL ASX announcements dated 22 December 2020 and 2 March 2021

Sims Find mineralisation has been confirmed for over 400m of strike and to at least 150m vertical depth with possible extensions covering up to 2.4km of strike to the north-west and south-east. The high-grade nature of Sims Find mineralisation makes it a potential favourable source of blending material with Flushing Meadows should this progress to development in the future, thus these extensions are a high-priority for testing in the coming year.

The **New England Granite** target comprises a ~4.3km long x ~2km wide granitic batholith cross-cut with large scale tensional faults. Historic gold occurrences and workings and elevated gold in drilling are recorded along the granite margins. First pass RC drilling is planned to test the areas of highest potential

The **Cash Prospect** is located immediately along strike from the Corboy's Deposit currently being developed by Northern Star (ASX: NST). Cash has a very similar magnetic signature to Corboys and exhibits similar flexure in the Barwidgee shear along the granite-greenstone contact. A Single hole test by Yandal last year confirmed mineralisation returning up to 4.6g/t Au¹. RC drilling is planned to systematically test the prospective structure on several traverses.

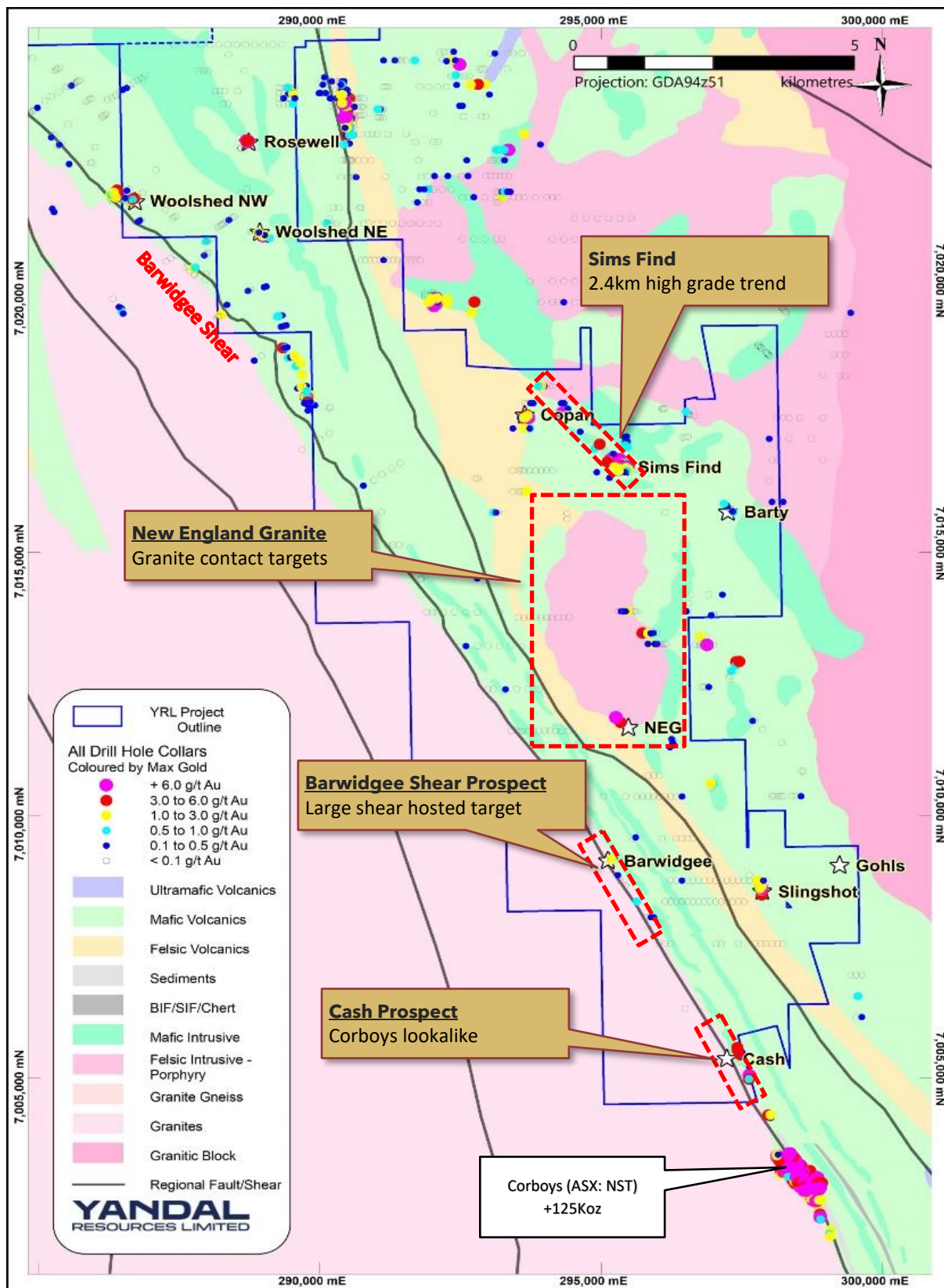
Further to the north-west of Cash along the prospective granite-greenstone contact, the **Barwidgee Shear** prospect is defined by a magnetic high response coincident with cross-cutting fault, a subtle flexure and elevated gold in limited historic drilling, a combination of features, highly favourable for gold mineralisation. This is an early-stage prospect with the potential for a significant discovery given the geological setting and footprint. A large aircore program is planned to test the prospective trend over a strike length of 1.2km.

¹ YRL ASX announcement dated 23 August 2021

Operations Report

IRONSTONE WELL AND BARWIDGEE PROJECTS continued

Regional geology plan showing the location of the Barwidgee Project priority targets and drill holes over 50m and angled

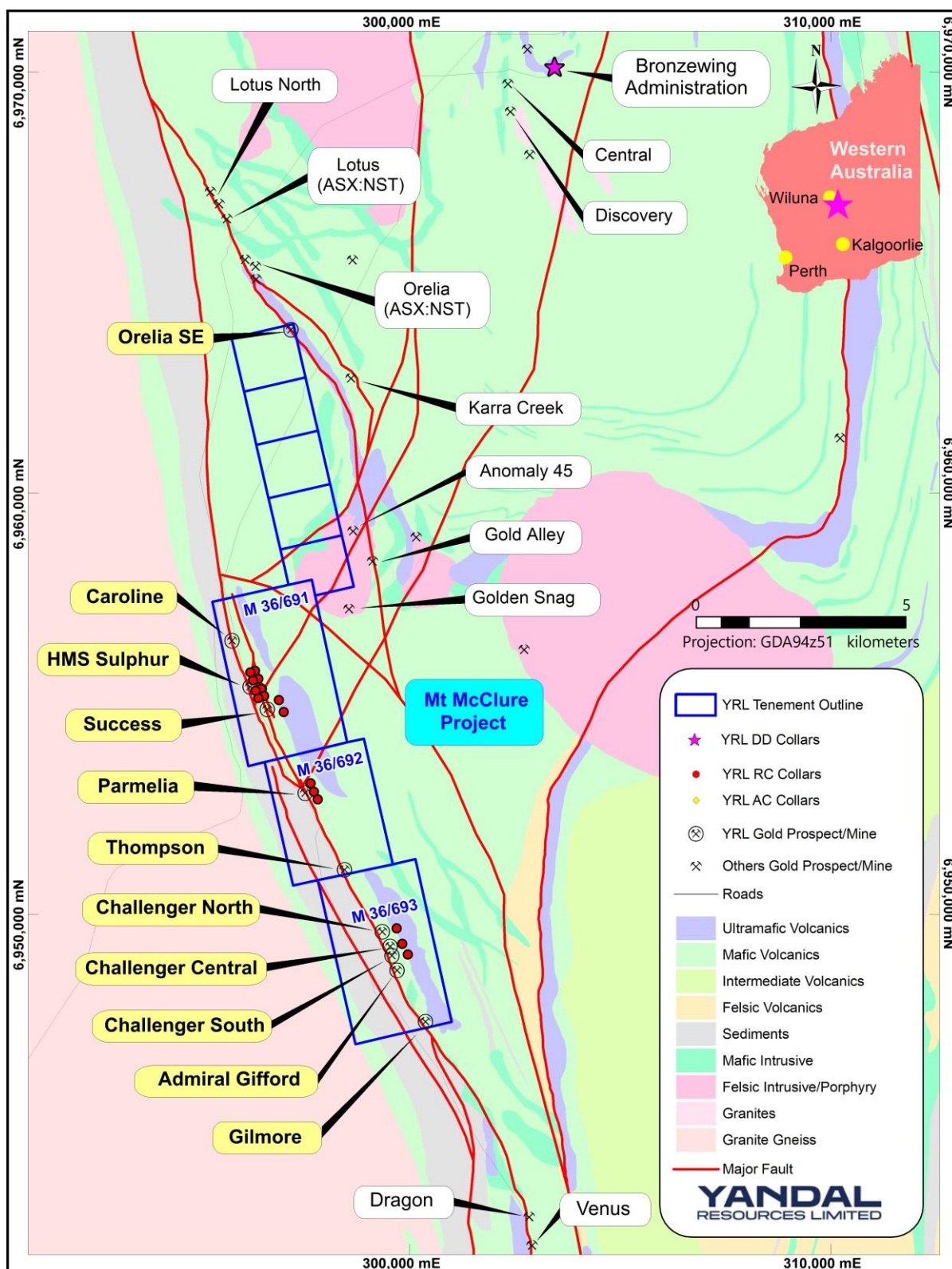


Operations Report

MT MCCLURE PROJECT

The Mt McClure project contains a number of historic prospects and open pit mines in close proximity to Northern Star Resources Ltd's (ASX: NST) Orelia open pit mine, the ore from which is being trucked to NST's Thunderbox Processing facility.

Plan view of the Mt McClure project showing the regional geology, tenements, location of key prospects and drilling completed during the year



Operations Report

MT MCCLURE PROJECT continued

During the year an RC drilling program comprising 18 holes for 4,969m was undertaken to test mineralisation beneath the Success, Parmelia and historic open pits and to further assess the HMS Prospect, located in the footwall to the north of the Success deposit.

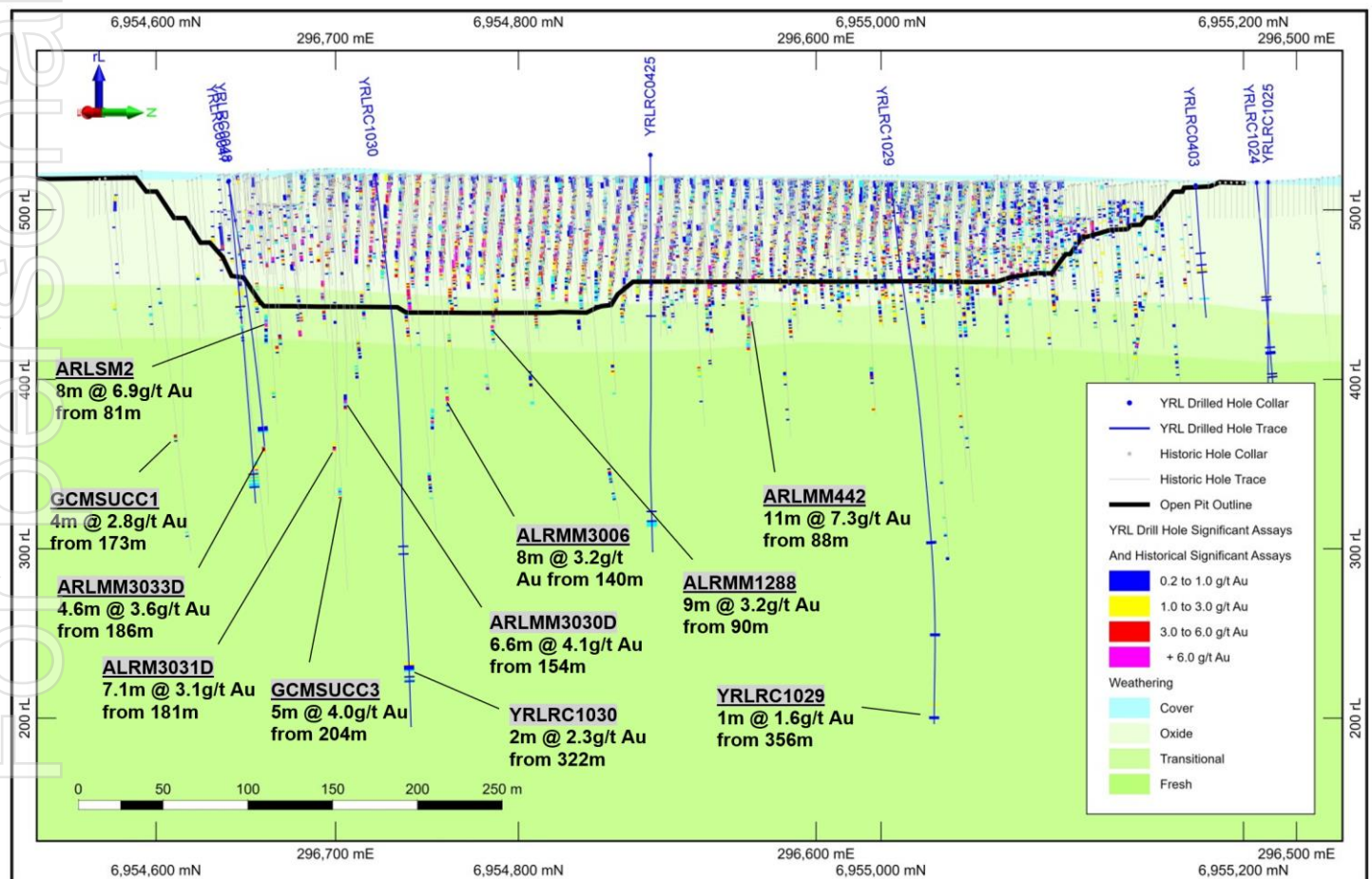
Drilling beneath the open pits was done on 300m to 400m spacing and designed as a follow-up to initial confirmation drilling completed by Yandal between 2019-2021. This drilling confirmed that mineralisation continues for at least 240 – 300m down dip from each mined area. Drilling by previous explorers confirmed the presence of high-grade mineralisation immediately below the pits and when combined with recent deep results from Yandal highlight the potential to establish significant resources in these positions (for example refer long section of Success – below). The Company intends to complete Initial Mineral Resource Estimates on available drilling to be followed by targeted drilling programs to test and expand the initial MRE's.

Drilling at HMS Sulphur was hampered by drilling problems; however the program did manage to confirm a shallow strike extension of mineralisation with results including;

- **16m @ 0.4g/t Au** from 40m including **1m @ 2.6g/t Au** from 45m (YRLRC1021)¹
- **4m @ 0.7g/t Au** from 76m including **1m @ 2.5g/t Au** from 76m (YRLRC1024)¹

HMS Sulphur is one of a number of footwall and along-strike targets that will be tested in the coming year.

Schematic long section plan of the Success prospect showing the mined open pit, interpreted weathering profile and selected recent and historic drilling intercepts¹



¹ Refer to YRL ASX announcement dated 21 April 2022.

Operations Report

COMPETENT PERSONS STATEMENT

The information in this document that relates to Exploration Results, geology and data compilation is based on information compiled by Mr Trevor Saul, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy (AusIMM). Mr Saul is the Exploration Manager of Yandal Resources. He is a full-time employee of Yandal Resources and holds shares and options in the Company.

Mr Saul has sufficient experience which is relevant to the style of mineralisation and type of deposit 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 Saul consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

The information in this announcement that relates to the Flushing Meadows Mineral Resource Estimate is based on information compiled and generated by Andrew Bewsher, an employee of BM Geological Services Pty Ltd ("BMGS"). Both Andrew Bewsher and BMGS hold shares in the Company. BMGS consents to the inclusion, form and context of the relevant information herein as derived from the original resource reports. Mr Bewsher has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which is being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the JORC 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'.

Directors' Report

Your Directors present their report on Yandal Resources Limited for the financial year ended 30 June 2022.

DIRECTORS

The following persons held office as Directors of Yandal Resources Limited during the financial period and up to the date of this report unless otherwise noted:

Mr Tim Kennedy	Managing Director	Appointed 17 February 2021
Mr Greg Evans	Non-Executive Chairman	Appointed 4 April 2022
Ms Katina Law	Non-Executive Director	Appointed 1 July 2018
Mr David (Lorry) Hughes	Managing Director	Resigned 17 May 2022

INFORMATION ON DIRECTORS AND OFFICERS

TIMOTHY KENNEDY B.App Sc (Geology), MBA, MAusIMM, MGSA

MANAGING DIRECTOR (appointed 17 February 2021, appointed Chair 1 July 2021, resigned as Chair 4 April 2022, appointed Managing Director 4 April 2022)

Mr Kennedy is a geologist with a successful 30+ year career in the mining industry, including extensive involvement in the exploration, feasibility and development of gold, nickel, platinum group elements, base metals and uranium projects throughout Australia. His most recent executive role was as exploration manager with Independence Group NL, which during his 11 years IGO grew from being a junior explorer to a multi-commodity mining company. Mr Kennedy played a key role as part of the team that represented IGO on the exploration steering committee with AngloGold Ashanti during the multi-million ounce Tropicana, Havana and Boston Shaker discoveries and the discoveries by IGO of the Rosie magmatic nickel sulphide deposit; the Triumph VMS deposit and the Bibra orogenic gold deposit.

Prior to that Mr Kennedy held senior positions with global miner Anglo American, including as Exploration Manager – Australia and Principal Geologist/Team Leader – Australia. He also held senior technical positions with Resolute Limited, Hunter Resources and PNC Exploration Pty Ltd.

Current and Former Directorships held in the past three years:

Helix Resources Limited	Non-Executive Director	Appointed 16 February 2018, Resigned 18 March 2022
Sipa Resources Limited	Non-Executive Director/Chair	Appointed 13 December 2016, Chair 28 August 2018 Resigned 28 February 2022
Millennium Minerals Limited	Non-Executive Director	Appointed 2 May 2016, Resigned February 2020

GREG EVANS BCom, DipApp Fin, GAICD

NON-EXECUTIVE CHAIRMAN (appointed 4 April 2022)

Mr Evans has over 25 years in advising corporates, boards, directors, executive management teams, and providers of debt and equity and other financial sponsors on capital raisings, mergers and acquisition transactions, equity and debt structuring, public offers, takeover defence, strategic options and growth strategies. He specialises in energy and natural resources with a particular focus on the mining sector. He has a Bachelor of Commerce, a Diploma in Applied Finance and is a Graduate of the Australian Institute of Company Directors.

Mr Evans is currently part-time Principal Director – Mergers and Acquisitions with KPMG Australia as well as Chief Investment Officer of a Private Family office.

Current and Former Directorships held in the past three years: None.

Mr Evans has no other public company directorships.

Directors' Report

INFORMATION ON DIRECTORS AND OFFICERS continued

MS KATINA LAW BCom, FCPA, MBA, GAICD

NON-EXECUTIVE DIRECTOR (appointed 1 July 2018, resigned Chair on 1 July 2021)

Katina Law has over 30 years' experience in the mining industry covering corporate and site based roles across several continents. She has worked with a number of ASX listed resources companies in strategic financial advisory and general management roles. Ms Law has worked on several development and evaluation projects which were later subject to corporate transactions including the Deflector gold and copper project and the King Vol polymetallic zinc project. Ms Law was Executive Director and CEO of East Africa Resources Limited from 2012 to 2015, and also held senior positions at Newmont Mining Corporation's Batu Hijau copper gold project in Indonesia and their head office in Denver, USA and at LionOre International based in Perth.

Ms Law has a Bachelor of Commerce degree from UWA, is a Certified Practising Accountant and has an MBA from London Business School. She is currently a non-executive Director of headspace National Youth Mental Health Foundation.

Current and Former Directorships held in the past three years:

Ardea Resources Limited	Non-Executive Director/Chair	Appointed 7 November 2016, Resigned 31 July 2020
DGO Gold Limited	Non-Executive Director	Appointed 1 June 2020
		Takeover from Gold Road Resources occurred on 30 June 2022

Ms Law has no other public company directorships.

MR DAVID (LORRY) HUGHES BSc (Geol) MAusImm

MANAGING DIRECTOR (appointed 6 April 2018, resigned 17 May 2022)

Mr Hughes is an Economic Geologist with over 25 years' experience and was recently Executive Director of Horizon Minerals Limited formerly Intermin Resources Ltd (ASX: HRZ formerly IRC) and Managing Director and CEO of South Boulder Mines Ltd (now ASX: DNK and ASX: DKM) from 2008 – 2013. He has held executive and senior management positions on mining and development projects for companies including Energy Metals Ltd, CSA Global, Rio Tinto and Barrick. Mr Hughes has comprehensive mining, exploration and development experience from numerous gold mining projects in Western Australia.

Current and Former Directorships held in the past three years: None.

Mr Hughes has no other public company directorships.

MRS BIANCA TAVEIRA, COMPANY SECRETARY

Mrs Taveira is an experienced company administrator and manager who has acted as Company Secretary to a number of unlisted public and ASX listed natural resource companies for over two decades. During this time Mrs Taveira has been involved in a number of initial public offerings, reverse takeover transactions, corporate transactions and capital raisings. Mrs Taveira has a corporate and compliance background and is experienced with administration of the shareholder registry, the ASX Listing Rules, mining tenement management and the Department of Mines regulations. Mrs Taveira is currently the Company Secretary of Reward Minerals Ltd (ASX: RWD).

CORPORATE INFORMATION

Yandal Resources Limited is a Company limited by shares that was incorporated on 16 April 2004 and is domiciled in Australia. The Company was converted to a public company and changed its name from Orex Mining Pty Ltd to Yandal Resources Limited on 27 March 2018. The Company listed on the Australian Stock Exchange on 14 December 2018 (ASX: YRL).

PRINCIPAL ACTIVITIES

The principal continuing activity of the Company during the year was gold exploration.

Directors' Report

RESULTS OF OPERATIONS

The results for the year ended 30 June 2022 was a loss after income tax benefit of \$978,228 (2021: \$599,542 loss).

EARNINGS/(LOSS) PER SHARE	2022 ¢	2021 ¢
Basic earnings/(loss) per share	(0.89)	(0.67)
Diluted earnings/(loss) per share	(0.89)	(0.63)

REVIEW OF OPERATIONS

Refer to the Operations Report for detailed information on the Company's exploration activities over the past year.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

Other significant changes to the state of affairs during the year, other than outlined in the Operations Report, are as follows:

- In July 2021, DGO Gold Ltd moved to ownership of 19.90% of Yandal Resources to become the Company's largest individual shareholder via an off-market purchase of shares from Northern Star Resources Ltd.
- In November 2021, the Company launched a Pro-rata Non-renounceable Rights Issue Offer ("Rights Issue"), which was completed in December 2021. A total of \$4,280,825 was raised by the issue of 10,702,063 New Shares at an issue price of 40 cents per New Share. The New Shares include and attached free New Option for every two New Shares with an exercise price of 65 cents and an expiry date of 31 December 2022.

The new capital raised was to specifically accelerate the Company's exploration programs.

- During the year, the Company's option holders had exercised:
 - 4,888,182 options at \$0.25 to raise \$1,222,045
 - 1,355 options at \$0.65 to raise \$881.
- Class C and D Performance Rights were granted to the Company's employees on 6 December 2021.
- Class B, C and D Performance Rights were granted to the Company's directors on 22 November 2021.
- On 4 April 2022, founding Managing Director and Chief Executive Officer (CEO) Mr Lorry Hughes stepped down from the role and continued with the Company as a Non-Executive Director until 17 May 2022. Mr Tim Kennedy was appointed Managing Director and CEO on 4 April 2022. Mr Greg Evans was appointed to the Board on 4 April 2022 as Non-Executive Chairman.
- A Heads of Agreement (HOA) was executed with Moho Resources Ltd (ASX: MOH, Moho) that provides for the Company to acquire a 100% interest in the gold and related metal rights over granted Prospecting Licences P27/2226, P27/2216-18 and Prospecting Licence application P27/2456. Moho will retain a 1% royalty over gold production.

The HOA also provides for Moho to acquire from the Company a 100% interest in the nickel, copper, cobalt and platinum group elements and related metal rights over Exploration and Prospecting Licences E24/198, P27/2206, E27/536, M27/237 ("Mulgarrie North Tenements") and E27/601, P27/2325, P27/2331, P27/2340-41, P27/2355-64. Yandal will retain a 1% royalty over any Ni-Cu-Co-PGE production.

Consideration for the Moho transaction is \$50,000 cash + GST and this was paid in May 2022. Moho's consideration is to provide 50% of the minimum expenditure commitments otherwise attributable to the Mulgarrie North Tenements for two years from the date of execution of the HOA.

Other than the matters above, there were no significant changes in the state of affairs of the Company during the period.

Directors' Report

EVENTS AFTER REPORTING DATE

In September 2022, the Company issued 1,000,000 unlisted options to employees under its Employee Incentive Scheme, the unlisted options vest immediately and are exercisable on or before 1 September 2025 at an exercise price of 30 cents.

No other matters or circumstances have arisen since the end of the financial year which significantly affected 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.

FUTURE DEVELOPMENTS

In the opinion of the Directors it would prejudice the interests of the Company to provide additional information, beyond that reported in this Annual Report, relating to likely developments in the operations and the expected results of those operations in financial years ended subsequent to 30 June 2022.

COVID-19 IMPACT

The full impact of the COVID-19 pandemic continues to evolve at the date of this report. The Company is therefore uncertain as to the full impact that the pandemic will have on its financial condition, liquidity and future results of operations during 2021 or 2022. Management continues to actively monitor the global situation and its impact on the Company's financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Company is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for the 2021/22 financial year.

The health and wellbeing of all Yandal employees remain a key focus in response to the ongoing COVID-19 pandemic. The work practices and measures implemented to mitigate COVID-19 related risks have so far proven successful with no known COVID-19 cases across our workforce and minimal disruption to our operations to date.

DIVIDENDS

No amount has been paid or declared by way of dividend. The Directors do not recommend that any dividend be paid.

MEETINGS OF DIRECTORS

The number of meetings held during the year ended 30 June 2022, and the number of meetings attended by each Director were:

Director	Full Meetings of Directors		Audit & Risk Committee Meetings		Remuneration Committee Meetings	
	Eligible to Participate	Number Attended	Eligible to Participate	Number Attended	Eligible to Participate	Number Attended
T Kennedy	8	8	2	2	1	1
G Evans	4	4	-	-	-	-
K Law	8	8	2	2	1	1
D Hughes*	7	7	2	2	1	1

*resigned 17 May 2022

In addition to the above meetings several matters were dealt with by circular resolution.

Directors' Report

DIRECTOR SHARE AND OPTION HOLDINGS

As at the date of this report, the interests of the Directors in the shares of the Company were:

	Ordinary Shares		Unlisted Options Exercise price 65 cents, expiry 31 December 2022		Unlisted Options Exercise price 50 cents, expiry 4 April 2025		Unlisted Options Exercise price \$1, expiry 4 April 2026 (The options may only be exercised if the Director being, or associated with, the holder continues as a Director until 4 April 2023)	
Director	Direct Interest	Indirect Interest	Direct Interest	Indirect Interest	Direct Interest	Indirect Interest	Direct Interest	Indirect Interest
T Kennedy	-	116,667	-	3,334	-	1,000,000	-	1,000,000
G Evans	-	60,000	-	-	-	300,000	-	300,000
K Law	-	1,627,500	-	-	-	-	-	-

SHARES UNDER OPTION

Unissued ordinary shares of Yandal Resources Limited under option as at the date of this report are as follows:

Nature	Expiry Date	Exercise Price of Options	Number under Option
Unlisted options	31 December 2022	65 cents	5,349,695
Unlisted options	4 April 2025	50 cents	1,300,000
Unlisted options	4 April 2026	\$1	1,300,000
Unlisted options	1 September 2025	30 cents	1,000,000

Option holders do not have any rights to participate in any issues of shares or other interests in the Company or any other entity.

There have been no unissued shares or interests under option of any controlled entity within the Company during or since the end of the reporting period.

No person entitled to exercise the option had or has any right by virtue of the option to participate in any share issue of any other body corporate.

Remuneration Report (Audited)

The information provided in this remuneration report has been audited as required by section 300A of the *Corporations Act 2001*.

A Principles Used to Determine Amount and Nature of Remuneration

All remuneration paid to Directors and Executives is valued at the cost to the Company and expensed. Shares given to Directors and Executives are valued as the difference between the market price of those shares and the amount paid by the Director or Executive. Options are valued using the Black-Scholes or Binomial methodologies.

The Board policy is to remunerate Non-Executive Directors at market rates for comparable companies for time, commitment and responsibilities. The Board determines payments to the Non-Executive Directors and reviews their remuneration annually based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to Non-Executive Directors is subject to approval by shareholders at the annual general meeting (currently \$300,000). Fees for Non-Executive Directors are not linked to the performance of the Company. However, to align Directors' interests with shareholder interests, the Directors are encouraged to hold shares in the Company and are able to participate in employee option plans.

Directors' Report

A Principles Used to Determine Amount and Nature of Remuneration continued

The objective of the Company's executive reward framework is set to attract and retain the most qualified and experienced Directors and Senior Executives. The Board ensures that executive reward satisfies the following criteria for good reward governance practices:

- competitiveness and reasonableness
- acceptability to shareholders
- transparency
- capital management

Directors' Fees

A Director may be paid fees or other amounts as the Directors determine where a Director performs special duties or otherwise performs services outside the scope of the ordinary duties of a Director. A Director may also be reimbursed for out-of-pocket expenses incurred as a result of their directorship or any special duties.

Performance Based Remuneration

The Company uses both short term and long term incentive programs to balance the short and long term aspects of business performance, to reflect market practice, to attract and retain key talent and to ensure a strong alignment between the incentive arrangements of Executives and the creation and delivery of shareholder return.

Executives are encouraged by the Board to hold shares in the Company, and it is therefore the Company's objective to provide incentives for participants to partake in the future growth of the Company and, upon becoming shareholders in the Company, to participate in the Company's profits and dividends that may be realised in future years. The Board considers that this equity performance linked remuneration structure is effective in aligning the long-term interests of Company executives and shareholders as there exists a direct correlation between shareholder wealth and executive remuneration.

The Company provides benefits to employees and directors of the Company in the form of share-based payment transactions, whereby performance rights and options were granted at nil consideration as an employment incentive. The performance rights and options were issued with vesting conditions, see Note 20 of the financial statements for details.

Company Performance, Shareholder Wealth and Directors' and Executives' Remuneration

The remuneration policy has been tailored to increase goal congruence between shareholders, Directors and Executives. This is facilitated through the issue of options or performance rights to Directors and Executives to encourage the alignment of personal and shareholder interests. The Company believes this policy will be effective in increasing shareholder wealth.

The factors that are considered to affect total shareholders' return are summarised below:

	2022	2021	2020	2019	2018
EPS (cents)	(0.89)	(0.67)	(0.77)	(1.69)	-
Dividends (cents per share)	-	-	-	-	-
Loss (\$'000)	978	599	503	670	-
Share Price at 30 June (cents)	15.0	58.5	27.0	22.0	-

Directors' Report

B Details of Remuneration of Key Management Personnel of the Company

Details of the nature and amount of each element of remuneration of each Director and key management personnel of the Company for the financial year are as follows:-

Directors	Year	Consulting Fees \$	Salary \$	Directors' Fee \$	Post Employment Superannuation \$	Share Based Payments Expense (Performance Rights) \$	Share Based Payments Expense (Options) \$	Total \$	Performance Related %
T Kennedy Managing Director (appointed 4 April 2022)									
	2022	-	75,833	43,333	11,917	24,915	74,436	230,434	43%
	2021	-	-	13,217	1,256	-	-	14,473	-
G Evans Non-Executive Chairman (appointed 4 April 2022)									
	2022	-	-	16,000	1,600	-	22,331	39,931	56%
	2021	-	-	-	-	-	-	-	-
K Law Non-Executive Director									
	2022	-	-	55,000	5,500	24,915	-	85,415	29%
	2021	-	-	48,033	4,563	-	-	52,596	-
D Hughes Director (resigned 17 May 2022)									
	2022	-	327,886	-	24,192	-*	-	352,078	-
	2021	-	279,500	-	26,552	-	-	306,052	-
K Ross Non-Executive Director (resigned 17 February 2021)									
	2022	-	-	-	-	-	-	-	-
	2021	-	-	22,715	2,158	-	-	24,873	-
Totals									
	2022	-	403,719	114,333	43,209	49,830	96,767	707,858	
	2021	-	279,500	83,965	34,529	-	-	397,994	

There were no termination benefits paid during the year to any Director or key management personnel.

*Performance rights had been issued to Mr Hughes however upon resignation these rights were cancelled as the milestone was not met and any amounts expensed were reversed. Accordingly there were Nil share based payments expense for Mr Hughes.

Directors' Report

C Share-Based Compensation

Options

2022 Options

- (i) There were options issued to Mr Evans and Mr Kennedy as remuneration during the year ended 30 June 2022.

The options were issued in two tranches as follows:

Tranche 1:

The fair value of the incentive options issued to the Directors is \$86,839 as determined using the Black-Scholes valuation methodology.

The options were granted on 19 May 2022 with an expiry date of 4 April 2025 and an exercise price of \$0.50 per option.

The option values are as follows:

Directors	Grant Date	No of Options Granted	Fair value per option at Grant Date	Vested at 30 June 2022	Total value of Options \$	Amount expensed in current year \$	Amounts to be expensed in future years \$	Balance of options at year end
T Kennedy	19 May 2022	1,000,000	\$0.0668	1,000,000	66,799	66,799	-	1,000,000
G Evans	19 May 2022	300,000	\$0.0668	300,000	20,040	20,040	-	300,000
					86,839	86,839	-	

Tranche 2:

The fair value of the incentive options issued to the Directors is \$75,641 as determined using the Black-Scholes valuation methodology.

The options were granted on 19 May 2022 with an expiry date of 4 April 2026 and an exercise price of \$1.00 per option. These options have a vesting condition of continuous service until 4 April 2023 for the directors.

The option values are as follows:

Directors	Grant Date	No of Options Granted	Fair value per option at Grant Date	Vested at 30 June 2022	Total value of Options \$	Amount expensed in current year \$	Amounts to be expensed in future years \$	Balance of options at year end
T Kennedy	19 May 2022	1,000,000	\$0.0582	-	58,185	7,637	50,548	1,000,000
G Evans	19 May 2022	300,000	\$0.0582	-	17,456	2,291	15,165	300,000
					75,641	9,928	65,713	

An amount of \$9,928 was expensed for the Tranche 2 options, being the value of the options apportioned over the vesting period.

2018 Options

- (ii) During the year ended 30 June 2019, the Board were issued options by the Company as incentive to perform their role from the date of ASX listing. The options are linked to future performance of the Company. The fair value of the incentive options issued to key management personnel is \$325,850 as determined using the Black-Scholes valuation methodology.

The options were granted on 5 October 2018 with an expiry date of 31 December 2021 and an exercise price of \$0.25 per option.

Directors' Report

2018 Options continued

The options were exercised in full as at 31 December 2021.

The Director's 2018 option values are as follows:

Directors	Grant Date	No of Options Granted	Fair value per option at Grant Date	Vested at 30 June 2021	Total value of Options \$	No of options exercised	Options exercised \$	Balance of options at year end
T Kennedy	-	-	-	-	-	-	-	-
K Law	5 Oct 2018	1,000,000	\$0.0931	1,000,000	93,100	1,000,000	250,000	-
D Hughes*	5 Oct 2018	1,950,000	\$0.0931	1,950,000	181,545	1,950,000	487,500	-

*resigned 17 May 2022

Fair values at grant date are independently determined using a Black & Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option.

Performance Rights

In the year ended 30 June 2022 the Company issued Class B, C and D Performance Rights to Directors. Full details are contained in Note 20 to the financial statements. The following table summarises the equity-settled performance rights issued to Directors.

	Mr Hughes* \$	Ms Law \$	Mr Kennedy \$
Class B			
Number issued	400,000	150,000	150,000
Fair value per right	0.0969	0.0969	0.0969
Total fair value if all hurdles are met	38,760	14,535	14,535
Amount expensed current year	-	14,470	14,470
Amount to be expensed in future years if all hurdles are met	-	65	65
Class C			
Number issued	400,000	150,000	150,000
Fair value per right	0.1043	0.1043	0.1043
Total fair value if all hurdles are met	41,720	15,645	15,645
Amount expensed current year	-	5,924	5,924
Amount to be expensed in future years if all hurdles are met	-	9,721	9,721
Class D			
Number issued	400,000	150,000	150,000
Fair value per right	0.1291	0.1291	0.1291
Total fair value if all hurdles are met	51,640	19,365	19,365
Amount expensed current year	-	4,522	4,522
Amount to be expensed in future years if all hurdles are met	-	14,843	14,843
Total			
Amount expensed current year	-	24,916	24,916
Amount to be expensed in future years if all hurdles are met	-	24,629	24,629
Total	-	49,545	49,545

* Mr Hughes' performance rights were cancelled following his resignation.

Directors' Report

D Service Contracts

Mr Kennedy has entered into an executive service agreement with the Company under which he is engaged as Managing Director. The engagement of Mr Kennedy under the agreement commenced on 4 April 2022 and continues until terminated by either party. The Company may terminate the employment without notice upon limited events akin to misconduct or incapacity. Additionally, the Company may terminate the agreement without cause upon one month's written notice. Mr Kennedy may terminate the agreement without cause on 3 months' written notice.

The employment agreement of Mr David (Lorry) Hughes was terminated following his resignation on 17 May 2022.

Non-Executive Directors are not employed under written contracts. Non-Executive Directors may be paid consulting fees at commercial rates calculated according to the amount of time spent on the Company's business. All Directors may receive consulting fees on an hourly basis which are paid from time to time for specialist services beyond normal duties. No Directors have received loans from the Company during the annual period.

E Key Management Personnel Disclosures

Key Management Personnel Interests in the Shares and Options of the Company

Director Shares

Interests of the Directors in the shares and options of the Company at 30 June 2022 and 30 June 2021 were:

	Balance at start of the year	Shares acquired during the year	Options exercised during the year	Shares disposed of during the year	Balance at the end of the year
2022					
T Kennedy	-	116,667	-	-	116,667
G Evans (appointed 4 April 2022)	-	60,000	-	-	60,000
K Law	597,500	30,000	1,000,000	-	1,627,500
D Hughes (resigned 17 May 2022)	4,141,381	129,059	1,088,182	(625,000)	4,733,622 [#]
	4,738,881	335,726	2,088,182	(625,000)	6,537,789
2021					
T Kennedy	-	-	-	-	-
K Law	565,000	-	32,500	-	597,500
D Hughes	2,988,654	200,000	952,727	-	4,141,381
K Ross (resigned 17 February 2021)	156,251	-	515,626	-	671,877 [#]
	3,709,905	200,000	1,500,853	-	5,410,758

[#] Balance held at resignation

Directors' Report

Director Options

The number of options over ordinary shares in the Company held during the financial year by each Key Management Personnel of Yandal Resources Limited including their personally related parties are set out below:

2022	Balance at start of the year	Options acquired	Options granted [^]	Options expired during the year	Exercised during the year	Value of options exercised (\$)	Balance at the end of the year	Vested and exercisable at the end of the year
T Kennedy	-	3,334	2,000,000	-	-	-	2,003,334	1,003,334
G Evans*	-	-	600,000	-	-	-	600,000	300,000
K Law	1,000,000	-	-	-	(1,000,000)	250,000	-	-
D Hughes**	1,088,182	49,167	-	-	(1,088,182)	272,046	49,167	49,167
	2,088,182	52,501	2,600,000	-	(2,088,182)	522,046	2,652,501	1,352,501

*appointed 4 April 2022

**resigned 17 May 2022

[^]refer to Note 20(b)

2021								
T Kennedy	-	-	-	-	-	-	-	-
K Law	1,032,500	-	-	-	(32,500)	8,775	1,000,000	1,000,000
D Hughes	2,040,909	-	-	-	(952,727)	240,000	1,088,182	1,088,182
K Ross***	515,626	-	-	-	(515,626)	129,219	-	-
	3,589,035	-	-	-	(1,500,853)	377,994	2,088,182	2,088,182

***resigned 17 February 2021

Director Performance Rights

The number of performance rights over ordinary shares in the Company held during the financial year by each Key Management Personnel of Yandal Resources Limited including their personally related parties are set out below:

2022	Balance at start of the year	Rights Acquired	Rights granted	Rights cancelled during the year	Rights converted during the year	Balance at the end of the year
T Kennedy	-	-	-	-	-	-
G Evans*	-	-	450,000	-	-	450,000
K Law	-	-	450,000	-	-	450,000
D Hughes**	-	-	1,200,000	(1,200,000)	-	-
	-	-	2,100,000	(1,200,000)	-	900,000

Full details are contained in Note 20 to the financial statements.

*appointed 4 April 2022

**resigned 17 May 2022

There were no performance rights on issue to Directors during year ended 30 June 2021.

[End of remuneration report]

Directors' Report

NON-AUDIT SERVICES

The auditors have not provided any non-audit services to the Company in the current financial year.

INDEMNIFICATION AND INSURANCE OF OFFICERS OR AUDITOR

During the financial year, the Company maintained an insurance policy which indemnifies the Directors and Officers of Yandal Resources Limited in respect of any liability incurred in connection with the performance of their duties as Directors or Officers of the Company. The Company's insurers have prohibited disclosure of the amount of the premium payable and the level of indemnification under the insurance contract.

AUDITOR'S INDEPENDENCE DECLARATION

In accordance with section 307C of the Corporations Act 2001, the Directors have obtained a Declaration of Independence from HLB Mann Judd, the Company's auditors, as presented on page 27 of this year's financial report.

ENVIRONMENTAL REGULATION

The Company's Projects are subject to State and Federal laws and regulations regarding environmental matters. The Governments and other authorities that administer and enforce environmental laws and regulations determine these requirements. As with all exploration projects and mining operations, the Company's activities are expected to have an impact on the environment, particularly, if the Company's activities result in mine development. The Company intends to conduct its activities in an environmentally responsible manner and in accordance with applicable laws.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

This report is made in accordance with a resolution of the Directors and signed for on behalf of the Directors by:



MR TIM KENNEDY
Director

16 September 2022
Perth, WA

AUDITOR'S INDEPENDENCE DECLARATION

As auditor for the audit of the financial report of Yandal Resources Limited for the year ended 30 June 2022, 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 audit; and
- b) any applicable code of professional conduct in relation to the audit.



Perth, Western Australia
16 September 2022

B G McVeigh
Partner

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INDEPENDENT AUDITOR'S REPORT

To the Members of Yandal Resources

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Yandal Resources ("the Company") which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the Company is in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2022 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit 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* ("the Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 1 in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the *Material Uncertainty Related to Going Concern* we have determined the matters described below to be the key audit matters to be communicated in our report.

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Key Audit Matter	How our audit addressed the key audit matter
Carrying amount of exploration and evaluation expenditure Refer to Note 7	
<p>The Company has capitalised exploration and evaluation expenditure of \$19,382,704 as at 30 June 2022.</p> <p>Our audit focussed on the Company's assessment of the carrying amount of the capitalised exploration and evaluation asset, because this is one of the significant assets of the Company. There is a risk that the capitalised expenditure no longer meets the recognition criteria of the standard and whether facts and circumstances existed to suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount.</p>	<p>Our procedures included but were not limited to:</p> <ul style="list-style-type: none"> • We obtained an understanding of the key processes associated with management's review of the exploration and evaluation expenditure carrying values; • We tested a sample of amounts capitalised; • We considered the Director's assessment of potential indicators of impairment; • We obtained evidence that the Company has current rights to tenure of its areas of interest; • We have discussed with management the nature of planned ongoing activities; • We enquired with management, reviewed ASX announcements and minutes of Directors' meeting to ensure that the Company had not decided to discontinue exploration and evaluation at its area of interest; and • We examined the disclosures made in the financial report.

Information Other than the Financial Report and Auditor's Report Thereon

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2022, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.



We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON THE REMUNERATION REPORT

Opinion on the Remuneration Report

We have audited the Remuneration Report included within the directors' report for the year ended 30 June 2022.

In our opinion, the Remuneration Report of Yandal Resources Limited for the year ended 30 June 2022 complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

A handwritten signature in dark ink that reads 'HLB Mann Judd'.

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
16 September 2022

A handwritten signature in dark ink that appears to read 'B G McVeigh'.

B G McVeigh
Partner

Directors' Declaration

The Directors of the Company declare that:

- (a) The attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the financial position and performance of the Company; and
 - (ii) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements.
- (b) The financial statements and notes thereto also comply with International Financial Reporting Standards, as disclosed in Note 1 and other mandatory professional reporting requirements.
- (c) The Directors have been given the declarations required by s.295A of the *Corporations Act 2001*.
- (d) There are reasonable grounds to believe that Company will be able to pay its debts as and when they become due and payable.

This Declaration is made in accordance with a resolution of the Board of Directors and is signed for on behalf of the Directors by:



MR TIM KENNEDY
Director

16 September 2022
Perth, WA

Statement of Profit or Loss and Other Comprehensive Income for the Year Ended 30 June 2022

	Note	2022 \$	2021 \$
Revenue from continuing operations	2	6,298	25,993
Total		6,298	25,993
Exploration expenditure written off	2	-	(5,594)
Professional fees		(154,221)	(148,291)
Administration fees		(178,745)	(183,824)
Occupancy expenses		(24,376)	(23,698)
Employee benefits expenses		(296,230)	(219,035)
Share based payments	20	(257,936)	(9,111)
Depreciation expenses		(63,524)	(21,960)
Travel expenses		(9,494)	(14,022)
Profit/(loss) before income tax		(978,228)	(599,542)
Income tax (expense)/benefit	3	-	-
Profit/(loss) after income tax for the year		(978,228)	(599,542)
Other comprehensive income/(loss) for the year		-	-
Total comprehensive income/(loss) attributable to Members of Yandal Resources Limited		(978,228)	(599,542)
Basic profit/(loss) cents per share	12	(0.89)	(0.67)
Diluted profit/(loss) cents per share	12	(0.89)	(0.63)

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

Statement of Financial Position as at 30 June 2022

CURRENT ASSETS

Cash and cash equivalents

Trade and other receivables

Other

Total Current Assets

NON-CURRENT ASSETS

Capitalised exploration expenditure

Property, plant and equipment

Total Non-Current Assets

Total Assets

CURRENT LIABILITIES

Trade and other payables

Total Current Liabilities

Total Liabilities

Net Assets

EQUITY

Contributed equity

Reserves

Accumulated (losses)/profits

Total Equity

Note	2022 \$	2021 \$
4	3,730,000	8,047,415
5	116,161	318,133
6	6,899	3,917
	3,853,060	8,369,465
7	19,382,704	10,422,822
8	195,030	208,324
	19,577,734	10,631,146
	23,430,794	19,000,611
9	213,663	511,186
	213,663	511,186
	213,663	511,186
	23,217,131	18,489,425
10	25,154,568	19,706,570
11(b)	866,797	608,861
11(a)	(2,804,234)	(1,826,006)
	23,217,131	18,489,425

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

Statement of Changes in Equity for the Year Ended 30 June 2022

	Contributed Equity \$	Share Based Payments Reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 1 July 2020	8,567,958	599,750	(1,226,464)	7,941,244
Total comprehensive income/ (loss) for the year	-	-	(599,542)	(599,542)
Transactions with owners in their capacity as owners:				
Shares issued during the year	11,531,206	-	-	11,531,206
Share issue costs	(392,594)	-	-	(392,594)
Share based payments - employee performance rights	-	9,111	-	9,111
Balance at 30 June 2021	19,706,570	608,861	(1,826,006)	18,489,425
Balance at 1 July 2021	19,706,570	608,861	(1,826,006)	18,489,425
Total comprehensive income/ (loss) for the year	-	-	(978,228)	(978,228)
Transactions with owners in their capacity as owners:				
Shares issued during the year	5,530,751	-	-	5,530,751
Share issue costs	(82,753)	-	-	(82,753)
Share based payments - performance rights	-	161,169	-	161,169
Share based payments - director options	-	96,767	-	96,767
Balance at 30 June 2022	25,154,568	866,797	(2,804,234)	23,217,131

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes

Statement of Cash Flows for the Year Ended 30 June 2022

CASH FLOWS FROM OPERATING ACTIVITIES

ATO cash flow boost	
Payments to suppliers and employees	
Interest received	
Net cash provided by/(used in) operating activities	

Note	2022 \$	2021 \$
	-	50,000
	(604,971)	(623,841)
	7,039	26,409
18(b)	(597,932)	(547,432)

CASH FLOWS FROM INVESTING ACTIVITIES

Payments for property, plant and equipment	
Payments for acquisition of tenements	
Capitalised exploration expenses	
Net cash provided by/(used in) investing activities	

	(50,230)	(212,030)
	(116,000)	(66,246)
	(9,045,433)	(5,556,305)
	(9,211,663)	(5,834,581)

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from share issues and exercise of options	
Share issue costs	
Funding of secured loan	
Proceeds from repayment of secured loan	
Net cash provided by financing activities	

	5,504,933	11,530,032
	(82,753)	(392,594)
	-	(93,000)
	70,000	-
	5,492,180	11,044,438

Net increase/(decrease) in cash held	
Cash and cash equivalents at the beginning of the financial year	
Cash and Cash Equivalents at the End of the Financial Year	

	(4,317,415)	4,662,425
	8,047,415	3,384,990
18(a)	3,730,000	8,047,415

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

Notes to and Forming Part of the Financial Statements

1 GENERAL INFORMATION

These financial statements and notes represent those of Yandal Resources Limited (the “Company” or “Entity”). Yandal Resources Limited is a Company limited by shares incorporated and domiciled in Australia.

(a) Significant accounting policies

Statement of compliance

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. The financial statements and notes also comply with International Financial Reporting Standards.

Basis of preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and the Corporations Act 2001.

The financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. Material accounting policies adopted in preparation of this financial report are presented below and have been consistently applied unless otherwise stated. The presentation currency is Australian dollars.

Going concern

The Directors believe that it is reasonably foreseeable that the Company will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report after consideration of the following factors:

- The Company has cash at bank of \$3,730,000 and had net cash outflows from operating activities of \$597,932 for the year ended 30 June 2022. As of that date, the Company had net assets of \$23,217,131;
- The Company raised \$4,280,825 in capital under a non-renounceable pro-rata rights issue during the year and Directors are of the view that should the Company require additional capital it has the ability to raise further capital to enable the Company to meet scheduled exploration expenditure requirements and future plans on the development assets;
- The Company has the ability to scale back certain parts of their activities that are non-essential so as to conserve cash; and
- The Company retains the ability, if required, to wholly or in part dispose of interests in mineral exploration and development assets, and liquid investments.

Accordingly, the directors believe that the consolidated entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

Should the Company not achieve appropriate level of funding from some or all of the factors set out above, there is a material uncertainty which may cast significant doubt about whether the Company will continue as a going concern and therefore whether they will realise their assets and extinguish their liabilities in the normal course of business and at the amounts stated in the financial report.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the Company does not continue as a going concern.

New accounting standards and interpretations

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the AASB that are mandatory for the current reporting period. These Standards and Interpretations did not have any material impact on these financial statements.

Notes to and Forming Part of the Financial Statements

(a) Significant accounting policies continued

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Company for the annual reporting period ended 30 June 2022.

The Company has reviewed the new Standards and Interpretations that have been issued but are not yet effective for the year ended 30 June 2022. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to Company accounting policies.

Critical accounting judgements and key sources of estimation uncertainty

In the application of IFRS, management is required to make judgements, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgements. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

i) Significant accounting judgements

In the process of applying the Company's accounting policies, management has made the following judgements, apart from those involving estimations, which have the most significant effect on the amounts recognised in the financial statements:

Capitalisation of exploration and evaluation expenditure

The Company has capitalised significant exploration and evaluation expenditure on the basis either that this is expected to be recouped through future successful developments (or alternatively sale) of the Areas of Interest concerned or on the basis that it is not yet possible to assess whether it will be recouped. As at 30 June 2022, the carrying value of capitalised exploration expenditure is \$19,382,704.

Share based payments - performance rights

The Company issued performance rights to their employees and directors during the year ended 30 June 2022 and an amount of \$161,169 was expensed as share based payment. Refer to Note 1(n) for the Share-Based Payments accounting policy and Note 20 for details of the performance rights issued.

Share based payments - options

The Company issued unlisted options to their directors during the year ended 30 June 2022 and an amount of \$96,767 was expensed as share based payment. Refer to Note 1(n) for the Share-Based Payments accounting policy and Note 20 for details of the options issued.

ii) Significant accounting estimates and assumptions

The carrying amounts of certain assets and liabilities are often based on estimates and assumptions of future events. The key estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period are:

Impairment of capitalised exploration and evaluation expenditure

The future recoverability of capitalised exploration and evaluation expenditure is dependent on a number of factors, including whether the Company decides to exploit the related lease itself or, if not, whether it successfully recovers the related exploration and evaluation asset through sale.

Factors that could impact the future recoverability include the level of reserves and resources, future technological changes, costs of drilling and production, production rates, future legal changes (including changes to environmental restoration obligations) and changes to commodity prices.

(b) Income Tax

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the notional income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

Notes to and Forming Part of the Financial Statements

(b) Income Tax continued

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates which are enacted or substantively enacted for each jurisdiction. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability. An exception is made for certain temporary differences arising from the initial recognition of an asset or a liability. No deferred tax asset or liability is recognised in relation to these temporary differences if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Current and deferred tax balances attributable to amounts recognised directly in equity are also recognised directly in equity.

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantively enacted by the reporting date.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(c) Trade and Other Receivables

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost, less expected credit loss provision. Trade receivables are due for settlement no more than 30 days from the date of recognition.

Collectability of trade receivables is reviewed on an ongoing basis. Debts that are known to be uncollectible are written off. A provision for expected credit loss is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is recognised in the Statement of Profit or Loss and Other Comprehensive Income.

(d) Trade and Other Payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year and which are unpaid, together with assets ordered before the end of the financial year. The amounts are unsecured and are usually paid within 30 days of recognition.

(e) Cash and Cash Equivalents

For statement of cash flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and other short-term, highly liquid instruments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Comparative Figures

Where necessary, comparative figures have been adjusted to conform to the presentation in the current year.

(g) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of comprehensive income over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities, which are not incremental costs relating to the actual draw-down of the facility, are recognised as prepayments and amortised on a straight-line basis over the term of the facility.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Notes to and Forming Part of the Financial Statements

(h) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of associated goods and services tax (GST), unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the taxation authority, are presented as operating cash flows.

(i) Contributed Equity

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction from the proceeds. Incremental costs directly attributable to the issue of new shares or options for the acquisition of a business are not included in the cost of acquisition as part of the purchase consideration.

If the entity reacquires its own equity instruments, eg as the result of a share buy-back, those instruments are deducted from equity and the associated shares are cancelled. No gain or loss is recognised in the Statement of Profit or Loss and Other Comprehensive Income and the consideration paid including any directly attributable incremental costs (net of income taxes) is recognised directly in equity.

(j) Impairment of Assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. Assets are reviewed for impairment whenever events or changes in circumstances indicate that they might be impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash flows from other assets or groups of assets (cash-generating units). Non-financial assets that suffered impairment are reviewed for possible reversal of the impairment at each reporting date.

(k) Earnings per Share

i) Basic earnings per share

Basic earnings per share is calculated by dividing the profit or loss attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year.

ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

(l) Exploration and Evaluation Expenditure

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage which permits reasonable assessment of the economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against operating results in the year in which the decision to abandon the area is made. When production commences the accumulated costs for the relevant area of interest are classified as development costs and amortised over the life of the project area according to the rate of depletion of the economically recoverable reserves.

Where independent valuations of areas of interest have been obtained, these are brought to account. Subsequent expenditure on re-valued areas of interest is accounted for in accordance with the above principles. A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

At 30 June 2022 the Directors considered that the carrying value of the mineral tenement interests of the Company was as shown in the Statement of Financial Position and no further impairment arises other than that already recognised.

Notes to and Forming Part of the Financial Statements

(m) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances and amounts collected on behalf of third parties. Revenue is recognised for major business activities as follows:

i) Interest Income

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

ii) Other Services

Other debtors are recognised at the amount receivable and are due for settlement within 30 days from the end of the month in which services were provided.

(n) Share-Based Payments

Share-based compensation benefits are provided to employees via the Company's Employee Incentive Plans. The incentive plans consist of the short term and long term incentive plans for Executive Directors and other Executives and the employee share scheme for all other employees.

The fair value of rights granted under the short term and long term incentive plans is recognised as an employee benefits expense with a corresponding increase in equity. The total amount to be expensed is determined by reference to the fair value of the rights granted, which includes any market performance conditions and the impact of any non-vesting conditions but excludes the impact of any service and non-market performance vesting conditions.

Non-market vesting conditions and the impact of service conditions are included in assumptions about the number of rights that are expected to vest. The total expense is recognised over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of rights that are expected to vest based on the non-market vesting and service conditions. It recognises the impact of the revision to original estimates, if any, in the statement of comprehensive income, with a corresponding adjustment to equity.

The initial estimate of fair value for market based and non-vesting conditions is not subsequently adjusted for differences between the number of rights granted and number of rights that vest.

When the rights are exercised, the appropriate amount of shares are transferred to the employee. The proceeds received net of any directly attributable transaction costs are credited directly to equity.

The fair value of deferred shares granted to employees for nil consideration under the employee share scheme is recognised as an expense over the relevant service period, being the year to which the incentive relates and the vesting period of the shares. The fair value is measured at the grant date of the shares and is recognised in equity in the share-based payment reserve. The number of shares expected to vest is estimated based on the non-market vesting conditions. The estimates are revised at the end of each reporting period and adjustments are recognised in profit or loss and the share-based payment reserve.

(o) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker has been identified as the steering committee that makes strategic decisions.

The standard requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. The segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker.

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components. All operating segments' operating results are regularly reviewed by the Company's Managing Director to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.

Segment results that are reported to the Managing Director include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets (primarily the Company's headquarters), head office expenses, and income tax assets and liabilities.

Notes to and Forming Part of the Financial Statements

(o) Segment Reporting continued

Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment, and intangible assets other than goodwill.

(p) Leases

The Company assesses at the start of a contract whether or not it contains a lease, by deciding if the contract provides the right to control the use of an identified asset for a period of time in exchange for consideration.

The Company currently uses a single recognition and measurement approach for all leases, except for short-term leases and leases of low value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use underlying assets.

i) Right-of-use assets

The Company recognises right-of-use assets at the start of the lease and are measured at costs, less accumulated depreciation and impairment losses and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

ii) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments less any lease incentives received, variable lease payments that depend on an index or a rate and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g. changes to future payments resulting from a change in an index or rate used to determine such payments) or a change in the assessment of an option to purchase the underlying asset.

iii) Short-term leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option. It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as an expense on a straight-line basis over the lease term.

Notes to and Forming Part of the Financial Statements

2 INCOME AND EXPENSES

Revenue from continuing operations:

Interest received

Loss before income tax is arrived at after charging the following items:

Superannuation expenses

Capitalised exploration expenditure written off

3 INCOME TAX

Income tax expense

Current tax

Deferred tax

Numerical reconciliation of income tax expense to prima facie tax payable

Profit/(loss) before income tax

Tax at 25% (2021: 26%)

Tax effect of amounts which are not deductible (taxable) in calculating taxable income:

Tax effect of exploration expenditure claimed

Permanent differences

Other timing differences

Tax losses not recognised as an asset

Income Tax Expense / (Benefit)

Tax losses and unrecognised temporary differences

The Directors estimate that the potential future income tax benefit as at 30 June 2022 in respect of tax losses not brought to account is as follows:

Potential future tax benefit – income tax losses

Potential future tax benefit – capital losses

Potential deferred tax liability – exploration expenditure

This benefit for tax losses will only be obtained if:

- the Company derives income of a nature and amount sufficient to enable the benefit from the deductions for the loss to be realised;
- the Company continues to comply with the conditions for deductibility imposed by the law; and
- no changes in tax legislation adversely affect the Company in realising the benefit from the deductions for the losses.

2022 \$	2021 \$
6,298	25,993
6,298	25,993
120,841	76,567
-	5,594
-	-
-	-
-	-
(978,228)	(599,542)
(244,557)	(155,881)
(2,204,221)	(1,521,065)
75,328	6,092
(68,846)	(83,964)
2,442,296	1,754,818
-	-
5,412,616	3,089,529
31,350	32,604
(4,632,447)	(2,525,356)
811,519	596,777

Notes to and Forming Part of the Financial Statements

4 CURRENT ASSETS – CASH AND CASH EQUIVALENTS

Cash at bank

Cash at bank carries a floating interest rate of 0.2% at 30 June 2022 (2021: 1%). The above figures are reconciled to the cash at the end of the financial year as shown in the statement of cash flows in Note 18.

5 CURRENT ASSETS – TRADE AND OTHER RECEIVABLES

Trade receivables

ATO/GST assets

Other receivables (i)

(i) Included in other receivables is \$23,000 (2021: \$93,000), being funds loaned to a supplier to acquire an exploration asset in exchange for drilling services. The exploration asset will belong to the Company in the event of any alterations to the original agreement.

6 CURRENT ASSETS - OTHER

Prepaid insurance

7 NON-CURRENT ASSETS – CAPITALISED EXPLORATION EXPENDITURE

Capitalised exploration and tenement acquisition costs:

Carrying amount at the beginning of the year

Acquisition of tenements

Exploration expenditure capitalised

The ultimate recoupment of above expenditure relating to exploration is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

8 NON-CURRENT ASSETS – PROPERTY, PLANT AND EQUIPMENT

Plant and equipment at cost

Less accumulated depreciation

Reconciliations:

Plant and Equipment

Carrying amount at the beginning of the year

Additions

Depreciation

Carrying amount at the end of the year

2022 \$	2021 \$
3,730,000	8,047,415
3,730,000	8,047,415
-	6,235
93,113	216,927
23,048	94,971
116,161	318,133
6,899	3,917
6,899	3,917
10,422,822	4,506,326
143,000	66,246
8,816,882	5,850,250
19,382,704	10,422,822
289,532	239,302
(94,502)	(30,978)
195,030	208,324
208,324	18,255
50,230	212,029
(63,524)	(21,960)
195,030	208,324

Notes to and Forming Part of the Financial Statements

9 CURRENT LIABILITIES – TRADE AND OTHER PAYABLES

	2022 \$	2021 \$
Trade payables	131,175	346,509
Accrued expenses	41,782	113,551
Other expenses	40,706	51,126
	213,663	511,186

All amounts are expected to be settled in less than 12 months.

10 CONTRIBUTED EQUITY

(a) Ordinary Shares

Issued capital 116,091,553 (2021: 100,439,953) ordinary shares fully paid (net of share issue costs)

25,154,568	19,706,570
25,154,568	19,706,570

Movement in issued capital

	Number 2022	Number 2021	\$ 2022	\$ 2021
Balance at the beginning of the financial year	100,439,953	66,847,975	19,706,570	8,567,958
Shares issued under a Placement	-	12,000,000	-	6,000,000
Shares issued under a non-renounceable pro-rata rights issue	10,702,063	13,369,635	4,280,825	3,342,410
Shares issued from options exercised (refer Note 10b)	4,889,537	8,222,343	1,222,926	2,188,796
Shares issued from tenement acquisition	60,000	-	27,000	-
Share issue costs	-	-	(82,753)	(392,594)
Balance at the End of the Financial Year	116,091,553	100,439,953	25,154,568	19,706,570

Terms and condition of contributed equity

Ordinary Shares

Ordinary shares have no par value.

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held.

Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

(b) Options

During the year ended 30 June 2022, the following options were exercised:

4,888,182 options were exercised at \$0.25 cents to raise \$1,222,045
1,355 options were exercised at \$0.65 cents to raise \$881

As at 30 June 2022, the following unlisted options were on issue:

5,349,695 unlisted options – exercisable at 65 cents and expire on 31 December 2022
1,300,000 unlisted options – exercisable at 50 cents and expire on 4 April 2025
1,300,000 unlisted options – exercisable at \$1 and expire on 4 April 2026

Notes to and Forming Part of the Financial Statements

(c) Performance Rights

Balance as at 1 July 2020

Additions during the year

Balance as at 30 June 2021

Balance as at 1 July 2021

Additions during the year

Cancelled during the year

Balance at 30 June 2022

Refer to note 20 for further details.

Number
-
600,000
600,000
600,000
3,400,000
(1,875,000)
2,125,000

11 RESERVES AND ACCUMULATED LOSSES

(a) Accumulated Losses

Opening balance

Profit/(Loss) for the year

Closing Balance

(b) Reserves

Share based payment reserve (i)

(i) Share-Based Payments Reserve

The share-based payments reserve is used to recognise the fair value of shares, options and performance rights issued.

Balance at beginning of the year

Fair value of performance rights granted (refer Note 20)

Fair value of options granted (refer Note 20)

Balance at the end of the year

12 EARNINGS/(LOSS) PER SHARE

Profit/(loss) after tax attributable to members of Yandal Resources Limited

Basic profit/(loss) per share

Diluted profit/(loss) per share

2022 \$	2021 \$
(1,826,006)	(1,226,464)
(978,228)	(599,542)
(2,804,234)	(1,826,006)
866,797	608,861
866,797	608,861
608,861	599,750
161,169	9,111
96,767	-
866,797	608,861
(978,228)	(599,542)
(0.89) cents	(0.67) cents
(0.89) cents	(0.63) cents
Number	Number
108,862,866	88,864,154

Weighted average number of ordinary shares outstanding during the year used in the calculation of basic and diluted loss per share.

Notes to and Forming Part of the Financial Statements

Basic Earnings/(Loss) Per Share

Basic earnings/(loss) per share is determined by dividing the loss after income tax attributable to members of Yandal Resources Limited by the weighted average number of ordinary shares outstanding during the financial year, adjusted for any bonus elements in ordinary shares issued during the year.

Diluted Earnings/(Loss) Per Share

Diluted earnings/(loss) per share adjusts the figures used in the determination of basic earnings per share by taking into account amounts unpaid on ordinary shares and any change in earnings per share that will probably arise from the exercise of options outstanding during the financial year.

Where options exercise prices are above market values (out of the money), no dilutive impact arises as it increases the loss per share.

13 REMUNERATION OF AUDITORS

Remuneration for audit and review of financial reports by Rothsay Auditing
Remuneration for audit and review of financial reports by HLB Mann Judd

2022 \$	2021 \$
2,000	27,500
27,820	-
29,820	27,500

The Company changed its Auditors effective for year ended 30 June 2022.
\$2,000 attributed to Rothsay Auditing related to under-accruals in prior years.

14 KEY MANAGEMENT PERSONNEL AND RELATED PARTY DISCLOSURES

The persons holding positions as Directors of the Company during the financial year were:

Mr Timothy Kennedy	Managing Director	Appointed Chair 1 July 2021 Resigned Chair 4 April 2022 Appointed MD 4 April 2022
Mr Gregory Evans	Non-Executive Chairman	Appointed Chair 4 April 2022
Ms Katina Law	Non-Executive Director	Resigned Chair 1 July 2021
Mr David (Lorry) Hughes	Managing Director	Resigned 17 May 2022

Other key management personnel

There were no other persons who had authority and responsibility for planning, directing and controlling the major activities of the Company, directly or indirectly, during the financial year.

(a) Details of remuneration

Refer to the Remuneration Report contained in the Directors' Report for details of the remuneration paid or payable to each member of the Company's Key Management Personnel for the year ended 30 June 2022.

The total remuneration paid to Key Management Personnel of the Company and the Company during the year are as follows:

Short-term benefits	518,052	363,465
Post-employment benefits	43,209	34,529
Share based payments	146,597	-
	707,858	397,994

Notes to and Forming Part of the Financial Statements

(b) Other transactions with Director related entities

Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

(c) Exercise of options by Key Management Personnel

2,088,182 options issued in 2018 were exercised in the year ended 30 June 2022 at \$0.25 cents to raise \$522,046.

There were no other transactions with Key Management Personnel during the year.

15 SEGMENT REPORTING

The entity has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The entity operates predominantly in one business segment which is gold exploration and predominantly in one geographical area which is Western Australia.

The Company is domiciled in Australia. All revenue from external parties is generated from Australia only. All the assets are located in Australia.

16 FINANCE FACILITIES

No credit standby facility arrangement or loan facilities existed at 30 June 2022 or 30 June 2021.

17 COMMITMENTS FOR EXPENDITURE

Commitments for minimum expenditure requirements on the mineral exploration assets it has an interest in are payable as follows:

Within one year

Later than one year but not later than five years

Later than five years

2022 \$	2021 \$
870,940	1,015,540
3,218,160	3,747,440
470,700	310,600
4,559,800	5,073,580

18 NOTES TO THE STATEMENT OF CASH FLOWS

(a) Reconciliation of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:

Cash at bank

3,730,000	8,047,415
------------------	------------------

(b) Reconciliation of Net Cash Used In Operating Activities To Loss After Income Tax

Profit/(loss) after income tax

Depreciation

Share based payment

(978,228)	(599,542)
63,525	21,960
257,936	9,111

Movements in:

Receivables

Tax assets

Prepayments

Payables

6,976	44,181
123,814	(122,241)
(2,982)	1,338
(68,973)	97,761

Net Cash provided by/(used in) Operating Activities

(597,932)	(547,432)
------------------	------------------

(c) Non cash financing and investing activities

During the year ended 30 June 2022, 60,000 shares, valued at \$27,000 were issued for the acquisition of tenements.

There were no non-cash financing and investing activities during the year ended 30 June 2021.

Notes to and Forming Part of the Financial Statements

19 FINANCIAL RISK MANAGEMENT AND POLICIES

The Company's exploration activities are being funded by equity and are not exposed to significant financial risks. There are no speculative or financial derivative instruments. Funds are invested for various short term periods to match forecast cash flow requirements.

The Company holds the following financial instruments:

Financial assets

Cash and cash equivalents

Receivables

Financial liabilities

Payables

2022 \$	2021 \$
3,730,000	8,047,415
116,161	318,133
3,846,161	8,365,548
213,663	511,186
213,663	511,186

The Company's principal financial instruments comprise cash and short-term deposits. The Company does not have any borrowings. The main purpose of these financial instruments is to fund the Company's operations.

The main risks arising from the Company are credit risk, capital risk and liquidity risk. The Board of Directors reviews and agrees policies for managing each of these risks and they are summarised below:

(a) Credit risk

Management does not actively manage credit risk.

The Company has no significant exposure to credit risk from external parties at year end. The maximum exposure to credit risk at the reporting date is equal to the carrying value of financial assets at 30 June 2022.

Cash at bank is held with internationally regulated banks.

Other receivables are of a low value and all amounts are current.

(b) Capital risk

The Company's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

Notes to and Forming Part of the Financial Statements

19 FINANCIAL RISK MANAGEMENT AND POLICIES continued

(c) Liquidity risk

Maturity profile of financial instruments

Prudent liquidity risk management implies maintaining sufficient cash balances and access to equity funding.

The Company's exposure to the risk of changes in market interest rates relate primarily to cash assets and floating interest rates. The Company does not have significant interest-bearing assets and is not materially exposed to changes in market interest rates.

The Directors monitor the cash-burn rate of the Company on an on-going basis against budget and the maturity profiles of financial assets and liabilities to manage its liquidity risk.

The following table sets out the carrying amount, by maturity, of the financial instruments including exposure to interest rate risk:

	< 1 month	1 – 3 months	3 months – 1 year	1 – 5 years	Over 5 years	Total	Weighted average effective interest rate %
As at 30 June 2022							
Financial Assets:							
Cash	3,730,000	-	-	-	-	3,730,000	0.02%
Receivables	116,161	-	-	-	-	116,161	-
	3,846,161	-	-	-	-	3,846,161	-
Financial Liabilities:							
Payables	213,663	-	-	-	-	213,663	-
	213,663	-	-	-	-	213,663	-
As at 30 June 2021							
Financial Assets:							
Cash	8,047,415	-	-	-	-	8,047,415	0.25%
Receivables	318,133	-	-	-	-	318,133	-
	8,365,548	-	-	-	-	8,365,548	-
Financial Liabilities:							
Payables	511,186	-	-	-	-	511,186	-
	511,186	-	-	-	-	511,186	-

Sensitivity analysis – interest rates

The sensitivity effect of possible interest rate movements have not been disclosed as they are immaterial.

(d) Net fair value of financial assets and liabilities

Unless otherwise stated, the carrying amount of financial instruments reflect their fair value.

Notes to and Forming Part of the Financial Statements

20 SHARE BASED PAYMENTS

(a) Performance Rights

(i) 30 June 2022

During the year ended 30 June 2022, \$161,169 was expensed as a share based payment respect of the Company's Class A, B, C and D performance rights, with the fair value being recognised over the vesting period. As at 30 June 2022, a total of 2,125,000 performance rights remain unvested.

In November 2021, directors were granted a total of 2,100,000 Class B, C and D performance rights.

In December 2021, employees were granted a total of 1,300,000 Class C and D performance rights as announced to the ASX on 18 January 2022.

The performance rights were granted at nil consideration, do not have an exercise price and will lapse if the vesting conditions are not met.

The Performance Rights are issued under the Company's Employee Incentive Scheme (EIS), dated 19 October 2018 and were approved by shareholders at the General Meeting held on 19 November 2021. The issue to Directors was on 22 November 2021 and the issue to employees was granted on 6 December 2021.

Each Performance Right will, at the election of the holder, vest, and convert to one fully paid ordinary share, subject to the satisfaction of certain Performance Conditions.

The terms of the Performance Rights on issue are as follows:

Class of Performance Rights	Service Condition	Performance Condition
Class B Performance Rights	The holder or the holder's representative remains engaged as an employee or Director until 1 June 2022.	(a) On or before 1 July 2022 the volume weighted average price of the Company's Shares over 20 consecutive Trading Days on which the Shares trade is \$1.00 or more; or (b) On or before 1 July 2022 a Takeover Event occurs where the bidder pays a price of \$1.00 or more per Share.
Class C Performance Rights	The holder or the holder's representative remains engaged as an employee or Director until 1 June 2023.	(a) On or before 1 July 2023 the volume weighted average price of the Company's Shares over 20 consecutive Trading Days on which the Shares trade is \$2.00 or more; or (b) On or before 1 July 2023 a Takeover Event occurs where the bidder pays a price of \$2.00 or more per Share.
Class D Performance Rights	The holder or the holder's representative remains engaged as an employee or Director until 1 June 2024.	(a) On or before 1 July 2024 the volume weighted average price of the Company's Shares over 20 consecutive Trading Days on which the Shares trade is \$3.00 or more; or (b) On or before 1 July 2024 a Takeover Event occurs where the bidder pays a price of \$3.00 or more per Share.

Notes to and Forming Part of the Financial Statements

20 SHARE BASED PAYMENTS continued

(a) Performance Rights continued

(ii) 30 June 2021

600,000 Class A performance rights were issued to employees of the Company.

The performance rights were granted to nil consideration, do not have any exercise price and will lapse if the vesting conditions are not met.

The Performance Rights are issued under the Company's Employee Incentive Scheme (EIS), dated 19 October 2018.

Each performance right will convert to an ordinary share upon satisfaction of the below vesting criteria:

1. Prior to 1 July 2022, the volume weighted average price of the Company's shares over 20 consecutive trading days on which the shares trade is \$1.00 or more; and
2. Completing 12 months of continuous employment with the Company to 1 June 2022.

During the year ended 30 June 2021, \$9,111 was expensed as a share based payment.

Set out below is a summary of the performance rights on issue:

	Employees			Directors			Total
	Class A	Class C	Class D	Class B	Class C	Class D	
Number granted	600,000	650,000	650,000	700,000	700,000	700,000	4,000,000
Grant date	11 Jun 2021	6 Dec 2021	6 Dec 2021	22 Nov 2021	22 Nov 2021	22 Nov 2021	
Expiry date of milestone achievements	1 Jul 2022	1 July 2023	1 July 2024	1 Jul 2022	1 Jul 2023	1 Jul 2024	
Share price hurdle	\$1.00	\$2.00	\$3.00	\$1.00	\$2.00	\$3.00	
Fair value per right	\$0.3077	\$0.0699	\$0.0949	\$0.0969	\$0.1043	\$0.1291	
Number cancelled at 30 June 2021	-	N/A	N/A	N/A	N/A	N/A	-
Number cancelled at 30 June 2022	(275,000)	(200,000)	(200,000)	(400,000)	(400,000)	(400,000)	(1,875,000)
Number vested at 30 June 2021	-	N/A	N/A	N/A	N/A	N/A	-
Number vested at 30 June 2022	-	-	-	-	-	-	-
Number remaining at 30 June 2021	600,000	-	-	-	-	-	600,000
Number remaining at 30 June 2022	325,000	450,000	450,000	300,000	300,000	300,000	2,125,000
Total fair value at grant date	\$184,620	\$67,830	\$73,010	\$90,370	\$45,435	\$61,685	\$522,950
Value of rights cancelled – year ended 30 June 2022	(\$84,618)	(\$38,760)	(\$41,720)	(\$51,640)	(\$13,980)	(\$18,980)	(\$249,628)
Total fair value that would be recognised over the vesting period if rights are vested	\$100,003	\$31,455	\$42,705	\$29,070	\$31,290	\$38,730	\$273,253
Amount expensed at 30 June 2021	\$9,111	-	-	-	-	-	\$9,111
Amount expensed at 30 June 2022	\$90,631	\$11,328	\$9,379	\$28,940	\$11,847	\$9,044	\$161,169
Total fair value still to be recognised at 30 June 2022 if all remaining rights are vested	\$260	\$130	\$19,443	\$29,686	\$20,127	\$33,326	\$102,972

Notes to and Forming Part of the Financial Statements

20 SHARE BASED PAYMENTS continued

(a) Performance Rights continued

The fair value of the rights was determined using Hoadley's Barrier 1 model that takes into account the vesting condition of the rights, and was based on the following inputs:

Assumptions	Rights					
	Employees			Directors		
	Class A	Class C	Class D	Class B	Class C	Class D
Spot price	\$0.555	\$0.395	\$0.395	\$0.4519	\$0.4519	\$0.4519
Vesting hurdle	\$1.00	\$2.00	\$3.00	\$1.00	\$2.00	\$3.00
Exercise price	Nil	Nil	Nil	Nil	Nil	Nil
Expiry date	1 July 2022	1 July 2023	1 July 2024	1 July 2022	1 July 2023	1 July 2024
Expected future volatility	85%	80%	80%	80%	80%	80%
Risk free rate	-0.01%	0.54%	0.89%	0.55%	0.55%	0.95%
Dividend yield	Nil	Nil	Nil	Nil	Nil	Nil

Notes to and Forming Part of the Financial Statements

20 SHARE BASED PAYMENTS continued

(b) Options

During the year ended 30 June 2022, the Company issued options to its directors, Mr Evans and Mr Kennedy. An amount of \$96,767 was expensed as a share based payment.

Details of the options issued are as follows:

	Tranche 1 Options		Tranche 2 Options		Total
Details	Unlisted options to be issued for nil consideration. Each option is exercisable into one ordinary share at any time on or before the expiry date		Unlisted options to be issued for nil consideration. Each option is exercisable into one ordinary share at any time between meeting the vesting conditions and the expiry date		
Vesting conditions	None		Continuous service until 4 April 2023		
Methodology	Black Scholes		Black Scholes		
Grant date	19 May 2022		19 May 2022		
Vesting date	-		4 April 2023		
Expiry date	4 April 2025		4 April 2026		
Share price at grant date (\$)	0.200		0.200		
Exercise price (\$)	0.500		1.000		
Risk-free rate (%)	2.901		2.901		
Volatility (%)	85		85		
Dividend yield (%)	-		-		
Fair value per Option (\$)	0.0668		0.0582		
Recipient	Tim Kennedy	Gregory Evans	Tim Kennedy	Gregory Evans	
Number	1,000,000	300,000	1,000,000	300,000	2,600,000
Total fair value (\$)	66,799	20,040	58,185	17,456	162,480
Recipient	Tim Kennedy	Gregory Evans	Tim Kennedy	Gregory Evans	
Number vested at 30 June 2022	1,000,000	300,000	-	-	1,300,000
Number remaining at 30 June 2022	1,000,000	300,000	1,000,000	300,000	2,600,000
Amount expensed to 30 June 2022	66,799	20,040	7,637	2,291	96,767
Amounts to be expensed in future periods if voting condition is met	-	-	50,548	15,165	65,713

Notes to and Forming Part of the Financial Statements

21 LEASES

This note provides information for leases where the Company is a lessee.

The Company adopted AASB 16 from 1 July 2019.

The Company applied AASB 16 on its leases as follows:

Lease	Impact on the Company's Financial Position or Performance
	June 2022
Office space	Lease agreement is on a month by month basis, therefore eligible for short term exemption, no impact.
Office equipment/photocopiers	Lease agreement is on a month by month basis, therefore eligible for short term exemption, no impact.

22 CONTINGENCIES

There are no contingent assets or liabilities at reporting date.

23 EVENTS AFTER REPORTING DATE

- In September 2022, the Company issued 1,000,000 unlisted options to employees under its Employee Incentive Scheme, the unlisted options vest immediately and are exercisable on or before 1 September 2025 at an exercise price of 30 cents.

At the date of the Directors' Declaration no other matter or circumstance has arisen since 30 June 2022 that has significantly affected or may significantly affect the operations, results of those operations, or state of affairs of the Company, subsequent to 30 June 2022.

Shareholder Information

Additional information required by the Australian Stock Exchange Limited Listing Rules, and not disclosed elsewhere in this report.

SHAREHOLDINGS

The names of ordinary shares held by the substantial shareholders as at 12 September 2022 were:

• Gold Road Resources Limited	23,362,809
• Au Xingao Investment Pty Ltd	17,791,981
• Merrill Lynch (Australia) Nominees Pty Limited	8,718,569
• Abadi Investments Pty Ltd <VK & ML Datt Super A/C>	7,960,289
• Mr Kenneth Joseph Hall <Hall Park A/C>	7,110,000

UNQUOTED SECURITIES OPTIONHOLDINGS

Nature	Expiry Date	Exercise Price of Options	Number under Option	Number of Holders
Unlisted options	31 December 2022	65 cents	5,349,695	119
Unlisted options	4 April 2025	50 cents	1,300,000	2
Unlisted options	4 April 2026	\$1	1,300,000	2
Unlisted options	1 September 2025	30 cents	1,000,000	4

The numbers of unlisted options with an exercise price \$0.65, expiring 31 December 2022 held by the substantial option holders as at 12 September 2022 were:

• Gold Road Resources Limited	1,665,630
• Au Xingao Investment Pty Ltd	1,217,372
• Mr Kenneth Joseph Hall <Hall Park A/C>	500,000
• Avenir Gold Pty Ltd	383,334

CLASS OF SHARES AND VOTING RIGHTS

As at 12 September 2022, there were 655 holders of the ordinary shares, 127 holders of unlisted options of the Company. The voting rights attached to the shares are:

- at a meeting of members or classes of members each member entitled to vote may vote in person or by proxy or by attorney; and
- on a show of hands every person present who is a member has one vote, and on a poll every person present in person or by proxy or attorney has one vote for each ordinary share held.

DISTRIBUTION OF SHAREHOLDERS (as at 12 September 2022)

Category	Number of Shareholders
1 – 1,000	45
1,001 – 5,000	146
5,001 – 10,000	102
10,001 – 100,000	275
100,001 – over	87
TOTAL HOLDERS	655

The number of shareholders holding less than a marketable parcel as at 12 September 2022 was 31.

Shareholder Information

Twenty largest shareholders as at 12 September 2022

	Name	Balance	%
1	GOLD ROAD RESOURCES LIMITED	23,362,809	20.124%
2	AU XINGAO INVESTMENT PTY LTD	17,791,981	15.326%
3	MERRILL LYNCH (AUSTRALIA) NOMINEES PTY LIMITED	8,718,569	7.510%
4	ABADI INVESTMENTS PTY LTD <VK & ML DATT SUPER A/C>	7,960,289	6.857%
5	MR KENNETH JOSEPH HALL <HALL PARK A/C>	7,110,000	6.124%
6	AVENIRA GOLD PTY LTD	4,390,932	3.782%
7	MS RENAE WAINWRIGHT & MR DAVID LAWRENCE HUGHES <HUGHES FAMILY A/C>	3,845,500	3.312%
8	BILL BROOKS PTY LTD <BILL BROOKS SUPER FUND A/C>	1,899,680	1.636%
9	HERA INVESTMENTS PTY LTD	1,761,720	1.518%
10	EST MR PETER PIOTR MACKOW	1,701,265	1.465%
11	MRS MARISA MACKOW	1,544,638	1.331%
12	MRS KATINA MARIA ETHEL LAW & MR PETER S LAW <KATINA LAW FAMILY A/C>	1,390,000	1.197%
13	UBS NOMINEES PTY LTD	1,251,470	1.078%
14	CAROLINE HOUSE SUPER FUND PTY LTD <THE CAROLINE HOUSE S/F A/C>	1,112,608	0.958%
15	GARRETT SMYTHE LTD	1,096,623	0.945%
16	ZINFANDEL EXPLORATION PTY LTD	1,000,000	0.861%
17	B & M LAWS SUPER FUND PTY LTD <B & M LAWS SUPER FUND A/C>	1,000,000	0.861%
18	KESLI CHEMICALS PTY LTD <RUANE S/F A/C>	971,126	0.837%
19	POUNAMU CAPITAL PTY LIMITED	947,917	0.817%
20	MR RODERICK JAMES TRIGWELL	822,234	0.708%
Total Securities of Top 20 Holdings		89,679,361	77.249%
Total of Securities		116,091,553	

Tenement Schedule

Locality	Tenement ID	Holder	Beneficial Ownership of Yandal Resources Ltd	Notes
Ironstone Well Gold Project				
Oblique/Quarter Moon	E53/1882	Yandal Resources Limited	100%	
Flushing Meadows	E53/1963	Yandal Resources Limited	100%	
Flushing Meadows	E53/1964	Yandal Resources Limited	100%	
Ironstone Well	M53/1093	Yandal Resources Limited	100%	
Flushing Meadows	MLA53/1108	Yandal Resources Limited	100%	
Flushing Meadows	LA53/222	Yandal Resources Limited	100%	
Barwidgee Gold Project				
New England	E53/1843	Yandal Resources Limited	100%	
New England	P53/1638	Yandal Resources Limited	100%	
New England	P53/1639	Yandal Resources Limited	100%	
Mazzucco	P53/1704	Yandal Resources Limited	100%	
Greenstone Hill	P53/1714	Yandal Resources Limited	100%	
Tuscan	P53/1715	Yandal Resources Limited	100%	
Mt McClure Gold Project				
Success	M36/691	Yandal Resources Limited	100%	
Parmelia	M36/692	Yandal Resources Limited	100%	
Challenger	M36/693	Yandal Resources Limited	100%	
Mt McClure	P36/1892	Yandal Resources Limited	100%	
Mt McClure	P36/1893	Yandal Resources Limited	100%	
Mt McClure	P36/1894	Yandal Resources Limited	100%	
Mt McClure	P36/1895	Yandal Resources Limited	100%	
Mt McClure	P36/1896	Yandal Resources Limited	100%	
Success	P36/1922	Yandal Resources Limited	100%	

Tenement Schedule

Locality	Tenement ID	Holder	Beneficial Ownership of Yandal Resources Ltd	Notes
Gordans Gold Project				
Mt Jewell	E24/198	Yandal Resources Limited	100%	
Mt Jewell	E27/536	Yandal Resources Limited	100%	
Mulgarrie	E27/570	Yandal Resources Limited/PVW	100%	
Gordons	E27/601	Yandal Resources Limited	100%	
Wild Dog	E27/602	Yandal Resources Limited	100%	
Mt Vettters	E27/605	Yandal Resources Limited	100%	
Gordons	M27/11	Yandal Resources Limited	100%	
Mulgarrie	M27/237	Yandal Resources Limited	100%	
Gordons	M27/502	Yandal Resources Limited	100%	
Gordons	P26/4577	Yandal Resources Limited	100%	
Mt Jewell	P27/2206	Yandal Resources Limited	100%	
Boomerang Dam	P27/2214	Yandal Resources Limited	100%	
Gordon North	P27/2216	Yandal Resources Limited/Moho	100%	1
Gordon North	P27/2217	Yandal Resources Limited/Moho	100%	1
Gordon North	P27/2218	Yandal Resources Limited/Moho	100%	1
Gordon North	P27/2226	Yandal Resources Limited/Moho	100%	1
Mulgarrie	P27/2234	Yandal Resources Limited	100%	
Kanowna	P27/2325	Yandal Resources Limited	100%	
Mt Eba	P27/2331	Yandal Resources Limited	100%	
Called Back Leases	P27/2332	Yandal Resources Limited	100%	
Gordons	P27/2338	Yandal Resources Limited	100%	
Gordons	P27/2339	Yandal Resources Limited	100%	
Gordons	P27/2340	Yandal Resources Limited	100%	
Gordons	P27/2341	Yandal Resources Limited	100%	
Gordons	P27/2342	Yandal Resources Limited	100%	
Gordons	P27/2343	Yandal Resources Limited	100%	
Gordons	P27/2344	Yandal Resources Limited	100%	
Gordons	P27/2345	Yandal Resources Limited	100%	
Gordons	P27/2346	Yandal Resources Limited	100%	
Gordons	P27/2354	Yandal Resources Limited	100%	
Gordons	P27/2355	Yandal Resources Limited	100%	
Gordons	P27/2356	Yandal Resources Limited	100%	
Gordons	P27/2357	Yandal Resources Limited	100%	

Tenement Schedule

Locality	Tenement ID	Holder	Beneficial Ownership of Yandal Resources Ltd	Notes
Gordans Gold Project continued				
Gordons	P27/2358	Yandal Resources Limited	100%	
Gordons	P27/2359	Yandal Resources Limited	100%	
Gordons	P27/2360	Yandal Resources Limited	100%	
Gordons	P27/2361	Yandal Resources Limited	100%	
Gordons	P27/2362	Yandal Resources Limited	100%	
Gordons	P27/2363	Yandal Resources Limited	100%	
Gordons	P27/2364	Yandal Resources Limited	100%	
Gordon	P27/2456	Yandal Resources Limited/Moho	100%	1
Gordons	P27/2461	Yandal Resources Limited	100%	
Gordons	LA27/100	Yandal Resources Limited	100%	
Gordons	LA27/101	Yandal Resources Limited	100%	
White Dam				
White Dam	E26/229	Yandal Resources Limited	100%	

Notes:

1. These tenements are the subject of the Moho Resources Limited Heads of Agreement dated 10 November 2021. .

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