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MEDIA RELEASE

6 September 2024

Austral Gold Announces Filing of 2024 Half Year Report

Established gold producer Austral Gold Limited's (Austral or the Company) (ASX: AGD; TSX-V: AGLD; OTCQB: AGLDF) is pleased to announce that announces that it has filed its half year report for the six months ended 30 June 2024. The complete Report is available under the Company's profile at www.asx.com, www.sedarplus.ca, www.otcmarkets.com and on the Company's website at www.australgold.com/.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

Release approved by the Chief Executive Officer of Austral Gold, Stabro Kasaneva.

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AUSTRALGOLD

Unique Value Proposition for
Gold Production, Exploration
and **Investments** in the Americas

HY2024

Results for the half-year ended 30 June 2024

www.australgold.com

RESULTS FOR HALF-YEAR ENDED 30 JUNE 2024

Appendix 4D, previous corresponding period, half-year ended 30 June 2023.

Revenue and net profit				US$'000
Revenue from ordinary activities	Down	33%	to	19,074
Loss from ordinary activities after tax	Up	618%	to	(17,975)
Net Loss attributable to members	Up	619%	to	(17,969)
Dividend information				

No interim dividend for the financial half year 2024 has been declared.

Net tangible assets per security	June 2024 per share	Dec 2023 per share
Net tangible assets per security	US$0.04	US$0.07
Common shares on issue at balance sheet date	612,311,353	612,311,353

Additional Appendix 4D disclosure requirements can be found in the Directors' Report and the 30 June 2024 half-year financial statements.

This report is based on the consolidated half-year financial statements for the period to 30 June 2024 which have been reviewed by KPMG and are not subject to dispute or qualification. The Independent Auditors' Review Report is included herein.

This is a half-yearly report and is to be read in conjunction with the 31 December 2023 Annual Report.

TABLE OF CONTENTS

CORPORATE DIRECTORY

KEY MANAGEMENT
Stabro Kasaneva
Chief Executive Officer and Executive Director

Rodrigo Ramirez
Vice President of Operations

Jose Bordogna
Chief Financial Officer

Raul Guerra*
Former Vice President of Exploration

DIRECTORS
Eduardo Elsztain
Chair & Non-Executive Director

Saul Zang
Non-Executive Director

Pablo Vergara del Carril
Non-Executive Director

Stabro Kasaneva
Chief Executive Officer and Executive Director

Robert Trzebski
Independent Non-Executive Director

Ben Jarvis
Independent Non-Executive Director

COMPANY SECRETARIES
David Hwang
Jose Bordogna

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LISTED
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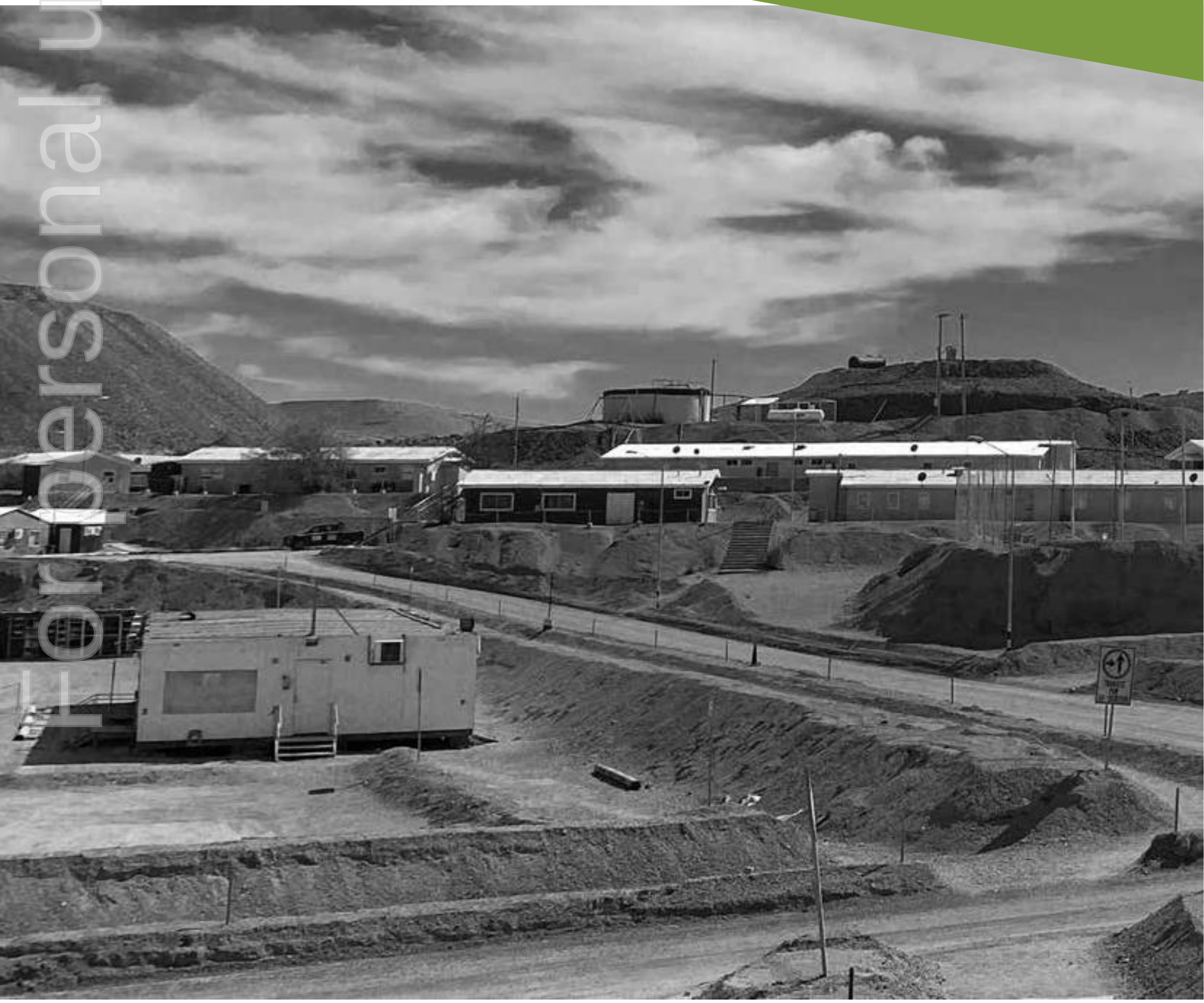
ASX: AGD

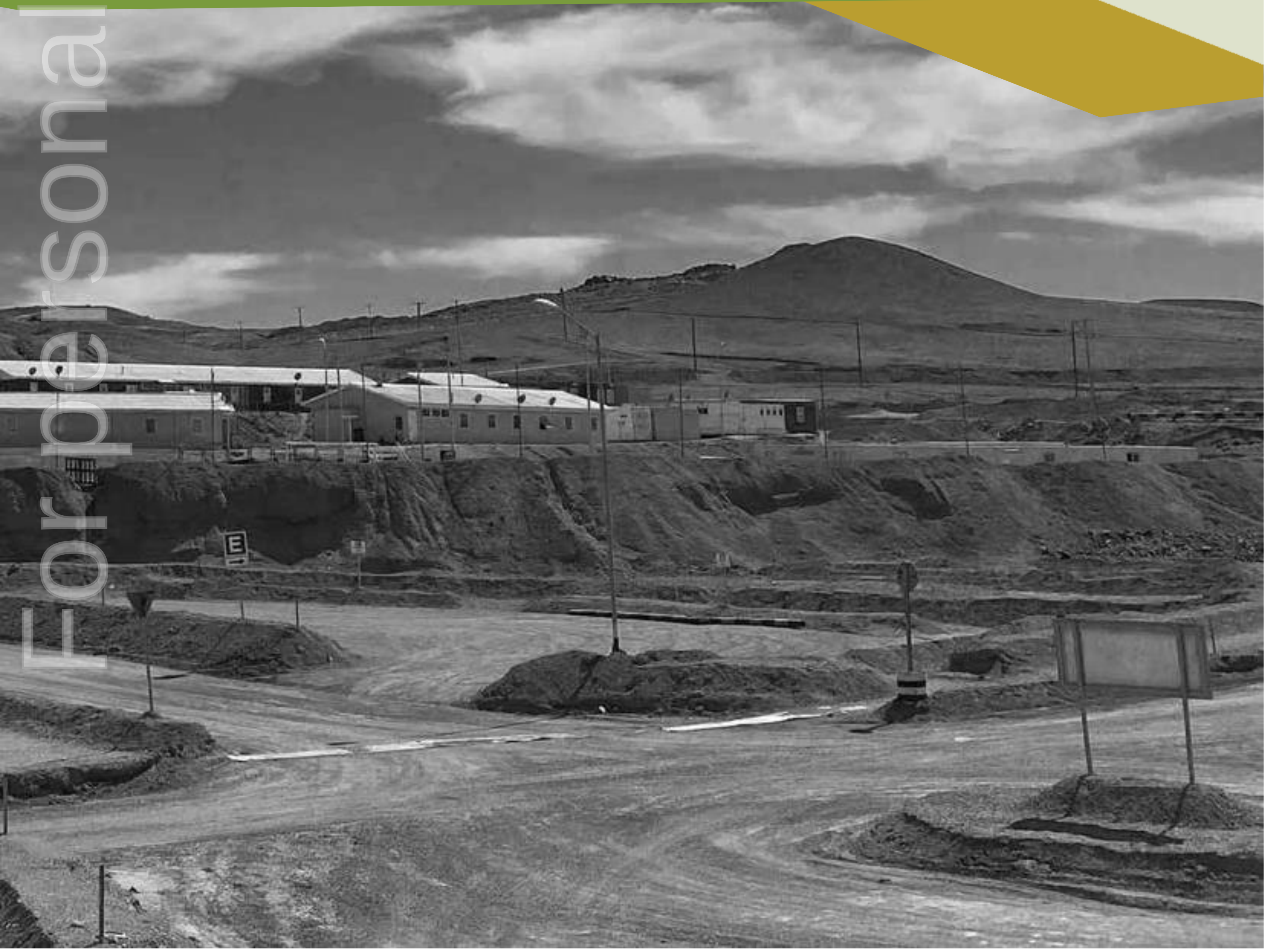
TSX Venture Exchange
TSXV: AGLD
OTC Bulletin Board
OTCQB: AGLDF

PLACE OF INCORPORATION:
Western Australia

DIRECTORS' REPORT



Your Directors present their report together with the consolidated interim financial report for the half-year ended 30 June 2024 and the Independent Auditor’s Review Report. All Directors were in office for the full reporting period, from 1 January 2024 to 30 June 2024 and up to the date of this report.



PRINCIPAL ACTIVITIES DURING HY24

Achieved production of 8,521 gold equivalent ounces at the Group's Guanaco/Amancaya mine complex, integrating agitation and heap leaching processes, with gradual contributions from the new Heap Reprocessing Project that was launched in 2023

Announced positive results for its updated Mineral Resource Estimate for the Company's 100% owned Casposo-Manantiales mine complex, prepared by an independent Qualified Person in accordance with NI 43-101 and JORC (2012)

Realised gains from the sale of equity investments in Canadian listed companies Pampa Metals and Revival Gold, and ASX listed Unico Silver, while maintaining the Company's position as the largest individual shareholder in Unico Silver

Secured related party loans, net of repayments of approximately US$3.6 million in principal from the Company's major shareholder and entities under his control, continuing to benefit from his support

There were no other significant changes in our principal activities during the year. All resolutions were passed at the Company's 28 May 2024 Annual General Meeting.

REVIEW OF RESULTS OF OPERATIONS

A summary of key operating results for HY24 and HY23 are set out in the following tables for comparative purposes.

KEY OPERATIONAL INDICATORS

Guanaco/Amancaya Operations	For the six months ended 30 June	
	2024	2023
Mined Ore	28,567	116,788
Processed (t)	158,736	193,160
Plant Grade Underground (g/t Au)	2.45	3.49
Plant Grade Heap (g/t Au)	6.89	10.38
Plant Grade Underground (g/t Ag)	1.33	1,53
Plant Grade Heap (g/t Ag)	3.88	11.17
Gold recovery rate (%)	85.0	92.8
Silver recovery rate (%)	59.9	76.3
Gold produced (Oz)	8,302	13,769
Silver produced (Oz)	18,702	48,724
Gold-Equivalent produced (Oz) (1)	8,521	14,346
C1 Cash Cost of Production (US$/AuEq Oz)(2)	1,889	1,451
All-in Sustaining Cost (US$/Au Oz)(3)	2,090	1,857
Realised gold price (US$/Au Oz)	2,186	1,931
Realised silver price (US$/Ag Oz)	26	23
Gold Equivalent sales volume	8,726	14,658

(1) (AuEq) ratio is calculated at:85:1 Ag:Au for the six months ended 30 June 2024 and 84:1 Ag:Au for the six months ended 30 June 2023
(2) The cash cost (C1) includes: Mine, Plant, On-Site G&A, Smelting, Refining, and Royalties (excludes Corporate G&A). It is the cost of production per gold equivalent ounce.
(3) The All-in Sustaining Cost (AISC) includes: C1, Sustaining Capex, Brownfield Exploration, and Mine Closure Amortisation

Cash Costs of Production (C1) refer to the direct expenses incurred during the production of gold. These costs are typically reported on a per-ounce basis while All in Sustaining costs (AISC) provides a comprehensive view of the total costs included with gold production and includes cash costs plus sustaining costs to maintain ongoing mining operations.

Cash Cost of Production (C1) and All-in Sustaining Cost (AISC) Breakdown (Expressed in USD per GEO)	For the six months ended 30 June	
	2024	2023
Mining	272	600
Plant	1,113	491
Geology, engineering, and laboratory	87	116
Onsite general and administration	224	220
Smelting and refining	55	23
Royalties and taxes	52	50
Inventory movement	83	(51)
Other	3	2
Cash Cost (C1)	**1,889**	**1,451**
Reclamation & Remediation amortisation	8	3
Sustaining capital expenditure	36	256
Other administration costs	58	49
Financial leases	99	98
All in Sustaining costs (AISC)	**2,090**	**1,857**

Guanaco/Amancaya Operations	For the six months ended 30 June	
	2024	2023
Revenue	19,074	28,290
Gross profit	1,157	3,496
Gross profit %	6.1	12.4
Adjusted gross profit (excluding depreciation and amortisation)	3,040	6,744
Adjusted gross profit % (excluding depreciation and amortisation)	15.9	23.8
Adjusted (loss) earnings	2,678	4,369
Adjusted earnings per share (basic and fully diluted)	0.004	0.007
Loss before income tax	(20,910)	(2,918)
Loss attributed to shareholders	(17,969)	(2,498)
Loss attributed to non-controlling interests	(6)	(5)
Loss per share (Basic)	(2.93)c	(0.41)c
Loss earnings per share (diluted)	(2.93)c	(0.41)c
Comprehensive loss	(17,979)	(2,500)

Note: Adjusted earnings and basic adjusted earnings per share are non-IFRS measures that the Company considers to better reflect normalized earnings as it eliminates items that in management's judgment are subject to volatility as a result of factors which are unrelated to operations in the period, and readers are cautioned that Adjusted earnings may not be comparable to similar measures presented by other companies. Further, readers are cautioned that Adjusted Earnings should not replace profit or loss or cash flows from operating, investing and financing activities (as determined in accordance with IFRS), as an indicator of the Company's performance.

ADJUSTED EARNINGS

Guanaco/Amancaya Operations	For the six months ended 30 June	
	2024	2023
Loss before tax	(20,910)	(2,918)
Depreciation and amortisation[(1)]	1,901	3,269
Other (income)[(2)]		
Gain on sale of subsidiary	-	(1,964)
Gain on sale and on fair value of financial assets	(1,012)	(7)
Sale of equipment	(374)	-
Equipment rental	(28)	(151)
Other[(3)]	(172)	(353)
Other expenses[(4)]		
Impairment of exploration and evaluation expenditure	8,320	2,107
Impairment of plant, property and equipment	11,025	-
Care and maintenance	858	1,029
Loss on fair value of financial assets	-	1,859
Rawhide financial option and due diligence expenses	-	617
Other	1,338	364
Finance income[(5)]		
Interest income	(49)	(81)
Present value adjustment to mine closure provision	(176)	(64)
Finance costs[(6)]		
Interest expense	1,842	521
Present value adjustment to mine closure provision	115	81
Share of loss of associates	-	60
Adjusted Earnings	**2,678**	**4,369**

(1) Includes US$7 thousand (2023: US$12 thousand) of depreciation and amortisation included in administration expenses (note 9) and US$11 thousand (2023: US$9 thousand) included in Other expenses in care and maintenance expenses
(2) Note 7 to the financial statements
(3) Reconciles with note 7 to the financial statements
(4) Note 8 to the financial statements
(5) Note 10 to the financial statements
(6) Note 11 to the financial statements

Thousands of US$	As at	
	30 June 2024	31 December 2023
Cash & cash equivalents	1,238	1,039
Current assets	15,391	17,135
Non-current assets	63,455	87,149
Current liabilities	38,366	40,820
Non-current liabilities	17,072	21,891
Net assets	23,408	41,573
Net current liabilities[1]	(22,975)	(23,685)
Current loans and borrowings[1]	16,069	13,540
Non-current loans and borrowings[1]	2,267	2,568
Current lease liabilities	976	1,169
Non-current lease liabilities	715	1,143
Combined debt (borrowings and financial leases)	20,027	18,420
Combined net debt (net of cash & cash equivalents)	18,789	17,381
Current ratio[2]	0.40	0.42
Total liabilities to net assets	2.37	1.51

(1) Per Note 30.4 to the financial statements, on 26 July 2024, the Group entered into a US$7,000 thousand 4-year loan and restructured US$6,200 thousand of loans and borrowings, of which US$3,200 thousand were current. As a result of the restructuring, pro-forma net current liabilities, current loans and borrowings and non-current loans and borrowings at 30 June 2024 is US$18,301 thousand, US$11,924 thousand and US$6,411 thousand.
(2) Current Assets divided by Current Liabilities

OPERATING AND FINANCIAL RESULTS OF THE GROUP

During HY24, the Group realised a loss before and after income tax of US$20,910 thousand (HY23: $2,918 thousand) and US$17,975 thousand (HY23:US$2,503 thousand), respectively.

Sales revenues from operations totaled US$19,074 thousand compared to $28,290 thousand in HY23. The gross profit (including depreciation and amortisation) was US$1,157 thousand (6.1% margin) in HY24, compared to US$3,496 thousand (12.4% margin) in HY23. The gross profit margin (excluding depreciation and amortization) was 15.9% in HY24, compared to 23.8% in HY23.

The decrease in gross profit during HY24 from HY23 was primarily due to (i) a reduction in sales of gold equivalent ounces (GEOs) (8,726 GEOs vs 14,658 GEOs in HY23), and (ii) an increase in production costs. This was partially offset by a higher average sales price realised and lower depreciation and amortisation.

The Group's results during HY24 were also impacted by the following:

i. Decrease in administration costs by US$976 thousand to US$2,605 thousand (HY23:US$3,581 thousand), mainly due to reductions in staff costs, and business, property and other taxes.

ii. Decrease in other income by US$889 thousand to US$1,586 thousand (HY23: US$2,475 thousand). HY24 other income was primarily due to a realised and unrealised gain of US$1,012 thousand from the sale of equity securities of publicly listed mining companies and US$374 thousand realised from the sale of equipment. HY23 other income was primarily due to a US$1,964 thousand gain resulting from the sale of SCRN Properties Ltd., whose major asset was the Pingüino project. The sale was made to ASX listed Unico Silver Limited ("Unico").

iii. Increase in other expenses by US$15,565 thousand to US$21,541 thousand (HY23: US$5,976 thousand) mainly due to the following:

   a. A non-cash impairment of US$11,025 thousand on property plant and equipment due to the impairment of a portion of the Underground property, plant and equipment at Amancaya based on the expected recoverable value.

   b. A non-cash impairment of US$8,320 thousand on exploration and evaluation assets (HY23: US$2,107 thousand), primarily due to an impairment on the Jaguelito project and three of the properties acquired from Revelo in 2021. The HY 23 expense was mainly due to the impairment of the Morros Blancos project as a result of the expiry of the option agreement with CSE listed Pampa Metals Corporation.

   c. HY23 Rawhide option agreement and due diligence expenses of US$617 thousand. The takeover option was not exercised.

   d. Other costs of US$919 thousand, primarily due to the Group's decision to terminate the agreement with the Amancaya UG contractor, effective 31 January 2024.

iv. Decrease in finance income by US$222 thousand to US$2,450 thousand (HY23: US$2,672 thousand) primarily due to a US$302 thousand decrease in foreign exchange gains to US$2,225 thousand (HY23: US$2,527 thousand). The HY24 foreign exchange gains were mainly due to the increase in the value of the US dollar versus the Chilean currency, while the H23 foreign exchange gains were mainly due to an increase in the value of the US dollar versus the Argentine currency.

v. Increase in finance costs by US$13 thousand to US$1,957 thousand (HY23: US$1,944 thousand) was primarily due to an increase in interest expense due to an increase in the amount and cost of borrowings and interest on overdue accounts payable, offset by a foreign exchange loss of US$1,342 thousand incurred in HY23 due to a decrease in the US dollar versus the Chilean currency.

The cost of production ("C1") per GEO increased to US$1,889 for HY24 from US$1,451 for HY23 while the all-in sustaining cost ("AISC") per GEO increased to US$2,090 for HY24 from US$1,857 for HY23. Production in HY24 was lower than HY23, and HY24 production costs were higher than in HY23, mainly due to delays by the Company's supplier in repairing the HRC 800 equipment, which is essential for the Heap production line.

FINANCIAL POSITION

The Group held cash and cash equivalents of US$1,238 thousand at 30 June 2024 (31 December 2023: US$1,039 thousand) or US$2,149 thousand (31 December 2023 US$2,581 thousand) when combined with the fair value of 392 unsold and unrefined gold equivalent ounces in inventory of US$911 thousand (31 December 2023: 742 unrefined gold equivalent ounces with a fair value of US$1,542 thousand). Cash and cash equivalents at 30 June 2024 is net of a US$211 thousand bank overdraft (31 December 2023: net of US$222 thousand).

Trade and other receivables (current and non-current) increased by US$190 thousand to US$3,673 thousand at 30 June 2024 (31 December 2023:US$3,483 thousand). The increase was mainly due to the sale of gold during late June 2024. The receivable was collected during the first week in July 2024.

Other financial assets (current and non-current) decreased by US$2,740 thousand to US$3,345 thousand at 30 June 2024 (31 December 2023:US$6,085 thousand) mainly due to the sale of Unico and Revival Gold (formerly Ensign Minerals) shares. At 30 June 2024, the Group's financial assets primarily consisted of shares and options of Unico Silver.

Inventories decreased by US$1,732 thousand to US$7,967 thousand at 30 June 2024 (31 December 2023: US$9,699 thousand) mainly due to a decrease in ore stockpiles from year end, mainly at the Guanaco and Amancaya mines. In addition, gold and bullion in process decreased as explained in the disclosure above on cash and cash equivalents.

Assets held for sale were US$225 thousand at 30 June 2024 (31 December 2023: US$nil) as during the period, the Group sold its interest in Sierra Blanca SA that owns the Sierra Blanca exploration project in Santa Cruz Argentina. The sale was completed on 24 July 2024 and consideration of 2,734,500 Unico Silver shares, equivalent US$315,595 was received, plus US$7,974 for the reimbursement of expenses.

Property, plant and equipment decreased by US$12,627 thousand to US$36,989 thousand at 30 June 2024 (31 December 2023: US$49,616 thousand) primarily due to the impairment at the Amancaya Underground as discussed in Operating and Financial results of the Group.

Exploration and evaluation expenditure decreased by US$8,259 thousand to US$19,635 thousand at 30 June 2024 (31 December 2023: US$27,894 thousand) primarily due to the impairment of properties and the transfer of the Sierra Blanca exploration and evaluation expenses.

Current trade and other payables decreased by US$4,701 thousand to US$18,420 thousand at 30 June 2024 (31 December 2023: US$23,121 thousand). The payables was impacted by lower cash flow generated than expected due to lower than forecasted production, mainly due to a delay in ramping up production at the Heap Reprocessing Project due to delays by the Company's supplier in repairing the HRC 800 equipment, which is essential for the Heap production line. Additionally on 26 July 2024, the Group entered restructured US$6,200 thousand of loans and borrowings, of which US$3,200 thousand were current. With the proceeds of US$7,000 thousand from the new loan, the Group repaid approximately US$583 thousand of trade and other payables. As a result of the restructuring, pro-forma current trade and other payables at 30 June 2024 is US$17,837 thousand.

Net current liabilities decreased by US$ 710 thousand to US$22,975 thousand at 30 June 2024 (31 December 2023: US$23,685 thousand). The decrease from 31 December 2023 was mainly due to an increase in borrowings which enabled the Group to reduce its trade and other payables. As disclosed above, due to the loan restructuring in August 2024, net current liabilities on a pro-forma basis at 30 June 2024 decreased by US$4,145 thousand to US$18,830. In addition, the Group expects its net current liability position to continue to improve during the second half of the year mainly due to an increase in production at higher margins.

Combined net financial debt (borrowings and lease liabilities net of cash & cash equivalents) increased by US$1,408 thousand to US$18,789 thousand at 30 June 2024 (31 December 2023: US$17,381 thousand). Financial debt totaled US$20,027 thousand at 30 June 2024, of which US$17,045 thousand (representing 85% of total financial debt) was categorised as short-term. The short-term financial debt includes related party loans, renewable pre-export facilities, lease liabilities and the short-term portion of two 3-year bank loans. During July 2024, entered into a US$7 million, 4-year loan agreement with Banco Santander. The loan carries an interest rate of 10.17% per annum, with repayments deferred until February 2025. This loan replaces US$3 million of short-term pre-export facilities and US$3 million of ESG loans that were set to expire between 2024 and 2026. As result of the loan restructuring, pro-forma current financial debt as at 30 June 2024 is US$12,900 thousand, representing 76% of total financial debt.

Net assets decreased by US$18,165 thousand from 31 December 2023 to US$23,408 thousand at 30 June 2024 (31 December 2023: US$41,573 thousand) following the net loss of the year.

CASH FLOW

Net cash (used in) provided from operating activities before and after changes in working capital were (negative US$402 thousand) and (negative US$3,084 thousand) during HY24 (HY23:US$4,686 thousand and US$4,907 thousand). The decrease was primarily due to lower gross profit, and changes in working capital in HY24 as explained above.

Net cash provided by (used in) investing activities totaled US$3,312 thousand during HY24 (HY23:US$7,147 thousand used in) mainly due to the following:

- Proceeds of US$3,752 thousand (HY23:US$28 thousand) primarily from the sale of equity securities described above, including the sale of 5,458,833 previously issued Unico shares to Mr Elsztain, a director of Austral Gold and the sale of 963,323 Unico shares to Mr Zang, also a director of Austral Gold for US$682,393.
- Investments of US$275 thousand in HY24 were primarily used for additions to plant, property and equipment (HY23:US$6,147 thousand)
- Exploration and evaluation activities of US$485 thousand (HY23:US$3,628 thousand).

- In HY23, US$2,500 thousand was received from Unico Silver as the first cash installment from a total of US$5,000 thousand, in addition to shares and warrants received on the sale of SCRN Properties Ltd. to Unico Silver. US$750 thousand was received during the second half of 2023, and another US$750 thousand is due in November 2024 with the final US$1,000 thousand due in November 2025.

Net cash (used in) in financing activities of US$29 thousand in HY24 (HY23: US$2,178 thousand provided) including US$2,630 thousand of loans net of repayments from related parties (HY23: loans from related parties of US$1,555 thousand).

LIQUIDITY AND CAPITAL RESOURCES

Access to capital

The Group has a strong shareholder group and solid banking relationships that have demonstrated their financial support. The Group expects both groups to continue providing financial support.

On 26 July 2024, the Company's Chilean subsidiary entered into a US$7,000 thousand, 4-year loan agreement with a local bank. The loan carries an interest rate of 10.17% per annum, with repayments deferred until February 2025. This loan expires in June 2028 and replaces US$3,000 thousand of short-term pre-export facilities and US$3,000 thousand of ESG loans that were set to expire between 2024 and 2026.

On 05 August 2024, the Group sold 8,139,023 previously issued shares of Unico Silver shares for US$988 thousand its largest shareholder, Inversiones Financieras del Sur SA (IFISA).

On 30 August 2024, the Group entered into an unsecured credit facility agreement with IFISA for up to US$3,500 thousand.

Going Concern

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business in accordance with the business plan for the 2024-2025 period approved by the Board (the Business Plan).

The Directors have assumed that the Group will have sufficient cash to pay its debts as and when they become payable, for a period of at least 12 months from the date the financial report was authorised for issue. Further disclosure is provided in Note 3 of the financial statements.

FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

All figures are reported in thousands of US$	For the six months ended 30 June		
	Note	2024	2023
Continuing operations			
Sales revenue	14	19,074	28,290
Cost of sales (including depreciation and amortisation)	6	(17,917)	(24,794)
Gross profit		**1,157**	**3,496**
Other income	7	1,586	2,475
Other expenses	8	(21,541)	(5,976)
Administration expenses	9	(2,605)	(3,581)
Finance income	10	2,450	2,672
Finance costs	11	(1,957)	(1,944)
Share of loss of associates		-	(60)
(Loss) before income tax		**(20,910)**	**(2,918)**
Income tax benefit	12	2,935	415
(Loss) after income tax expense		**(17,975)**	**(2,503)**
(Loss) attributable to:			
Owners of the Company		(17,969)	(2,498)
Non-controlling interests		(6)	(5)
		(17,975)	**(2,503)**
Items that may not be classified subsequently to profit or loss			
Foreign currency translation		(4)	3
Total comprehensive (loss) for the year		**(17,979)**	**(2,500)**
Comprehensive (loss) attributable to:			
Owners of the Company		(17,973)	(2,495)
Non-controlling interests		(6)	(5)
		(17,979)	**(2,500)**
(Loss) per share (cents per share):			
Basic (loss) per share	13	(2.93)	(0.41)
Diluted (loss) per share	13	(2.93)	(0.41)

These notes on pages (22) to (39) are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

All figures are reported in thousands of US$	As at		
	Note	30 June 2024	31 December 2023
Assets			
Current assets			
Cash and cash equivalents	15	1,238	1,039
Trade and other receivables	16	2,539	2,356
Prepaid income tax		77	83
Other financial assets	17	3,345	3,958
Inventories	18	7,967	9,699
Assets held for sale	22	225	-
Total current assets		**15,391**	**17,135**
Non-current assets			
Other receivables	16	1,134	1,127
Prepaid income tax		131	126
Other financial assets	17	-	2,127
Mine properties	19	5,566	6,259
Property, plant and equipment	20	36,989	49,616
Exploration and evaluation expenditure	21	19,635	27,894
Total non-current assets		**63,455**	**87,149**
Total assets		**78,846**	**104,284**
Liabilities			
Current liabilities			
Trade and other payables	23	18,420	23,121
Employee entitlements		2,901	2,990
Loans and borrowings	25	16,069	13,540
Lease liabilities		976	1,169
Total current liabilities		**38,366**	**40,820**
Non-current liabilities			
Trade and other payables	23	2	3
Provisions for reclamation and rehabilitation	24	12,542	13,695
Loans and borrowings	25	2,267	2,568
Lease liabilities		715	1,143
Employee entitlements		18	18
Deferred tax liability		1,528	4,464
Total non-current liabilities		**17,072**	**21,891**
Total liabilities		**55,438**	**62,711**
Net assets		**23,408**	**41,573**
Equity			
Issued capital		109,114	109,114
Accumulated losses		(84,532)	(66,549)
Reserves		(1,174)	(1,157)
Non-controlling interest	26	-	165
Total equity		**23,408**	**41,573**

These notes on pages (22) to (39) are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2024 and 2023

All figures are reported in thousands of US$	Note	Issued capital	Accumulated losses	Reserves	Non-controlling interest	Total
Balance at 31 December 2022		**109,114**	**(59,320)**	**(1,158)**	**179**	**48,815**
Loss for the period		-	(2,498)	-	(5)	(2,503)
Foreign exchange movements from translation of financial statements to US$		-	-	3	-	3
Total comprehensive (loss)		**-**	**(2,498)**	**3**	**(5)**	**(2,500)**
Balance at 30 June 2023		**109,114**	**(61,818)**	**(1,155)**	**174**	**46,315**
Balance at 31 December 2023		**109,114**	**(66,549)**	**(1,157)**	**165**	**41,573**
Loss for the period		-	(17,969)	-	(6)	(17,975)
Foreign exchange movements from translation of financial statements to US$		-	(14)	10	-	(4)
Total comprehensive (loss)		**-**	**(17,983)**	**10**	**(6)**	**(17,979)**
Increase in Sierra Blanca investment	26	-	-	(27)	27	-
Assets held for sale	22	-	-	-	(186)	(186)
Balance at 30 June 2024		**109,114**	**(84,532)**	**(1,174)**	**-**	**23,408**

These notes on pages (22) to (39) are an integral part of these consolidated financial statements.

AUSTRAL GOLD LIMITED FINANCIAL REPORT 2024

CONSOLIDATED STATEMENT OF CASH FLOWS

All figures are reported in thousands of US$	For the six months ended 30 June		
	Note	2024	2023
Changes in cash and cash equivalents			
Cash and cash equivalents at the beginning of the year		1,039	926
Cash and cash equivalents, at the end of the year		1,238	864
Net increase/(decrease) in cash and cash equivalents		**199**	**(62)**
Causes of change in cash and cash equivalents			
Operating activities			
Loss after income tax		(17,975)	(2,503)
Adjustments for			
Income tax benefit recognised in loss		(2,935)	(415)
Income tax refunds		-	955
Impairment of exploration and evaluation expenditure	8	8,320	2,107
Impairment of property, plant and equipment	20	11,025	-
Depreciation and amortisation		1,901	3,268
Gain on sale of equipment	7	(238)	-
Gain on sale of subsidiary	7	-	(1,964)
Gain on sale of financial assets	7	(631)	(7)
Exclusivity fee on option agreement	7	-	(100)
Non-cash net finance charges		998	410
Provision for reclamation and rehabilitation		(564)	712
Allowance for doubtful accounts		41	317
Inventory write-down		39	-
Non-cash employee entitlements		(2)	(13)
Share of loss of associates		-	60
(Gain) / loss in fair value of other financial assets	7	(381)	1,859
Net cash (used in) /from operating activities before change in assets and liabilities		**(402)**	**4,686**
Changes in working capital			
Decrease / (increase) in inventory		1,693	(456)
Increase in trade and other receivables		(403)	(336)
(Decrease) / increase in trade and other payables		(3,885)	1,782
(Decrease) in employee entitlements		(87)	(769)
Net cash (used in) / provided through operating activities		**(3,084)**	**4,907**
Cash flows from investing activities			
Additions to property, plant and equipment	20	(275)	(6,147)
Proceeds from sale of subsidiary		-	2,500
Proceeds from sale of equipment		374	-
Proceeds from exclusivity fee on option agreement		-	100
Payment for investment in exploration and evaluation		(485)	(3,628)
Payment for investment in mine properties		(54)	-
Proceeds from sale of other financial assets		3,752	28
Net cash provided by (used in) investing activities		**3,312**	**(7,147)**
Cash flows from financing activities			
Proceeds from loans and borrowings		8,001	9,055
Repayment of loans and borrowings		(6,778)	(5,137)
Interest paid on loans and borrowings		(538)	(276)
Repayment of lease liabilities		(609)	(1,373)
Interest paid on leases		(105)	(91)
Net cash (used in) provided from financing activities		**(29)**	**2,178**
Net increase/ (decrease) in cash and cash equivalents		**199**	**(62)**

These notes on pages (22) to (39) are an integral part of these consolidated financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. REPORTING ENTITY

Austral Gold Limited (the "Company") is a company limited by shares that is incorporated and domiciled in Australia. The Company's shares are publicly traded on the Australian Securities Exchange with the symbol AGD, on the TSX Venture Exchange with the symbol AGLD and on the OTCQB Venture Market with the symbol AGLDF.

These interim consolidated financial statements ("financial statements") as at and for the six months ended 30 June 2024 comprise the Company and its subsidiaries (together referred to as the "Group"). The nature of the operations and principal activities of the Group are described in the Directors' Report.

The consolidated annual financial statements of the Group as at and for the year ended 31 December 2023 are available upon request from the Company's registered office at Level 5, 137-Bathurst Phillip Street, Sydney NSW 2000, Australia at www.australgold.com.

2. BASIS OF PREPARATION

The financial statements are general purpose financial statements which have been prepared in accordance with Australian Accounting Standards adopted by the Australian Accounting Standards Board ('AASB') 134 Interim Financial Reporting and Corporations Act 2001, and with IAS 34 Interim Financial Reporting. The consolidated financial statements also comply with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

These interim financial statements were authorised for issue by the Company's Board of Directors on 6 September 2024.The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with the legislative instrument, amounts in the consolidated interim financial statements have been rounded off to the nearest thousand dollars, unless otherwise stated.

3. GOING CONCERN

For the six months ended 30 June 2024, the Group reported a gross profit of US$1,157 thousand (1HY 2023: US$3,496 thousand) and a net loss after tax of US$17,975 thousand (1HY 2023: US$2,503 thousand). Operating and working capital activities generated a net cash outflow of US$3,084 thousand (1HY 2023: inflows of US$4,907 thousand). Net cash inflows from investing activities were US$3,312 thousand (1HY 2023: outflow of US$7,147 thousand), while financing activities resulted in net cash outflows of US$29 thousand (1HY 2023: inflows of US$2,178 thousand). As at 30 June 2024, the Group had net assets of US$23,408 thousand and net current liabilities of US$22,975 thousand (31 December 2023: US$41,573 thousand and US$23,685 thousand, respectively).

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business in accordance with the business plan for the 2024-2025 period approved by the Board (the Business Plan).

The Directors have assumed that the Group will have sufficient cash to pay its debts as and when they become payable, for a period of at least 12 months from the date the financial report was authorised for issue. In forming this view, the Directors have based their assessment on the following facts and circumstances and the Business Plan, having regard to the associated uncertainties:

- For the 6 months ended 30 June 2024, the market fundamentals of gold and silver remained strong. The Group continued with its strategy focused on production, exploration and equity investments. Since the second half of 2023, the Group has been transitioning production from underground operations to the new Heap Reprocessing project at its flagship Guanaco- Amancaya mine complex in Chile. Additionally, it has been advancing exploration at the Casposo-Manantiales mine complex in Argentina and filed a Technical Report on the property prepared in accordance with National Instrument 43-101 and Joint Ore Reserves Committee Code (JORC 2012).

- Delays in repairing critical equipment has adversely impacted production during the six months ended 30 June 2024 ("1HY 2024"). Consequently, the Group produced 8,521 gold equivalent ounces with sales revenue totaling US$19,074 thousand from the sale of 8,726 gold equivalent ounces at an average selling price of US$2,186 per ounce during 1HY 2024. In comparison, for the six months ended 30 June 2023 ("1HY 2023"), the Group produced 14,346 gold equivalent ounces and achieved sales revenue of US$28,290 thousand from the sale of 14,658 gold equivalent ounces at an average selling price of US$1,931 per ounce. Most of this production came from the Amancaya underground mine, prior to the commencement of the Heap Reprocessing project.

- The Business Plan estimates that total production for the second half of 2024 will range from 8,500 to 10,000 gold equivalent ounces (GEOS), contributing to the annual production guidance of 17,000 to 18,000 GEOs for calendar year 2024. Additionally, the production guidance for calendar year 2025, is estimated at 24,098 GEOs. This is expected to be achieved by integrating agitation leaching and heap leaching processes, using material from the Heaps and remaining ore from the Amancaya and Guanaco mines. The commissioning of the high-pressure grinding roll equipment (HRC 800) is estimated to take place on the 9 September 2024 and will allow the complete integration of the Heap Reprocessing process.

- The Business Plan estimates cash costs (C1) per GEO to range from US$1,712 to US$1,990 for the second half of 2024 (average C1: US$1,781), compared to a C1 of US$1,889 for the first half of 2024. All-in sustaining costs (AISC) are estimated to range from US$1,782 to US$2,388 (average AISC: US$1,917) for the second half of 2024, compared to an AISC of US$2,090 for the first half of 2024. For calendar year 2025, C1 per GEO is estimated at US$1,383, with AISC ranging from US$1,424 to US$1,842 (average AISC: US$1,556).

- The Business Plan also assumes average prices realised per GEO in the range of US$2,400-US$2,500.

- Subsequent to 1HY2024, the Group renewed its existing short-term fully drawn loans and borrowings as at 30 June 2024 from lenders disclosed in Note 25 Loans and Borrowings, as follows: Santander Bank (US$6,181 thousand), Banco de Credito e Inversiones SA (BCI) (US$3,997 thousand), and related party loans (US$ 7,538 thousand). The related party loans are comprised of Inversiones Financiera del Sur S.A. ("IFISA") (US$2,738 thousand), Eduardo Elsztain (US$1,858 thousand), Saul Zang (US$328 thousand), Consultores Assets Management SA (CAMSA) (US$1,029 thousand), and Banco Hipotecario (AR$1,200,000 thousand Argentine pesos ("ARS") or US$1,584 thousand). The Group's related parties have agreed to extend the maturity date of these outstanding loans and borrowings for a period of at least 12 months from the date of approval of the financial report. Additionally, on 26 July 2024, the Group renewed the Santander Bank loans, replacing them with a new 4-year loan, with monthly repayments commencing February 2025 equal to approximately US$200 thousand and the final payment due in June 2028 (see Note 30). Furthermore, on 30 August 2024 the Group obtained a new unsecured, committed undrawn credit facility of US$3,500 thousand with a maturity date as of 29 January 2026 from IFISA, the Company's largest shareholder. As a consequence of these changes and subject to ongoing compliance with the terms of the debt agreements, total principal prepayments expected in the 2024-2025 Business Plan are approximately US$5,223 thousand.

- At 30 June 2024 of the total US$18,420 thousand trade and other payables disclosed in note 23 of the 30 June 2024 financial statements, approximately US$7,500 thousand was contractually overdue. As disclosed in the 31 December 2023 financial report, the Group has been entering into extended payment terms with suppliers of the Guanaco-Amancaya mine complex in Chile. During the six months ended 30 June 2024, trade and accounts payable decreased by US$4,701 thousand, as a result of repayments made using funds sourced from related party loans and the sale of equity investments. Notwithstanding these efforts, negotiations with the Group's suppliers remain ongoing as at the date of approval of the financial report. The Board's strategy assumes that the Group will continue to negotiate extended payment terms, or alternatively repay these contractually overdue amounts to its suppliers through a combination of cash collected from outstanding trade and other receivables, the sale of inventory, the sale of non-core assets and equity investments, and the drawn down of cash proceeds from the unsecured credit facility of up to US$3,500 thousand provided by IFISA noted above.

- The cashflow assumptions underpinning the Business Plan have modelled a cash inflow of US$2,400 thousand from the sale of equity investments.

- The Directors also considered alternative sources of funding not currently modelled within the cashflow assumptions, including the potential sale of non-core assets. As disclosed in Note 30 of the 30 June 2024 financial statements, the Group has contractually agreed a total of US$1,313 thousand from the sale of (i) its prorated interest in Sierra Blanca Sociedad Anonima (SBSA), and (ii) Unico Silver shares to Related Parties.

Based on the above, the Directors are of the view that the Group will be able to continue as a going concern and will therefore realise its assets and extinguish its liabilities in the normal course of business at the amounts stated in the financial report.

Notwithstanding this view, there remains a material uncertainty as to whether the Group can continue to operate as a going concern due to the combined effect of the following uncertainties:

- the Group's ability to generate cash inflows from operations as forecast based on the aforementioned gold prices, production volumes, and cash costs over the forecast period;

- the timing of the return to planned production levels following the repair of the equipment critical to the Heap leaching process and the associated cash cost savings relative to those currently being incurred;

- The Group's ability to repay or replace the various external and related party loans that have been renewed subsequent to 30 June 2024, as noted above, on or before the renegotiated expiry dates;

- the Group's ability to continue to negotiate extended payment terms with its suppliers or alternatively, repay the contractually overdue amounts to its suppliers whilst also remaining compliant with new contractual commitments arising from new trade payables associated with ongoing operations; and

- the timing and amount of proceeds that can be sourced from the sale of equity investments.

NOTES TO THE FINANCIAL STATEMENTS

4. USE OF ESTIMATES AND JUDGEMENTS

In preparing these financial statements, Management has made judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as at and for the year ended 31 December 2023. Information about judgments related to going concern are disclosed in Note 3.

Measurement of fair values

The Group has established a control framework with respect to the measurement of fair values.

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively. Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the 6 months ended 30 June 2024 are detailed below:

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

i. Level 1 — quoted prices (unadjusted) in active markets for identical assets or liabilities

ii. Level 2 — inputs other than quoted prices within Level 1 that are observable for the asset or liability, either directly (i.e. as prices), or indirectly (i.e. derived from prices)

iii. Level 3 — inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

The Group holds listed equity securities on the Australian and Canadian stock exchanges and listed Argentine sovereign bonds at fair value, which are measured at the closing bid price at the end of the reporting period. These financial assets are held at fair value fall within Level 1 of the fair value hierarchy. The Group also holds options which rely on estimates and judgements to calculate a fair value for these financial instruments using the Black Scholes model. These financial assets held at fair value fall within Level 3 of the fair value hierarchy.

Further information about the assumptions made in measuring fair values is included in the following notes:

- Note 16—Trade and Other receivables
- Note 17—Other financial assets
- Note 23—Trade and Other payables
- Note 27 —Financial instruments.

5. CHANGES IN SIGNIFICANT ACCOUNTING POLICIES AND ADOPTION OF NEW/AMENDED AASB

Except as described below, the accounting policies applied in these interim consolidated financial statements are the same as those applied in the Group's consolidated financial statements as at and for the 12 months ended 31 December 2023. The changes in accounting policies are also expected to be reflected in the Group's consolidated financial statements as at and for the year ended 31 December 2024.

Adoption of other narrow scope amendments to IFRSs and IFRS Interpretations

There are a number of new and revised Standards that are applicable for the first time for annual periods beginning 1 January 2024 and earlier application is permitted; the Group has early adopted amendments effective for IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures. The amendments introduce additional disclosure requirements for companies that enter into supplier finance arrangements.

The Group has not early adopted any other new or amended standards in preparing these consolidated financial statements as the impact of adoption was not material to the Group's Consolidated Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

6. COST OF SALES

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Production	11,061	15,381
Staff costs	3,160	5,242
Royalty	446	708
Mining Fees	157	283
Inventory movements	1,210	(68)
Total cost of sales before depreciation and amortisation expense	**16,034**	**21,546**
Depreciation of plant and equipment	1,725	2,984
Amortisation of mine properties	158	264
Total depreciation and amortisation expense	**1,883**	**3,248**
Total cost of sales	**17,917**	**24,794**
Severance included in staff costs	**22**	**175**

7. OTHER INCOME

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Gain on sale of subsidiary	-	1,964
Gain on sale of financial assets	631	7
Gain on fair value of financial assets	381	-
Sale of equipment	374	-
Sale of inventory parts	16	-
Equipment rental	28	151
Exclusivity fee on Colossus Agreement	-	100
Other	156	253
Total other income	**1,586**	**2,475**

NOTES TO THE FINANCIAL STATEMENTS

8. OTHER EXPENSES

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Impairment loss exploration and evaluation assets (note 21)	8,320	2,107
Impairment loss property plant and equipment (note 20)	11,025	-
Cost of equipment sold	136	-
Cost of inventory parts sold	41	-
Loss on fair value of financial assets	-	1,859
Care and maintenance	858	1,029
Rawhide option and due diligence expenses	-	617
Exploration expenses	211	364
Inventory allowance at non-operating mine	31	-
Other	919	-
Total other expenses	**21,541**	**5,976**

9. ADMINISTRATION EXPENSES

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Office and utility costs	404	496
Staff costs [1]	1,093	1,850
Consulting and professional services	597	623
Non-executive director fees [1]	150	145
Depreciation on equipment	7	12
Business, property and other taxes	291	355
Other	63	100
Total administration expenses	**2,605**	**3,581**
[1] **Amounts for defined contribution plans included in staff costs and director fees**	**57**	**14**

10. FINANCE INCOME

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Interest income	49	81
Gain from foreign exchange	2,225	2,527
Present value adjustment to provision for mine closure	176	64
Total finance income	**2,450**	**2,672**

11. FINANCE COSTS

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Loss from foreign exchange	-	1,342
Interest expense	1,736	433
Interest expense on leases	106	88
Present value adjustment to provision for mine closure	115	81
Total finance costs	**1,957**	**1,944**

12. INCOME TAX EXPENSE

All figures are reported in US$	For the 6 months ended 30 June	
	2024	2023
(A) Income tax expense comprises:		
Current income tax benefit / (expense)	-	(637)
Deferred income tax (benefit) / expense	(2,935)	222
Income tax	**(2,935)**	**(415)**

13. EARNINGS PER SHARE

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Net loss attributable to owners (in thousands of US$)	(17,969)	(2,498)
Weighted-average number of ordinary shares (basic)	612,311,353	612,311,353
Weighted-average number of ordinary shares (diluted) at 30 June	612,311,353	612,311,353
Basic earnings (loss) per ordinary share (cents)	(2.93)	(0.41)
Diluted earnings (loss) per ordinary share (cents)	(2.93)	(0.41)

14. OPERATING SEGMENTS

Management have determined the operating segments based on reports reviewed by the Chief Operating Decision Maker ("CODM"). The CODM considers the business from both an operations and geographic perspective and has identified two reportable segments, Guanaco/Amancaya which is based in Chile and Casposo which is based in Argentina. The CODM monitors the performance in these two regions separately. During the 6 months ended 30 June 2024, the Group earned 100% of its consolidated revenue from sales made to one customer (2023-100%of its consolidated revenue from sales made to one customer).

All figures are reported in thousands of US$	For the 6 months ended 30 June 2024				For the 6 months ended 30 June 2023			
	Guanaco/ Amancaya	Casposo	Group and unallocated items	Consolidated	Guanaco/ Amancaya	Casposo	Group and unallocated items	Consolidated
Revenue:								
Gold	18,692	-	-	18,692	26,966	-	-	26,966
Silver	382	-	-	382	1,324	-	-	1,324
Cost of sales	(16,034)	-	-	(16,034)	(21,546)	-	-	(21,546)
Depreciation and amortisation expense	(1,883)	-	-	(1,883)	(3,248)	-	-	(3,248)
Other income	355	158	1,073	1,586	231	158	2,086	2,475
Other expenses	(12,191)	(1,066)	(8,284)	(21,541)	(2,286)	(1,029)	(2,661)	(5,976)
Administration expenses	(1,217)	(17)	(1,371)	(2,605)	(2,018)	(19)	(1,544)	(3,581)
Finance income	1,889	414	147	2,450	314	551	1,807	2,672
Finance expenses	(1,290)	(24)	(643)	(1,957)	(1,869)	(20)	(55)	(1,944)
Share of loss of associates	-	-	-	-	-	-	(60)	(60)
Income tax (expense)/ benefit	2,889	46	-	2,935	694	(279)	-	415
Segment (loss)	**(8,408)**	**(489)**	**(9,078)**	**(17,975)**	**(1,438)**	**(638)**	**(427)**	**(2,503)**
Segment assets	**57,409**	**14,461**	**6,976**	**78,846**	**66,375**	**14,924**	**17,912**	**99,211**
Segment liabilities	**50,360**	**4,777**	**301**	**55,438**	**44,148**	**4,841**	**3,907**	**52,896**
Capital expenditure	**476**	**338**	**-**	**814**	**6,466**	**448**	**2,753**	**9,667**

NOTES TO THE FINANCIAL STATEMENTS

Geographic information:

All figures are reported in thousands of US$	For the 6 months ended 30 June	
	2024	2023
Revenue by geographic location		
Chile	19,074	28,290
Total revenue	**19,074**	**28,290**

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Non-current assets by geographic location		
Chile	50,388	66,724
Argentina	12,134	19,400
Canada	933	915
British Virgin Islands	-	110
Total non-current assets	**63,455**	**87,149**

15. CASH AND CASH EQUIVALENTS

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Cash at call and in hand	1,238	1,039
Short-term investments	-	-
Total cash and cash equivalents	**1,238**	**1,039**

Reconciliation of Cash

Cash at the end of the financial period as shown in the Statement of Cash Flows, is reconciled to items in the Statement of Financial Position as follows:

Cash and cash equivalents	1,449	670
Restricted cash received from private placement of convertible note offering	-	591
Bank overdraft	(211)	(222)
Cash and cash equivalents	**1,238**	**1,039**

16. TRADE AND OTHER RECEIVABLES

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Current		
Trade Receivables	849	668
Other receivables	1,240	911
GST/VAT receivable	450	777
Total current receivables	**2,539**	**2,356**
Non-current		
GST/VAT receivable	684	540
Other receivables	936	1,032
Total non-current receivables	**1,620**	**1,572**
Allowance for doubtful accounts	(486)	(445)
Net non-current receivables	**1,134**	**1,127**
Trade debtors ageing		
The ageing of trade receivables is 0-30 days	849	668
>30 days		-

As part of the other receivables disclosed above, the main balances are receivables from Unico. These have been discounted using the following US treasury yield rates:

All figures are reported in thousands of US$			
Due date	Undiscounted receivable	Discounted receivable	Discount rate (%)
25 November 2024(1)	750	734	5.35
25 November 2025(2)	1,000	933	4.96
	1,750	**1,667**	

(1) current other receivable
(2) non-current other receivable

16.1 Past due but not impaired

There were no receivables past due at 30 June 2024 (31 December 2023: nil).

16.2 Fair value and credit risk

Due to the short-term nature of trade receivables, their carrying amount is assumed to approximate their fair value.

16.3 Key customers

During 2024 and 2023, the Group has been reliant on one customer to which gold and silver produced from the Guanaco/Amancaya mines are sold.

17. OTHER FINANCIAL ASSETS

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Current		
Listed bonds — level 1	-	23
Listed equity securities — level 1	2,879	2,427
Unico Silver options— level 3	466	496
Unlisted equity securities, Ensign—level 3	-	1,012
Total current other financial assets at fair value	**3,345**	**3,958**
Non-Current		
Listed equity securities — level 1	-	2,127
Total non-current other financial assets at fair value	**-**	**2,127**

The table above sets out the Group's assets and liabilities that are measured and recognised at fair value at the end of each reporting period with any movements recorded through the profit and loss statement.

Non-current listed equity securities refers to listed equity securities that will be released from escrow on 1 March 2025.

Listed equity securities and bonds are shares of Australian and Canadian listed mining companies nominated in A$ and C$ as at 30 June 2024 and 31 December 2023, respectively, and sovereign bonds nominated in ARS as at 31 December 2023.

Transfers

During the 6 months ended 30 June 2024, unlisted equity securities of Ensign were transferred from level 3 to listed equity securities-level 1 as the securities of Ensign were acquired by Revival Gold Inc., a Canadian listed company in exchange for Revival Gold securities. Substantially, all of the Revival Gold shares received by the Company were sold as at 30 June, 2024 (note 7).

18. INVENTORIES

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Materials and supplies	6,036	6,558
Ore stocks	1,057	1,736
Gold bullion and gold in process	874	1,405
Total inventories	**7,967**	**9,699**

*Ore stock inventories require estimates and assumptions, most notably in regard to grades, volumes, densities, future completion costs and ultimate sale price. Such estimates and assumptions may change as new information becomes available which may impact upon the carrying value of inventory. The allowance for inventory obsolescence forming part of the above balance is US$1,913k (31 December 2023:US$1,874k) resulting in an expense of US$31 thousand included with other expenses (note 8) and US$8 thousand charged to cost of sales (note 6).

NOTES TO THE FINANCIAL STATEMENTS

19. MINE PROPERTIES

All figures are reported in thousands of US$	6 months to 30 June 2024	12 months to 31 December 2023
Costs carried forward in respect of areas of interest		
Carrying amount at the beginning of the period	6,259	4,054
Additions	54	9
(Decrease) increase in provision for reclamation and rehabilitation	(589)	2,645
Amortisation	(158)	(449)
Carrying amount at end of the period	**5,566**	**6,259**

Carrying value — Guanaco/Amancaya

The Guanaco and Amancaya mines have been determined by Management to be a single cash generating unit ("CGU"). The fair value less cost of disposal, is used to assess the recoverable value of the CGU. The mine properties noted above and the property, plant and equipment that is an intrinsic part of the mine and its structure (included in note 20) are included in determining the carrying value of the CGU, which has been estimated at US$19,833 thousand after considering working capital, for the purposes of assessing for impairment, while the carrying value of the Guanaco/ Amancaya mine properties, plant and equipment is US$38,392 thousand.

Management have assessed the recoverable value to be above book value of the Guanaco/Amancaya project and therefore no impairment charge has been applied to the assets for the current period, except for the Underground component of Property, plant and equipment (note 20). An impairment test was also performed internally using the discounted cash flow model (DCF) as the primary valuation methodology. This FVLCOD discounted cashflow model is a level 3 fair value hierarchy.

Main assumptions of the DCF model for impairment test purposes are as follows:

- Forecast Gold price (2024-2033): US$2,450/oz-2,200/oz, with a weighted average of US$2,243/oz (31 December 2023 (2024-2033): US$2,048/oz – US$1,815/oz)
- Forecast Silver price (2024-2033):US$29/oz-28/oz (31 December 2023 (2024-2033) US$24/oz– US$25/oz
- The gold and silver assumptions represent management's assessment of future prices are based on current commodity prices and market expectations of future changes
- Life of mine operations based on the current model are forecast to end in 2033 (31 December 2023: 2033).
- Discount Rate (pre-tax): 9.6% (31 December 2023: 9.6%)
- Discount Rate (after-tax): 8.5% (31 December 2023: 8.5%)
- The discount rate was a measure estimated based on the Company's current weighted average cost of capital.
- Production costs 2024 (US$1,364) 2023 (US$1,645/oz)
- Production costs are management's estimate of costs based on estimated production, historical data and anticipated inflationary changes

Production is based on Proven and Probable reserves and resource estimates to 31 December 2023 that are based on an independent technical report provided to the Group in 2022. No reasonably possible change to the key assumptions would result in a recoverable value below the book value of any of the projects. The sensitivities to the key assumptions would have the following results;

The sensitivity to +/- 10% variation in the gold price (US$2,018-US$2,467/oz) on the recoverable value of the Guanaco/ Amancaya project results in an impact of +/- US$19,000 thousand.

The sensitivity to +/- 10% variation in the discount rate (8.3%-10.2%) recoverable value of the Guanaco/Amancaya project results in an impact of +/- US$1,500 thousand.

The sensitivity to +/- 10% variation in production costs on the recoverable value of the Guanaco/Amancaya project results in an impact of +/- US$13,300 thousand.

NOTES TO THE FINANCIAL STATEMENTS

20. PROPERTY, PLANT AND EQUIPMENT

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Property, plant and equipment owned	30,612	42,581
Right of use assets	6,377	7,035
	36,989	**49,616**
Property, plant and equipment owned		
Cost	150,696	175,490
Accumulated depreciation	(120,084)	(132,909)
Carrying amount at end of the period	**30,612**	**42,581**

All figures are reported in thousands of US$	6 months to 30 June 2024	12 months to 31 December 2023
Movements in carrying value		
Carrying amount at beginning of the period	42,581	35,549
Additions	275	11,283
Depreciation	(1,118)	(4,184)
Disposals	(569)	(760)
Depreciation on disposals	468	693
Impairment for the period	(11,025)	-
Carrying amount at end of the period	**30,612**	**42,581**

The majority of the property, plant, and equipment is allocated to the Guanaco/Amancaya Cash Generating Unit (CGU), which totals US$26,470 thousand. For the six-month period ended 30 June 2024, the Group recorded an impairment of US$11,025 thousand on the Underground asset component related to the Amancaya Underground Mine, which is recognised in “Other expenses” (note 8) in the statement of profit or loss and other comprehensive income. This impairment reflects the expected recoverable amount, primarily due to anticipated lower production from operations conducted through the Group’s local contractor and the transition to the Heap Reprocessing Project. The resulting carrying value of the Underground component at the end of the period is US$10,072 thousand.

Property, plant, and equipment that are not part of the Guanaco/Amancaya CGU are carried at the lower of their book value or recoverable amount. The Casposo property, plant, and equipment are recorded at salvage value, as they are not currently in use, with a carrying amount of US$4,142 thousand.

21. EXPLORATION AND EVALUATION EXPENDITURE

All figures are reported in thousands of US$	6 months to 30 June 2024	12 months to 31 December 2023
Costs carried forward in respect of areas of interest:		
Carrying amount at the beginning of the period	27,894	27,261
Additions	485	4,614
Transfer to assets held for sale (note 22)	(424)	-
Impairment for the period	(8,320)	(3,981)
Carrying amount at end of the period	**19,635**	**27,894**

During the 6 month period ended 30 June 2024, the Group impaired the Jaguelito project for US$4,943 thousand. The decision was made after Mexplort Perforaciones Mineras S.A. (”Mexplort”), with whom the Company has an option agreement, informed the Group that they are not willing to fund their share of the project. In addition, the group impaired the three properties previously acquired from Revelo Resources in 2021 for US$3,131 thousand as no exploration and evaluation expenditures had been performed on these properties since their acquisition. Furthermore, the Group impaired two properties located near Guanaco in Chile: the West Quillota property for US$177 thousand and the West Natalia property for US$70 thousand as the Group abandoned the properties.

NOTES TO THE FINANCIAL STATEMENTS

22. ASSETS HELD FOR SALE

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Transfer from exploration and evaluation expenditure	424	-
Transferred from trade and other payables	(13)	-
Non-controlling interest	(186)	
Total assets held for sale	**225**	**-**

On 20 May 2024, the Group's subsidiary Austral Gold Argentina S.A. ("AGASA") and New Dimension Guernsey Limited, an affiliate of TSXV listed Capella Minerals Limited, entered into a share purchase agreement ("The Agreement") to sell 100% of their pro-rata share of Sierra Blanca S.A. ("SBSA") to ASX listed Unico Silver Limited ("USL"). AGASA owns 54.69% of SBSA while New Dimension Guernsey owns 45.31% of SBSA, whose major assets are exploration assets. As closing of the transaction is subject to several conditions including USL shareholder approval of 5,000,000 shares to be issued by USL, the Group recorded the transaction as an asset held for sale at its carrying value.

All conditions for closing were met and the sale was completed on 24 July 2024.

On closing, the Group received 2,734,500 USL shares valued at US$315,595 and US$7,974 for the reimbursement of expenses.

23. TRADE AND OTHER PAYABLES

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Current		
Trade payables	8,978	15,179
Trade payables-supply chain financing arrangement (note 23.1)	737	835
Accrued expenses	7,238	5,312
Royalty payable	830	578
Director fees	581	531
Restricted cash received on private placement of convertible notes	-	591
Other	56	95
Total current trade and other payables	**18,420**	**23,121**
Non-Current		
Other payables	2	3
Total non-current trade and other payables	**2**	**3**

23.1 Supply chain financing arrangements

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Carrying amount of financial liabilities		
Presented in trade and other payables	737	835
Of which suppliers have received payment from finance providers	695	795
Range of payment due dates		
Liabilities that are part of the arrangements	180 days after invoice date	180 days after invoice date
Comparable trade payables that are not part of the arrangements	30-60 days	30-60 days

The Group participates in a supply chain financing arrangement (SCF) under which its supplier may elect to receive early payment of their invoice from a financial institution by factoring their receivable from the Group. Under the arrangement, a financial institution agrees to pay amounts to a participating supplier in respect of invoices owed by the Group and receives settlement from the Group at a later date. The principal purpose of this arrangement is to facilitate efficient payment processing and enable the willing suppliers to sell their receivables due from the Group to a bank before their due date.

The Group has not derecognised the original liabilities to which the arrangement applies because neither a legal release was obtained, nor the original liability was substantially modified on entering into the arrangement. From the Group's perspective, the arrangement extends payment terms to six months. The Group incurs interest ranging from approximately 16%-20% per annum to the financial institutions on the amounts due to suppliers. The Group therefore discloses the amounts factored by suppliers within trade payables because the nature and function of the financial liability remain similar to those of other trade payables but discloses disaggregated amounts in the notes. All payables under SCF are classified as current as at 30 June 2024.

The payments to the financial institutions are included within operating cash flows because they continue to be part of the normal operating cycle of the Group and their principal nature remains operating- i.e. payments for services required to earn revenue. The payments to a supplier by the financial institution are considered non-cash transactions and as at 30 June 2024 amount to US$696 thousand (31 December 2023-US$795 thousand) plus accrued interest of US$41 thousand (31 December 2023-US$40 thousand).

24. PROVISIONS

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Mine closure	**12,542**	**13,695**
Movement in non-current provisions		
Opening balance	13,695	10,924
(Decrease) increase of provision for reclamation and rehabilitation	(589)	2,645
Exchange difference	(503)	161
Present value adjustment	(61)	(35)
Closing balance	**12,542**	**13,695**

Mine closure provision

Provision for rehabilitation work has been recognised in relation to estimated future expenditures including rehabilitating mine sites, dismantling operating facilities and restoring affected areas. These future cost estimates are discounted to their present value. The calculation of this provision requires assumptions such as application of environmental legislation, mine closure dates, available technologies and engineering cost estimates.

During the year ended 31 December 2023, the Company adjusted the Reclamation and rehabilitation/Mine-Closure Plan (MCP) for the Guanaco-Amancaya mine complex in compliance with local regulations in Chile. The increase in the estimated provision for reclamation and rehabilitation was primarily driven by increases in inflation, labor costs, and the inclusion of the Heap Reprocessing Project, which extended the life of the mine complex to 2033 from 2026.

The MCP encompasses the entire mine complex, and it foresees the initiation of closure activities in 2033, following the conclusion of production from the Heap Reprocessing Project. The MCP was approved by “Servicio Nacional de Geología y Minería” (SERNAGEOMIN) in August 2024 as disclosed in note 30 of subsequent events.

The carrying amount of the mine closure asset of US$2,918 thousand is included in the carrying value of mine properties disclosed in note 19.

As at 30 June 2024, the total restoration provision amounts to US$9,126 thousand (31 December 2023–US$10,103 thousand) for the Guanaco/ Amancaya mine. The present value of the restoration provision was determined based on the following assumptions:

- Undiscounted rehabilitation costs:
- US$12,860 thousand (31 December 2023– US$ 12,860 thousand);
- Discount period: 9.5 years (31 December 2023-10 years) (Discount period based on expected timing of restoration work).
- Discount rate: 3.10% (31 December 2023- 2.44%)

At 30 June 2024, the total restoration provision amounts to US$3,416 thousand (31 December 2023: US$3,592 thousand) for the Casposo mine. The present value of the restoration provision was determined based on the following assumptions:

- Discount period, 6.5 years (31 December 2023-5 years)
- Undiscounted reclamation and rehabilitation costs: US$3,912 thousand (31 December 2023-US$3,912 thousand);
- Discount rate: 2.11% (31 December 2023–1.7%)

NOTES TO THE FINANCIAL STATEMENTS

25. LOANS AND BORROWINGS

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Current		
Loan facilities	8,531	8,823
Related party loans	7,538	4,717
Total current loans and borrowings	**16,069**	**13,540**
Non-current		
Loan facilities	1,648	2,568
Convertible notes	619	-
Total non-current loans and borrowings	**2,267**	**2,568**

Loan Facilities

At 30 June 2024, the current and non-current Loan facilities are to be repaid over 9 months and 34 months respectively at an annual average interest rate of 11.7% (2023–9.6%).

Related party loans

During the 6 months ended 30 June 2024, the Group received unsecured related party loans totaling US$4,001,051 (including accrued interest, the total amount owed at 30 June 2024 is US$7,537,836). Details of the new loans received and repaid during the period are as follows:

- On 1 March 2024, the Group executed a loan agreement for up to US$2,200,000 from a company related to two of its directors and the Company received US$1,000,000 on 5 March 2024.
- On 12 March 2024, the loan maturity dates of the loans held by Inversiones Financieras del Sur S.A., Eduardo Elsztain and Saul Zang aggregating principal of US$4,555,000 were extended to 30 September 2024.
- On 27 March 2024, the Group entered into an unsecured bridge loan from Consultores Assets Management SA (CAMSA) for approximately AR$1,200,000 thousand Argentine pesos (“ARS”) equivalent to US$1,000 thousand. The loan carried an interest rate of 100% per annum, and was repaid with proceeds received from a loan from Banco Hipotecario (BH) (described below). Interest on the loan totaled approximately US$120 thousand. The Company’s directors, Eduardo Elsztain and Saul Zang, are also directors and shareholders of CAMSA.
- On 27 April 2024, the Group entered into an unsecured related party loan from BH, a company related to Eduardo Elsztain for AR$1,400,000 thousand (approximately US$1,600 thousand). The interest on the loan is based on the five-day average of the local market reference rate (“MRR”) Badlar (“Buenos Aires Deposits of Large Amount Rate”) plus 2%. As of 30 June 2024, the five-day average MRR was approximately 36%. The Company used the proceeds to repay CAMSA.

Convertible notes

On 10 October 2023, the Group entered into an Agreement to issue approximately 1,548 thousand non-transferable unsecured convertible notes, each with a face value of AUD$1, to an accredited and sophisticated investor. The number of notes was determined to be 919,158 by converting the gross proceeds into equivalent Australian dollars. The notes are to bear interest at a rate of 9% per annum and mature on the second anniversary of the date they are issued. Each note issued entitles the holder to convert the notes into ordinary shares of the Company at the holder’s option at a conversion price of AUD$0.059 per share during the first year (15,578,942 ordinary shares), and AUD$0.118 (7,789,471 ordinary shares) during the second year. The private placement was expected to yield gross proceeds of US$1,000 thousand (approximately AUD$1,548 thousand). At 31 December 2023, the Group had received US$591 thousand from the investor, and as the aggregate of US$1,000 thousand stated in the agreement had not been received, the Group has not closed the financing, and classified the cash received as restricted cash.

On 14 February 2024, a Deed of Variation of the Convertible Note Agreement was entered into which allowed for the closing of the convertible notes in two tranches, with the first tranche totaling US$591 thousand and the second tranche due by 15 March 2024.

On 15 February 2024, the first tranche of the Agreement was completed and the US$591 thousand became unrestricted cash. The second tranche was not closed and expired.

NOTES TO THE FINANCIAL STATEMENTS

All figures are reported in thousands of US$	For the 6 months ended 30 June 2024
Proceeds from issue of convertible notes (919,158 notes at AUD 1 par value)	591
Transaction costs	(7)
Net proceeds	584
Amount classified as a derivative financial instrument	(7)
Accreted interest	22
Foreign exchange	20
Carrying amount of liability at 30 June 2024	619

These notes were issued on 15 February 2024.

Reconciliation of movements of liabilities to cash flows arising from financing activities

All figures are reported in thousands of US$	Loans	Leasing
Balance at 1 January 2023	**8,646**	**2,836**
Change from financing cash flows		
Proceeds from loans and borrowings	17,955	-
Repayments	(10,777)	(2,252)
Other changes		
New leases	-	1,742
Foreign exchange	-	(14)
Interest expense	1,004	186
Interest paid	(720)	(186)
Balance at 31 December 2023	**16,108**	**2,312**
Balance at 1 January 2024	**16,108**	**2,312**
Change from financing cash flows		
Proceeds from loans and borrowings	8,001	-
Repayments	(6,778)	(609)
Other changes		
Foreign exchange	(90)	(12)
Interest expense	1,014	105
Interest paid	(538)	(105)
Balance at 30 June 2024	**17,717**	**1,691**

All figures are reported in US$	30 June 2024		Interest rate (%)	Maturity date (1)
Lender	Face value	Carrying value		
Santander Bank[5]	1,000,000	1,043,573	9.12	08 July 2024
Santander Bank[5]	500,000	504,163	9.67	12 July 2024
Santander Bank[5]	500,000	504,163	9.67	12 July 2024
Santander Bank[5]	500,000	521,229	9.32	23 July 2024
Banco de Crédito e Inversiones SA (BCI)	500,000	566,769	13.93	17 July 2024
Santander Bank[5]	500,000	521,042	9.65	23 July 2024
Banco de Crédito e Inversiones SA (BCI)	1,000,000	1,125,558	12.67	31July 2024
Banco de Crédito e Inversiones SA (BCI)	400,000	443,741	12.62	19 August 2024
Banco de Crédito e Inversiones SA (BCI)	500,000	546,415	12.15	23 September 2024
Banco de Crédito e Inversiones SA (BCI)	500,000	537,040	12.35	23 September 2024
Inversiones Financieras del Sur S.A. [2][3]	2,555,000	2,738,079	9.00	30 September 2024
Eduardo Elsztain[2][3]	850,000	949,143	9.00	30 September 2024
Eduardo Elsztain[2][3]	850,000	908,863	9.00	30 September 2024
Saul Zang[2][3]	150,000	167,496	9.00	30 September 2024
Saul Zang[2][3]	150,000	160,463	9.00	30 September 2024
Consultores Assets Management S.A.[2]	1,000,000	1,029,500	9.00	30 September 2024
Banco Hipotecario[2][4]	1,600,000	1,584,292	36.00	30 September 2024
Santander Bank[5]	3,500,000	680,556	4.27	25 January 2025
Santander Bank[5]	3,500,000	2,406,250	8.50	17 April 2026
Banco de Crédito e Inversiones SA (BCI)	1,000,000	777,778	12.35	23 October 2026
Convertible notes	597,168	618,964	9.00	15 February 2026
Total	**21,652,168**	**18,335,077**		

(1) The Maturity date refers to the date when the loan is to be completely repaid. Loans and borrowings have been classified based on the actual repayment calendar as disclosed in note 25.
(2) Related party loans
(3) The loan maturity dates of the loans held by Inversiones Financieras del Sur S.A., Eduardo Elsztain and Saul Zang were extended to 30 September 2024
(4) Loan is repayable in Argentine pesos (ARS). The interest rate is 5-day average Badlar (Market Reference Rate) plus 2%.
(5) On 25 July 2024, the Group entered into a US$7,000 thousand, 4-year loan with Santander Bank at an interest rate of 10.17% per annum. Repayments will be made from February 2025 to July 2028. The loan replaces US$3,000 thousand in short-term pre-export facilities and US$3,000 thousand in ESG loans, that were set to expire between 2024 and 2026.

26. NON-CONTROLLING INTEREST

All figures are reported in thousands of US$	For the six months ended 30 June	
	2024	2023
Non-controlling interest in subsidiaries comprise		
Balance beginning of the period	**165**	**179**
Increase in non-controlling interest[1]	27	-
Share of comprehensive (loss)	(6)	(5)
Transferred to assets available for sale (note 22)	(186)	-
Balance end of the period	**-**	**174**

(1) During the 6-month period ended 30 June 2024, a loan of US$84 thousand to Sierra Blanca was capitalised, which increased the Group's interest to 54.69% from 51%.

27. FINANCIAL INSTRUMENTS

Financial risk management objectives

The Group's principal financial instruments include items such as borrowings, receivables, listed equity securities, cash and short- term deposits. These activities expose the Group to a variety of financial risks: market risk (interest rate risk and foreign currency risk), credit risk, price risk and liquidity risk.

The Group recognises the importance of risk management and has adopted a Risk Management and Internal Compliance and Control policy which describes the role and accountabilities of management and of the Board. The Directors manage the different types of risks to which the Group is exposed by considering risk and monitoring levels of exposure to the main financial risks by being aware of market forecasts for interest rates, foreign exchange rates, commodity and market prices. The Group's exposure to credit risk and liquidity risk is monitored through general business budgets and forecasts.

NOTES TO THE FINANCIAL STATEMENTS

The Group holds the following financial instruments:

All figures are reported in thousands of US$	As at	
	30 June 2024	31 December 2023
Financial Assets		
Cash and cash equivalents	1,238	1,039
Trade and other receivables	3,673	3,483
Other financial assets	3,345	6,085
Financial liabilities		
Trade and other payables	18,422	23,124
Borrowings	18,336	16,108
Financial leases	1,691	2,312

a. Market Risk Foreign

Currency Risk

The Group undertakes certain transactions denominated in foreign currency and is exposed to foreign currency risk through foreign currency exchange rate fluctuations.

Foreign exchange rate risk arises from future commercial transactions and recognised financial assets and financial liabilities denominated in a currency that is not the functional currency of the Group. The risk is measured using cash flow forecasting. Foreign currency risk is minimal as most of the transactions are settled in US$.

At 30 June 2024, the Group was exposed to foreign exchange risk through the following financial assets and liabilities denominated in currencies other than the Group's functional currency (thousands of US$).

The following significant exchange rates have been applied.

US$	Average rate for the 6 months ended 30 June		Spot rate	
	2024	2023	30 June 2024	31 December 2023
ARS	858.73	216.78	910.50	806.95
CLP	910.73	826.76	944.34	877.12
A$	1.50	1.44	1.51	1.46
C$	1.36	1.25	1.37	1.32

Sensitivity analysis

A reasonably possible strengthening (weakening) of the Argentine peso, Chilean peso, Australian dollar, Canadian dollar and US dollar against all other currencies at 30 June 2024 would have affected the measurement of financial instruments denominated in a foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

Effect in thousands of USD	Profit or loss		Equity, net of tax	
30 June 2024	Strengthening	Weakening	Strengthening	Weakening
ARS (70% movement)	(1,660)	1,660	(1,660)	1,660
CLP (10% movement)	(1,487)	1,487	(1,487)	1,487
A$ (5% movement)	130	(130)	130	(130)
C$ (2% movement)	1	(1)	1	(1)
31 December 2023	Strengthening	Weakening	Strengthening	Weakening
ARS (70% movement)	(198)	198	(198)	198
CLP (10% movement)	(1,952)	1,952	(1,952)	1,952
A$ (5% movement)	289	(289)	289	(289)
C$ (1% movement)	5	(5)	5	(5)

All figures are reported in thousands of US$ 30 June 2024	Argentinian Peso (ARS)	Chilean Peso (CLP)	Australian Dollar (A$)	Canadian Dollar (C$)
Financial assets				
Cash and cash equivalents	211	108	8	66
Trade and other receivables	11	473	56	-
Other financial assets	-	-	3,314	31
Financial liabilities				
Trade and other payables	298	14,858	192	29
Borrowings	1,584	-	-	-
Financial leases	-	99	-	-
Convertible notes-liability portion	-	-	619	-

All figures are reported in thousands of US$ 31 December 2023	Argentinian Peso (ARS)	Chilean Peso (CLP)	Australian Dollar (A$)	Canadian Dollar (C$)
Financial assets				
Cash and cash equivalents	29	14	9	42
Trade and other receivables	28	733	20	-
Other financial assets	23	-	5,774	288
Financial liabilities				
Trade and other payables	278	19,482	85	28
Financial leases	-	136	-	-

ii. Price Risk

The Group's revenues are exposed to fluctuations in the price of gold, silver and other prices. Gold and silver produced is sold at prevailing market prices in US$.

The Group has resolved that for the present time production should remain unhedged. The Group considers exposure to commodity price fluctuations within reasonable boundaries to be an integral part of the business.

iii. Interest Rate Risk

The Group's main interest rate risk arises from recent higher interest rates on new borrowings and finance leases. The Group's borrowings and finance leases are at fixed rates and therefore do not carry any variable interest rate risk. Changes in interest rates are not expected to have a significant impact on the Group.

a. Financial Market Risk

The financial market risk is the risk that the fair value or future cash flows of the financial instruments will fluctuate because of changes in market prices, which occurs due to the Group's investment in listed securities where share prices can fluctuate over time. This risk, however, is not deemed to be significant as these investments are held for long term strategic purposes and therefore movement in the market prices impact the short-term profit or loss or cash flows of the Group.

The group holds listed government bonds, and listed equity securities (note 4). These are classified as level 1 within the fair value hierarchy as per AASB 7 "Financial Instruments".

b. Sensitivity analysis-Equity price risk

All of the Group's listed equity investments are listed on either the Australian Stock Exchange ("ASX") or the Toronto Venture Exchange ("TSXV") or the Canadian Stock Exchange ("CSE"). For such investments, an increase in the value of the investments at the reporting date on profit or loss would have resulted in an increase of US$288 thousand before tax and US$236 thousand after tax (31 December 2023: US$243 thousand before tax and US$206 thousand after tax). An equal change in the opposite direction would have decreased profit or loss by US$288 thousand (31 December 2023: US$243 thousand).

c. Credit Risk

The maximum exposure to credit risk at the reporting date to recognised financial assets, including receivables from government authorities, is the carrying amount, net of any allowance for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements.

The Group trades only with recognised, creditworthy third parties, and as such collateral is not requested nor is it the Group's policy to securitise its other receivables.

In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debts is not significant. There is no significant credit risk of concentration as although the Group typically sells to one refinery, it has the flexibility to sell through alternative channels such as financial institutions and merchant banks. In addition, credit risk is minimised as generally funds are collected within two days of the date of shipment.

NOTES TO THE FINANCIAL STATEMENTS

d. Liquidity Risk

The liquidity of the Group is managed to ensure sufficient funds are available to meet financial commitments in a timely and cost effective manner.

Management continuously reviews the Group's liquidity position through cash flow projections based upon the current life of mine plan to determine the forecast liquidity position and maintain appropriate liquidity levels.

d. Maturities of financial liabilities

The tables below analyses the Group's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date.

The amounts disclosed in the table are the contractual undiscounted cash flows.

All figures reported in US$	Consolidated				
	6 months	6-12 months	1-5 years	> 5 years	Total
30 June 2024					
Financial liabilities					
Trade and other payables	18,420	-	2	-	18,422
Borrowings	15,593	900	2,457	-	18,950
Leasing	652	459	771	-	1,882
Total 30 June 2024 liabilities	**34,665**	**1,359**	**3,230**	**-**	**39,254**
31 December 2023					
Financial liabilities					
Trade and other payables	23,121	-	3	-	23,124
Borrowings	10,617	3,576	2,748	-	16,941
Leasing	699	653	1,256	-	2,608
Total 31 December 2023 liabilities	**34,437**	**4,229**	**4,007**	**-**	**42,673**

28. RELATED PARTY TRANSACTIONS

On 25 June 2024, the Company sold 5,458,833 previously issued common shares of Unico ("Unico Shares") to Mr. Elsztain and 963,323 Unico Shares to Mr. Zang, at a price per Unico Share of A$0.16 per share. Total proceeds from the transaction was US$682,393. Related party transactions regarding loans are disclosed in note 25, Loans and Borrowings.

29. CONTINGENCIES

As of 30 June 2024, the Group's supplier was working on repairing the high-pressure grinding rolls (HRC 800) equipment. The Group agreed to pay the supplier approximately US$244 thousand in three installments after the equipment has been repaired to the Group's satisfaction. The installments are as follows: 15% on 25 October 2024, 25% on 25 December 2024, and 60% on 20 February 2025.

30. SUBSEQUENT EVENTS

30.1 On 3 July 2024, Ms. Sheridan resigned as Company secretary and the Company appointed Mr. Hwang and Mr. Bordogna as joint Company secretaries.

30.2 On 24 July 2024, the Company completed the sale of its interest in Sierra Blanca S.A. for 2,734,500 Unico Silver Limited shares valued at US$316 thousand and US$8 thousand for the reimbursement of expenses (note 22).

30.3 On 25 July 2024, the Company entered into an agreement to sell an additional 8.1 million Unico Silver shares to its largest shareholder, Inversiones Financieras del Sur SA (IFISA). Two board members, Eduardo Elsztain and Saul Zang are also shareholders and directors of IFISA. The sale was completed on 2 August 2024 for proceeds of US$988 thousand.

30.4 On 26 July 2024, the Company's Chilean subsidiary entered into a US$7,000 thousand, 4-year loan agreement with Banco Santander. The loan carries an interest rate of 10.17% per annum, with repayments deferred until February 2025. This loan expires in June 2028 and replaces US$3,000 thousand of short-term pre-export facilities and US$3,000 thousand of ESG loans that were set to expire between 2024 and 2026.

30.5 On 8 August 2024, the Chilean National Geology and Mining Service approved the updated closure plan for the for the Guanaco-Amancaya mine complex, resulting in a decrease of the mine closure provision by US$1,900 thousand.

30.6 On 30 August 2024, the Group entered into a credit facility for up to US$3,500 thousand with a maturity date of 29 January 2026 with Inversiones Financieras del Sur SA, the Company's largest shareholder. Interest on funds withdrawn are repayable at 9% per annum.

DIRECTORS' DECLARATION

AUSTRALGOLD

IN THE DIRECTORS' OPINION:

1. the interim consolidated financial statements and notes that are set out on pages 18 to 39 are in accordance with the Corporations Act 2001, including:
   i. giving a true and fair view of the Group's financial position as at 30 June 2024 and of its performance for the 6 months ended on that date; and
   ii. complying with Australian Accounting Standards and the Corporation Regulations 2021; and
   iii. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. There are reasonable grounds to believe that the Company and the group's entities will be able to meet any obligations or liabilities to which they are or may become subject to by virtue of the Deed of Cross Guarantee between the Company and those group entities pursuant to ASIC Corporations (Wholly owned Companies) Instrument 2016/785.
3. The directors have been given the declarations required by section 295A of the Corporations Act 2001 from the chief executive officer and chief financial officer for the interim financial period ended 30 June 2024.
4. The directors draw attention to Note 2 to the consolidated financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Signed on behalf of the Directors by:

Robert Trzebski
Director
Sydney
6 September 2024

KPMG

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Austral Gold Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Austral Gold Limited for the half-year ended 30 June 2024 there have been:

i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and

ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG	J. Dillon
KPMG	Jessica Dillon
	Partner
	Sydney
	6 September 2024

INDEPENDENT AUDITOR'S REPORT

Independent Auditor's Review Report

To the shareholders of Austral Gold Limited

Conclusion

We have reviewed the accompanying ***Half-year Financial Report*** of Austral Gold Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Half-year Financial Report of Austral Gold Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the ***Group's*** financial position as at 30 June 2024 and of its performance for the Half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The ***Half-year Financial Report*** comprises:

- Consolidated statement of financial position as at 30 June 2024
- Consolidated statement of profit or loss and other comprehensive income, Consolidated statement of changes in equity and Consolidated statement of cash flows for the Half-year ended on that date
- Notes 1 to 30 including selected explanatory notes
- The Directors' Declaration.

The ***Group*** comprises Austral Gold Limited (the Company) and the entities it controlled at the Half year's end or from time to time during the Half-year.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Material uncertainty related to going concern

We draw attention to Note 3 "Going Concern" in the Half-year Financial Report. The events or conditions disclosed in Note 3 indicate a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern and therefore, whether it will realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the Half-year Financial Report. Our conclusion is not modified in respect of this matter.

KPMG

Responsibilities of the Directors for the Half-year Financial Report

The Directors of the Company are responsible for:

- the preparation of the Half-year Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Half-year Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Half-year Financial Report

Our responsibility is to express a conclusion on the Half-year Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Half-year Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2024 and its performance for the Half-Year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a Half-year Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

KPMG

KPMG

J. Dillon

Jessica Dillon

Partner

Sydney

6 September 2024

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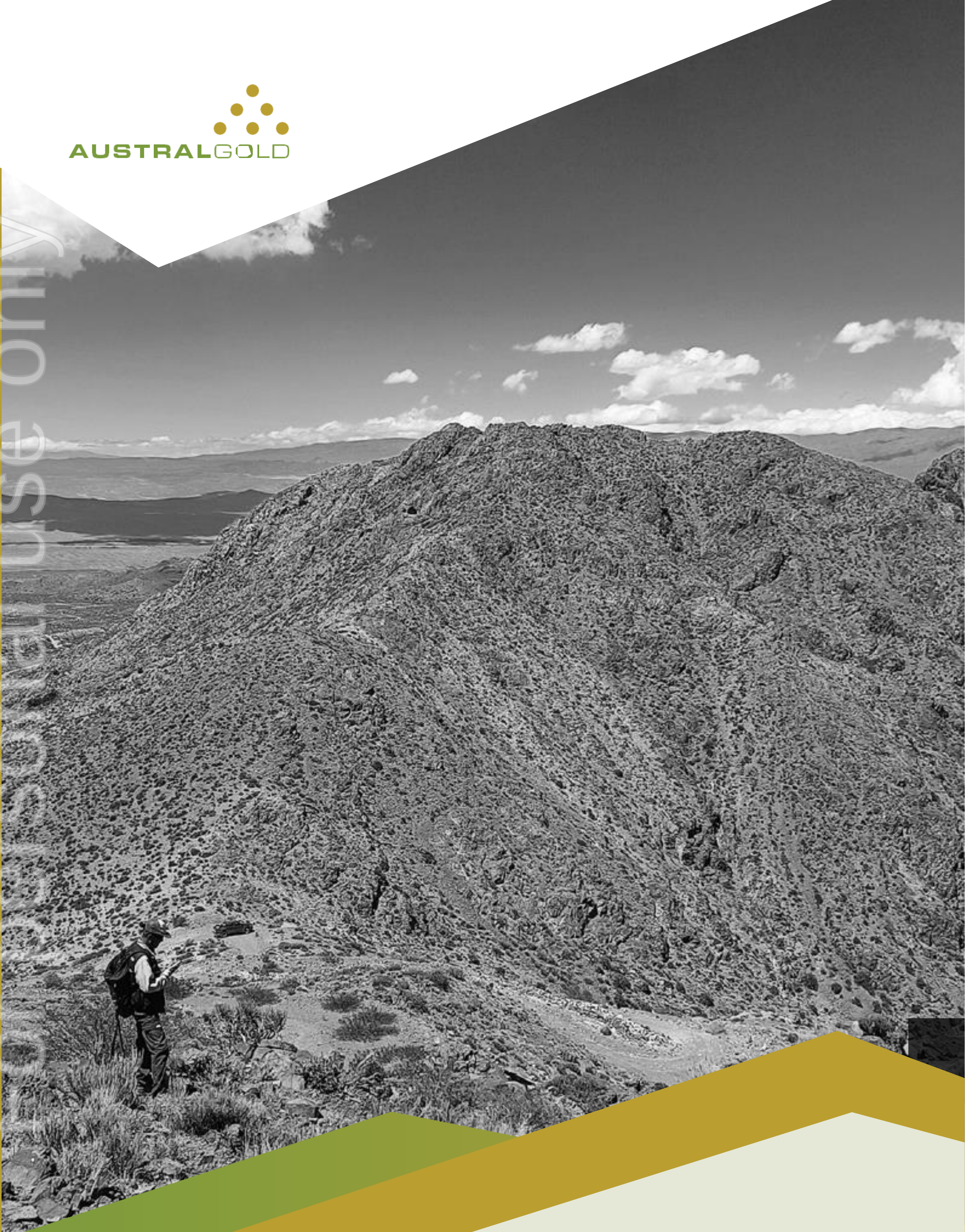
Forward Looking Statements

In this half-year report, statements that are not historical facts are forward-looking statements. Forward-looking statements are statements that are not historical, and consist primarily of projections — statements regarding future plans, expectations and developments. Words such as “expects”, “intends”, “plans”, “may”, “could”, “potential”, “should”, “antici- pates”, “likely”, “believes” and words of similar import tend to identify forward-looking statements. All forward-looking statements are subject to a variety of known and unknown risks, uncertainties and other factors that could cause actual events or results to differ from those expressed or implied, including, without limitation, business integration risks; uncertainty of production, development plans and cost estimates, commodity price fluctuations; political or economic instability and regulatory changes; currency fluctuations, the state of the capital markets, uncertainty in the measurement of mineral reserves and resource estimates, Austral’s ability to attract and retain qualified personnel and manage- ment, potential labour unrest, reclamation and closure requirements for mineral properties; unpredictable risks and hazards related to the development and operation of a mine or mineral property that are beyond the Company’s control, the availability of capital to fund all of the Company’s projects and other risks and uncertainties identified under the heading “Risk Factors” in the Company’s continuous disclosure documents filed on the ASX and SEDAR+.. You are cautioned that the foregoing list is not exhaustive of all factors and assumptions which may have been used. Austral cannot assure you that actual events, performance or results will be consistent with these forward-looking statements, and management’s assumptions may prove to be incorrect. Austral’s forward-looking statements reflect current expectations regarding future events and operating performance and speak only as of the date hereof and Austral does not assume any obligation to update forward-looking statements if circumstances or management’s beliefs, expecta- tions or opinions should change other than as required by applicable law. For the reasons set forth above, you should not place undue reliance on forward-looking statements.



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