

Kuniko Limited

ABN 99 619 314 055

Interim Report – 30 June 2024

**Kuniko Limited
Directors' report
30 June 2024**

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Kuniko Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 June 2024.

Directors

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

Gavin Rezos – Non-Executive Chairman
Brendan Borg – Non-Executive Director
Maja McGuire – Non-Executive Director
Birgit Liodden – Non-Executive Director
Bruno Piranda - Non-Executive Director (appointed 15 January 2024)

Principal activities

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

Review of operations

The loss for the consolidated entity after providing for income tax amounted to \$1,159,954 (2023: \$3,387,893).

Significant changes in the state of affairs

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

Rounding of amounts

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

Auditor's independence declaration

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

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

On behalf of the directors



Gavin Rezos
Chair

9 September 2024
Perth WA

Kuniko Limited
Auditor's independence declaration



Tel: +61 8 6382 4600
Fax: +61 8 6382 4601
www.bdo.com.au

Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth, WA 6000
PO Box 700 West Perth WA 6872
Australia

DECLARATION OF INDEPENDENCE BY JACKSON WHEELER TO THE DIRECTORS OF KUNIKO LIMITED

As lead auditor for the review of Kuniko Limited for the half-year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Kuniko Limited and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'J. Wheeler', is written over a horizontal line.

Jackson Wheeler
Director

BDO Audit Pty Ltd
Perth
9 September 2024

Kuniko Limited
Contents
30 June 2024

Consolidated statement of profit or loss and other comprehensive income	4
Consolidated statement of financial position	5
Consolidated statement of changes in equity	6
Consolidated statement of cash flows	7
Notes to the financial statements	8
Directors' declaration	15
Independent auditor's review report to the members of Kuniko Limited	16

General information

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

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

Registered office

Level 28
AMP Tower
140 St Georges Terrace
Perth WA 6000
Australia

Principal place of business

Level 28
AMP Tower
140 St Georges Terrace
Perth WA 6000
Australia

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

The financial statements were authorised for issue, in accordance with a resolution of directors, on 9 September 2024.

Kuniko Limited
Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 30 June 2024

	Note	30 Jun 2024	30 Jun 2023
		\$	\$
Other income		90,322	34,321
Expenses			
Administrative expenses		(340,181)	(309,010)
Compliance and regulatory expenses		(61,733)	(64,226)
Consulting and legal fees		(44,086)	(198,594)
Employee benefit expenses		(420,270)	(292,218)
Environmental Social Governance		(65,336)	(72,013)
Option agreements – cash consideration	3	-	(310,501)
Option agreements – share-based payment	3	-	(412,384)
Share-based payments expense	10	(99,629)	(1,539,418)
Foreign exchange loss		(13,849)	(55,699)
Depreciation expense		(9,616)	(7,913)
Interest expense		-	(16)
Other expenses	4	(195,576)	(160,222)
(Loss) before income tax expense		(1,159,954)	(3,387,893)
Income tax expense		-	-
(Loss) after income tax expense for the half-year		(1,159,954)	(3,387,893)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences on translation of foreign operations		(173,979)	(446,829)
Other comprehensive loss for the half-year, net of tax		(173,979)	(446,829)
Total comprehensive loss for the half-year		(1,333,933)	(3,834,722)
		Cents	Cents
Basic loss per share	14	(1.34)	(5.09)
Diluted loss per share	14	(1.34)	(5.09)

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

Kuniko Limited
Consolidated statement of financial position
As at 30 June 2024

	Note	30 Jun 2024	31 Dec 2023
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		3,691,122	6,742,267
Other current assets	5	432,974	946,112
Other receivables	6	316,507	117,084
Total current assets		<u>4,440,603</u>	<u>7,805,463</u>
Non-current assets			
Exploration and evaluation expenditure	7	11,429,874	8,954,712
Other non-current assets		50,940	90,346
Total non-current assets		<u>11,480,814</u>	<u>9,045,058</u>
Total assets		<u>15,921,417</u>	<u>16,850,521</u>
Liabilities			
Current liabilities			
Trade and other payables		791,169	264,105
Other current liabilities		219,492	346,260
Total current liabilities		<u>1,010,661</u>	<u>610,365</u>
Non-current liabilities			
Non-current liabilities		1,967	13,730
Total non-current liabilities		<u>1,967</u>	<u>13,730</u>
Total liabilities		<u>1,012,628</u>	<u>624,095</u>
Net assets		<u>14,908,789</u>	<u>16,226,426</u>
Equity			
Issued capital	8	26,428,069	26,428,069
Reserves	9	500,369	658,052
Accumulates losses		(12,019,649)	(10,859,695)
Total equity		<u>14,908,789</u>	<u>16,226,426</u>

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

Kuniko Limited
Consolidated statement of changes in equity
For the half-year ended 30 June 2024

Consolidated	Issued capital \$	Share-based payments reserves \$	Foreign currency reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 January 2023	17,378,918	512,618	(102,160)	(5,723,268)	12,066,108
Loss after income tax expense for the half-year	-	-	-	(3,387,893)	(3,387,893)
Other comprehensive loss for the half-year, net of tax	-	-	(446,829)	-	(446,829)
Total comprehensive loss for the half-year	-	-	(446,829)	(3,387,893)	(3,834,722)
<i>Transactions with owners in their capacity as owners:</i>					
Issue of share capital	391,357	-	-	-	391,357
Share issue costs	-	255,111	-	-	255,111
Share-based payments	-	799,200	-	-	799,200
Balance at 30 June 2023	17,770,275	1,566,929	(548,989)	(9,111,161)	9,677,054
Consolidated	Issued capital \$	Share-based payments reserves \$	Foreign currency reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 January 2024	26,428,069	1,033,152	(375,100)	(10,859,695)	16,226,426
Loss after income tax expense for the half-year	-	-	-	(1,159,954)	(1,159,954)
Other comprehensive loss for the half-year, net of tax	-	-	(173,979)	-	(173,979)
Total comprehensive loss for the half-year	-	-	(173,979)	(1,159,954)	(1,333,933)
<i>Transactions with owners in their capacity as owners:</i>					
Conversion of performance rights	-	-	-	-	-
Cessation of performance rights	-	(37,493)	-	-	(37,493)
Share-based payments	-	35,657	-	-	35,657
Options issued	-	18,132	-	-	18,132
Balance at 30 June 2024	26,428,069	1,049,448	(549,079)	(12,019,649)	14,908,789

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

Kuniko Limited
Consolidated statement of cash flows
For the half-year ended 30 June 2024

	Note	30 June 2024	30 June 2023
		\$	\$
Cash flows from operating activities			
Payments to suppliers and employees (inclusive of GST)		(1,102,713)	(1,057,683)
Exploration expense		(84,464)	(727,740)
Refund of bank guarantees		-	50,000
Interest received		131,862	39,253
Interest paid		-	(16)
Net cash used in operating activities		<u>(1,055,315)</u>	<u>(1,696,186)</u>
Cash flows from investing activities			
Payments for exploration and evaluation		(1,984,074)	(3,279,604)
Payments for property, plant and equipment		(912)	(14,252)
Net cash used in investing activities		<u>(1,984,986)</u>	<u>(3,293,856)</u>
Cash flows from financing activities			
Proceeds from issue of shares		-	-
Share issue costs		-	-
Proceeds of borrowings		-	-
Net cash from financing activities		<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents		(3,040,301)	(4,990,042)
Cash and cash equivalents at the beginning of the financial half-year		6,742,268	6,645,988
Effect of exchange rate fluctuations on cash held		(10,845)	(48,580)
Cash and cash equivalents at the end of the financial half-year		<u><u>3,691,122</u></u>	<u><u>1,607,366</u></u>

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

Note 1. Material accounting policies

These general purpose financial statements for the interim half-year reporting period ended 30 June 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 '*Interim Financial Reporting*' and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 '*Interim Financial Reporting*'.

These interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2023 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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

New or amended Accounting Standards and Interpretations adopted

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

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

Going Concern

This report is prepared on the going concern basis which assumes the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

For the half-year reporting period ended 30 June 2024, the consolidated entity incurred a loss from operations of \$1,159,954 (30 June 2023: \$3,387,893) and recorded cash outflows from operating activities of \$1,055,315 (30 June 2023: \$1,696,186). As at 30 June 2024, the Group had net working capital of \$3,429,942 with cash of \$3,691,122 (30 June 2023: \$1,607,366) available.

The consolidated entity's ability to continue as a going concern is dependent upon it maintaining sufficient funds for its operations and commitments. The Board believes that it has sufficient funding in place to meet its operating objectives. The Directors consider the basis of going concern to be appropriate for the following reasons:

- the cash balance of the Company relative to its fixed and discretionary expenditure commitments;
- given the Company's market capitalisation and the underlying prospects for the Company to raise further funds from the capital markets; and
- the fact that future exploration and evaluation expenditure is generally discretionary in nature (i.e. at the discretion of the Directors having regard to an assessment of the Company's eligible expenditure to date and the timing and quantum of its remaining earn-in expenditure requirements). Subject to meeting certain minimum expenditure commitments, further exploration activities may be slowed or suspended as part of the management of the Company's working capital.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate. In particular, given the Company's history of raising capital to date, the directors are satisfied of the Company's ability to raise additional funds as and when they are required.

Should the Company be unable to raise sufficient funds, there is material uncertainty whether it would continue as a going concern and therefore whether it would realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts or classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

Kuniko Limited
Notes to the financial statements
30 June 2024

Note 2. Operating segments

The Company currently functions in three geographic regions: Norway, Canada and Australia, and in one industry, being evaluation and exploration, for the half-year ended 30 June 2024. The key decision-makers are the Board of Directors and the company's management.

The chief operating decision making, being the Chief Executive Officer, analyses profit or loss, net assets, total assets and total liabilities of the Company on a geographical segmentation (i.e. Norway, Canada and Australia).

The accounting policies applied for internal reporting purposes are consistent with those applied in the preparation of the financial statements.

	Norway	Canada	Australia	Total
	\$	\$	\$	\$
Half-year ended 30 June 2024				
Revenue	-	-	-	-
EBITDA	(569,456)	(22,653)	(648,551)	(1,240,660)
Depreciation and amortisation	(9,616)	-	-	(9,616)
Interest revenue	-	-	90,322	90,322
Loss before income tax expense				(1,159,954)
Income tax expense				-
Loss after income tax expense				(1,159,954)
Segment assets	12,293,034	23,933	3,604,450	15,921,417
Segment liabilities	(795,113)	(12,084)	(205,431)	(1,012,628)
Half-year ended 30 June 2023				
Revenue	-	-	-	-
EBITDA	(394,044)	(1,140,744)	(1,879,512)	(3,414,300)
Depreciation and amortisation	(7,913)	-	-	(7,913)
Interest revenue	7	-	34,313	34,320
Loss before income tax expense				3,387,893
Income tax expense				-
Loss after income tax expense				3,387,893
Segment assets	8,769,204	16,382	1,522,190	10,307,776
Segment liabilities	(317,241)	-	(313,481)	(630,722)

Note 3. Option Agreements cash and share based payments

	30 Jun 2024 \$	30 Jun 2023 \$
Option agreements – share based payment	-	(412,384)
Total	-	(412,384)

	30 Jun 2024 \$	30 Jun 2023 \$
Option agreements – cash consideration	-	(310,501)
Total	-	(310,501)

Note 4. Other expenses

	30 Jun 2024 \$	30 Jun 2023 \$
Marketing	(133,215)	(87,625)
Exploration costs	-	(15,840)
Occupancy costs	(47,965)	(50,830)
Other	(14,396)	(5,927)
Total	(195,576)	(160,222)

Note 5. Other current assets

	30 Jun 2024 \$	31 Dec 2023 \$
Prepayments	423,374	916,777
Lease security deposit	9,600	29,335
Total	432,974	946,112

Note 6. Other receivables

	30 Jun 2024 \$	31 Dec 2023 \$
GST/VAT receivable	313,515	72,552
Other receivable	2,992	44,532
Total	316,507	117,084

Note 7. Exploration and evaluation expenditure

	30 Jun 2024 \$	31 Dec 2023 \$
Opening balance	8,954,712	4,713,848
Expenditure capitalised during the period	2,619,577	4,486,208
Impairment expense	-	(49,137)
Foreign exchange difference	(144,415)	(196,208)
Total	11,429,874	8,954,711

Note 8. Issued Capital

	30 Jun 2024		31 Dec 2023	
	\$	No.	\$	No.
Ordinary shares	26,428,069	86,769,268	26,428,069	86,644,268

The reconciliation is set out as follows:

<i>Movement in ordinary shares on issue</i>	Date	\$	No.
Shares on issue 1 January 2024		26,428,069	86,644,268
Conversion of Performance Rights	21 June 2024	-	125,000
Shares on issue at 30 June 2024		26,428,069	86,769,268

Note 9. Reserves

	30 Jun 2024	31 Dec 2023
	\$	\$
Share-based payments reserve	1,049,448	1,033,153
FX revaluation reserve	(549,079)	(375,101)
Reserves total	500,369	658,051

Share-based payments reserve

The reserve is used to recognise share-based payment transactions that occurred during the period.

Set out below are summaries of movements in share-based payment reserve:

	30 Jun 2024	31 Dec 2023
	\$	\$
Opening balance	1,033,152	512,618
Additions through expenditure of prior issued performance rights	35,656	336,158
Issue of new performance rights	-	12,451
Issue of new options Tranche 1 and Tranche 2	-	799,200
Issue of new options to advisor	18,133	-
Cessation of 105,000 performance rights Class G	(15,133)	-
Cessation of 105,000 performance rights Class I	(9,775)	-
Cessation of 105,000 performance rights Class J	(12,585)	-
Transfer of performance rights Class E from reserve to issue capital	-	(40,000)
Transfer of performance rights Class H ¹ from reserve to issue capital	-	(212,275)
Issue of shares from share-based payment reserve	-	(375,000)
Closing balance	1,049,448	1,033,152

1. Class H rights vested on 17 July 2023, following settlement of the agreement with Stellantis.

Kuniko Limited
Notes to the financial statements
30 June 2024
Note 9. Reserves (continued)

Performance rights:

The Company has on issue 2,890,000 Performance Rights to the CEO and Directors of the company and staff. During the period, the Company issued 1,670,000 Performance Rights to Directors and employees of the Company, consisting of the following:

Tranche	Grant date	Vesting date	Expiry date	Fair value	Number of rights
Class A	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	580,000
Class B	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	330,000
Class C	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	250,000
Class D	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	125,000
Class E	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	125,000
Class K	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	100,000
Class L	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	100,000
Class M	18/03/2024	Subject to vesting condition	18/03/2029	\$0.00	60,000
					<hr/> 1,670,000 <hr/>

Performance conditions:

- Class A vesting upon satisfaction of all conditions precedent to completion of a strategic acquisition transaction by the Company for consideration valued at A\$10 million or more (including deferred consideration).
- Class B vesting upon completion of a subscription in the Company of least A\$5 million through a strategic investment by an OEM or a resource industry entity, with or without linked offtake agreements.
- Class C vesting upon the Company announcing a JORC compliant mineral resource estimate on any of its projects where the indicative internal NPV of the resource (as determined by the Company and approved by the Board) is greater than A\$50m pre-Scoping Study or PEA.
- Class D vesting upon the Company attaining cumulative aggregate grants, equity and subsidies totalling A\$1 million or more or substantial government support determined in the absolute discretion of the Board to be of equivalent value.
- Class E vesting upon completing a sale of any project area by either a divestment or farm-out approved by the Board (this covers whether a project is non-core at any point in time).
- Class K vesting upon the Company announcing a JORC compliant mineral resource estimate on any of its projects where the indicative internal NPV of the resource (as determined by the Company and approved by the Board) is greater than A\$50m pre-Scoping Study or PEA.
- Class L vesting upon the Company attaining cumulative aggregate grants, equity and subsidies totalling A\$1 million or more or substantial government support determined in the absolute discretion of the Board to be of equivalent value; such support may be in the form of grants, subsidies, tax incentives, equity participation or regulatory reform.
- Class M vesting upon project rationalisation aligning with company strategy, including divestment and farm out of projects determined to be non-core by the company.

The performance rights issued during the period had no amount expensed as the management does not have certainty that the performance rights would convert into ordinary shares.

Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars. It is also used to recognise gains and losses on hedges of the net investments in foreign operations.

Kuniko Limited
Notes to the financial statements
30 June 2024
Note 9. Reserves (continued)

Share option reserve

Set out below are summaries of options issued during the period:

Numbers of options issued	Grant date	Expiry date	Spot price	Exercise price	Volatility	Risk-free interest rate	Dividend yield	Fair value
200,000	19/06/2024	19/06/2027	\$0.180	\$0.350	90%	3.90%	0%	\$0.091

Note 10. Share-based payments expense

	30 Jun 2024 \$	30 Jun 2023 \$
<i>Share-based payments transactions</i>		
Shares issued for an option to acquire projects in Canada	-	(391,357)
Options issued to Directors	-	(799,200)
Options issued for the provision of services	(18,132)	-
Shares to be issued for the provision of services	(83,333)	(93,750)
Cessation of performance rights	37,493	
Amortisation of performance rights	(35,657)	(255,111)
Total	(99,629)	(1,539,418)

Note 11. Contingent Liabilities or assets

There have been no changes to contingent liabilities or assets since 31 December 2023.

Note 12. Events after the reporting period

No matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Note 13. Dividends

No dividends have been paid or provided for during the 6 months ended 30 June 2024 (6 months ending 30 June 2023: Nil).

Note 14. Losses per share

	30 Jun 2024 \$	30 Jun 2023 \$
Loss after income tax expense for the period	(1,159,954)	(3,387,893)
Weighted average shares used in calculation	86,650,449	66,611,183
	Cents	Cents
Basic loss per share	(1.34)	(5.09)
Diluted loss per share ¹	(1.34)	(5.09)

1. Options and performance rights on issue are not considered to be dilutive to the earnings per share as the Consolidated group is in a loss-making position.

Kuniko Limited
Notes to the financial statements
30 June 2024

Note 15. Related party transactions

During half-year reporting the following performance rights were issued to CEO, Antony Beckmand:

Tranche	Grant date	Vesting date	Number of rights
Class A	18/03/2024	Subject to vesting condition	500,000
Class B	18/03/2024	Subject to vesting condition	250,000
Class C	18/03/2024	Subject to vesting condition	250,000
Class D	18/03/2024	Subject to vesting condition	125,000
Class E	18/03/2024	Subject to vesting condition	125,000
			<hr/> 1,250,000 <hr/>

Refer to Note 9 for further details on the performance rights issued.

Note 16. Commitments

	30 Jun 2024
<i>Consultancy service commitments</i>	\$
0 to 1 year	140,530
1 to 5 years	-
5+ years	-
	<hr/> 140,530 <hr/>

The consolidated entity entered into agreement to acquire three lithium projects in Canada's district of James Bay, Quebec. Kuniko and its 100% owned subsidiary, Kuniko Resources Canada Ltd. have entered into three individual option agreements with 1Minerals Corp. ("1Minerals") for the Fraser, Mia North and Nemaska South lithium projects. 1Minerals currently hold the claims for each of the projects, whereby the option agreements enabled Kuniko to acquire a 100% interest in the claims. On 08 February 2024, the company announced termination of further exploration activities and the option agreements related to the James Bay Lithium Projects, encompassing the Fraser, Mia North, and Nemaska South Lithium Projects in James Bay, Quebec, Canada, and no further payments expected in cash or shares" (Refer: ASX Release 09 Mar. '23). As at the date of this report, there are no further commitments to pay any of the remaining option payments.

Kuniko Limited
Directors' declaration
30 June 2024

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors



Gavin Rezos
Chair

9 September 2024
Perth WA



Tel: +61 8 6382 4600
Fax: +61 8 6382 4601
www.bdo.com.au

Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth, WA 6000
PO Box 700 West Perth WA 6872
Australia

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Kuniko Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Kuniko Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material accounting policy information and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply 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 financial performance for the half-year ended on that date; and
- ii. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.



Responsibility of the directors for the financial report

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

Auditor's responsibility for the review of the financial report

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

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

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'JW', is written over a horizontal line.

Jackson Wheeler

Director

Perth, 9 September 2024