



**AUGUSTUS
MINERALS**
LIMITED

A.C.N. 651 349 638

**INTERIM FINANCIAL REPORT
FOR THE HALF YEAR ENDED
31 DECEMBER 2023**

Corporate Directory

Current Directors

Brian Rodan	Executive Chairman
Andrew Reid	Managing Director
Darren Holden	Non-Executive Director
Graeme Smith	Non-Executive Director

Company Secretary

Sebastian Andre

Registered Office

Address	Level 2, 41-43 Ord Street West Perth WA 6005
Telephone	+61 (0)8 6458 4200
Email	admin@augustusminerals.com.au
Website	www.augustusminerals.com.au

Share Registry

Automatic Registry Services

Address	Level 5, 191 St Georges Terrace Perth WA 6000
Telephone	1300 288 664 (within Australia) +61 (0)2 9698 5414 (outside Australia)
Facsimile	+61 (0)2 8583 3040

Auditors

Hall Chadwick WA Audit Pty Ltd

Address	283 Rokeby Road Subiaco WA 6008
Telephone	+61 (0)8 9426 0666

Solicitors to the Company

Steinepreis Paganin

Address	Level 4, The Read Buildings 16 Milligan Street Perth WA 6000
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Directors' Report

Your Directors present the financial report of Augustus Minerals Limited (Augustus Minerals or the Company) and the consolidated financial statement of the Company and its controlled entities (the Group) for the half-year ended 31 December 2023.

Augustus Minerals was incorporated on 24 June 2021 and was listed on the Australian Securities Exchange (ASX) on 25 May 2023.

Directors

The names of Directors in office at any time during or since the end of the financial period are:

- | | |
|-----------------------|------------------------|
| • Brian Bernard Rodan | Executive Chairman |
| • Andrew Reid | Managing Director |
| • Darren John Holden | Non-Executive Director |
| • Graeme Ian Smith | Non-Executive Director |

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company Secretary

The following person held the position of Company Secretary during the half-year ended 31 December 2023:

- Sebastian Andre

Dividend paid or recommended

There were no dividends paid or recommended during the period ended 31 December 2023.

Significant changes in the state of affairs

There have been no significant changes in the state of affairs of the Company during the half-year ended 31 December 2023 other than disclosed elsewhere in this Interim Financial Report.

Operating and financial review

Nature of Operations and Principal Activities

The Company was incorporated as an unlisted public company limited by shares on 24 June 2021, for the purpose of acquiring, exploring, and developing copper, gold, and molybdenum projects in Western Australia.

Operations Review

The Company's main business undertaking is the exploration for and development of mineral resources.

Augustus Minerals acquired 100% interest in a large and contiguous ~3,600km² tenement package in the Gascoyne province of Western Australia.

The project, known as the Ti Tree Shear Project ("Project"), is located 250km east-northeast of Carnarvon in the shires of Upper Gascoyne and Carnarvon. The Project straddles the Ti Tree Shear Zone, which runs west to east across the tenement package.

Within the tenement package there are two advanced exploration prospects with known mineralisation and referred to as Crawford Bore (copper, nickel and gold) and Mining Springs (copper, gold, rare earths and molybdenum).

Geologically the Project is situated within the deformed and high-grade metamorphic core of the Capricorn Orogen with past exploration revealing numerous anomalous surface geochemical samples with sub-economic to economic grades of Au, Cu, Pb, Mo and W, many of which have never been drill tested.

Directors' Report

Over the last 3 years the vendor has compiled and interrogated an extensive data set of past exploration records. Subsequent groundwork undertaken by the vendor along with a number of highly regarded geological consultants and contractors, has identified north west trending structural lineaments and their intersections with the Ti Tree Shear, Minga Bar Fault and granite intrusions.

A targeting study has defined >50 drill targets, including 11 areas as priority 1 drill targets with little or no tertiary coverage.

The Company has advanced the geological understanding and prospectivity of the key target areas using airborne and non-ground disturbing methods, prior to advancing to an initial public offering (IPO) and quotation on the Australian Securities Exchange (ASX). Since listing on the ASX in May 2023 the Company has continued to define and evaluate prospects with a maiden drilling program completed in the December quarter.

Financial Review

Operating Results

For the period ended 31 December 2023 the Company reported a loss before tax of \$588,233 (31 December 2022: Loss: of \$247,335).

Financial Position

The net assets of the Company as at 31 December 2023 were \$13,937,625 (30 June 2023: \$14,525,858). As at 31 December 2023, the Company's cash and cash equivalents were \$5,748,183 (30 June 2023: \$8,735,654) and it had working capital of \$5,080,739 (30 June 2023: \$8,487,504)

The financial report has been prepared on the basis of accounting principles applicable to a going concern, which assumes the commercial realisation of the future potential of the Group's assets and the discharge of their liabilities in the normal course of business.

Events Subsequent to Reporting Date

The Managing Director, Mr Andrew Reid, advised the Board of his resignation from the role. He will remain in the role until 18 March 2024.

Except for the above, no other matters or circumstances have arisen since the end of the financial half-year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future Developments, Prospects and Business Strategies

Likely developments, future prospects and business strategies of the operations of the Company and the expected results of those operations have not been included in this report as the Directors believe that the inclusion of such information would be likely to result in unreasonable prejudice to the Company.

Environmental Regulations

The Company's operations are not currently subject to any significant environmental regulations in the jurisdiction it operates in, namely Australia.

Proceedings on behalf of the company

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

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

Auditors independence declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 (Cth) for the half-year ended 31 December 2023 has been received and can be found on page 7.

Directors' Report

This Report of the Directors is signed in accordance with a resolution of directors made pursuant to s.298(2) of the Corporations Act 2001 (Cth).

**ANDREW REID**

Managing Director

Dated this 13th day of March 2024

To the Board of Directors

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead audit Director for the review of the financial statements of Augustus Minerals Limited for the half year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours Faithfully,


HALL CHADWICK WA AUDIT PTY LTD


MARK DELAURENTIS CA
Director

Dated 13th day of March 2024
Perth, Western Australia

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half-year ended 31 December 2023

	2023	2022
	\$	\$
Revenue		
Interest income	143,834	-
Other Income	-	75,059
Total Income	143,834	75,059
Expenses		
Compliance Costs	(52,702)	(3,129)
Depreciation	(1,601)	-
Employment Costs	(319,372)	-
Financing Costs	(315)	(1,274)
Information Technology Costs	(1,220)	(5,885)
Insurance	(54,560)	(12,397)
Legal Fees	(5,537)	(57,749)
Professional Fees	(97,617)	(149,124)
Public Relations, Marketing and Advertising	(132,507)	(42,356)
Rental Costs	(60,000)	(30,000)
Other Expenses	(6,636)	(20,480)
Total Expenses	(732,068)	(322,394)
Loss before tax	(588,233)	(247,335)
Loss before income tax	(588,233)	(247,335)
Income tax benefit	-	-
Net loss for the period from continuing operations	(588,233)	(247,335)
Other comprehensive income for the period, net of tax	-	-
Total comprehensive loss for the period	(588,233)	(247,335)
Earnings per share	c	c
Basic and diluted loss per share	(0.4)	(0.5)

The condensed consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Financial Position

As at 31 December 2023

	Note(s)	31 December 2023 \$	30 June 2023 \$
Current Asset			
Cash and cash equivalents	2	5,748,183	8,735,654
Trade and other receivables	3	191,339	97,464
Total Current Assets		5,939,522	8,833,118
Non-Current Asset			
Capitalised exploration and evaluation expenditure	4	8,701,705	5,980,042
Property, plant and equipment	5	156,351	61,800
Total Non-Current Assets		8,858,056	6,041,842
Total assets		14,797,578	14,874,960
Current Liability			
Trade and other payables	6	818,516	318,706
Current borrowings	7	9,337	12,223
Current provisions	8	30,930	14,685
Total Current Liabilities		858,783	345,614
Non-current Liability			
Borrowings	7	-	3,150
Provisions	8	1,170	338
Total Non-Current Liabilities		1,170	3,488
Total liabilities		859,953	349,102
Net assets		13,937,625	14,525,858
Equity			
Issued capital	9	15,813,014	15,813,014
Reserves	10	974,935	974,935
Accumulated losses		(2,850,324)	(2,262,091)
Net Equity		13,937,625	14,525,858

The condensed consolidated statement of financial position is to be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Changes in Equity

For the half-year ended 31 December 2023

	Note(s)	Issued Capital \$	Options Reserve \$	Accumulated Losses \$	Total \$
Balance at 1 July 2022		2,020,000	-	(453,489)	1,566,511
Loss for the period		-	-	(247,335)	(247,335)
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		-	-	(247,335)	(247,335)
Transactions with owners, directly in equity		-	-	-	-
Shares issued		4,050,000	-	-	4,050,000
Options issued		-	-	-	-
Transaction costs relating to share issues		(10,761)	-	-	(10,761)
Balance at 31 December 2022		6,059,239	-	(700,824)	5,358,415
Balance at 1 July 2023		15,813,014	974,935	(2,262,091)	14,525,858
Loss for the period		-	-	(588,233)	(588,233)
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the period		-	-	(588,233)	(588,233)
Transactions with owners, directly in equity		-	-	-	-
Shares issued	9	-	-	-	-
Options issued		-	-	-	-
Transaction costs relating to share issues		-	-	-	-
Balance at 31 December 2023		15,813,014	974,935	(2,850,324)	13,937,625

The condensed consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Cash Flows

For the half-year ended 31 December 2023

	Note(s)	2023 \$	2022 \$
Cash flow from operating activities			
Payments to suppliers and employees		(783,902)	(338,793)
Other income received		2,204	75,000
Interest paid		(315)	(1,274)
Interest received		114,280	59
Net cash used in operating activities		(667,733)	(265,008)
Cash flow from investing activities			
Payments for exploration and evaluation		(2,201,401)	(266,502)
Payments for property plant and equipment		(112,300)	-
Loans to related party		-	(185,775)
Repayments from Related Party		-	22,828
Acquisition of Controlled entity (net of cash received)		-	600
Net cash used in investing activities		(2,313,701)	(428,849)
Cash flow from financing activities			
Proceeds from borrowings		-	76,838
Repayment of borrowings		(6,037)	(24,569)
Transaction Costs		-	(10,762)
Issue of share capital		-	700,000
Net cash (used in)/provided by financing activities		(6,037)	741,507
Net increase (decrease) in cash held		(2,987,471)	47,650
Cash and cash equivalents at the beginning of the		8,735,654	35,596
Cash and cash equivalents at the end of the period	2	5,748,183	83,246

The condensed consolidated statement of cash flows is to be read in conjunction with the accompanying notes.

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

Note 1 Statement of Significant Accounting Policies

These are the consolidated financial statements and notes of Augustus Minerals Limited (the Company) and controlled entities (collectively the Group). Augustus Minerals Limited is a Company limited by shares, incorporated on 24 June 2021 and domiciled in Australia.

The financial report was authorised for issue on the 12th of March 2024 by the Directors of the Company.

1.1 Basis of Preparation

a. Statement of Compliance

This half-year financial report is a general-purpose financial report prepared in accordance with the *Corporations Act 2001* (Cth) and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with IFRS Accounting Standard IAS 34 *Interim Financial Reporting*. The half-year report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report.

Augustus Minerals Limited is a for-profit entity for the purpose of preparing consolidated financial statements under Australian Accounting Standards. Except for cash flow information, the financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise

b. Going Concern

The financial report has been prepared on the basis of accounting principles applicable to a going concern, which assumes the commercial realisation of the future potential of the Group's assets and the discharge of their liabilities in the normal course of business.

The Group incurred a loss for the half-year of \$588,233 (31 December 2022: Loss of \$247,335). As at 31 December 2023, the Group's cash and cash equivalents balance was \$5,748,183 (30 June 2023: \$8,735,654) and it had working capital of \$5,080,739 (30 June 2023: \$8,487,504).

The Board considers that the Group is a going concern. In arriving at this position, the Directors have had regard to the fact that based on the matters noted below the Group has, or in the Directors' opinion, will have access to, sufficient cash to fund administrative and other committed expenditure for a period of at least 12 months from the date of signing this report. Specifically, the Directors' conclusion is supported by the following

- Cash in bank at December 31 is \$5.7 million and working capital is \$5.1 million
- The Group has the ability to curtail administrative, discretionary exploration and overhead cash outflows as and when required

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

Note 1 Statement of Significant Accounting Policies (continued)

1.1 Basis of Preparation (continued)

c. Use of Estimates and Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. These estimates and associated assumptions are based on historical experience and various factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Judgements made by management in the application of Australian accounting standards that have a significant effect on the financial statements.

Key judgements and estimates – Share-based payments

The Group measures the cost of equity-settled transactions with employees and others by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by an external valuation using a Black-Scholes option-pricing model.

a) Exploration and Evaluation Expenditure

Costs incurred with respect to the acquisition of rights to explore for each identifiable area of interest are capitalised in the Statement of Financial Position.

Capitalised costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Capitalised costs in relation to an abandoned area are written off in full against profit in the period in which the decision to abandon the area is made.

When production commences, the capitalised costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

b) Operating Segments

AASB 8 – Operating Segments requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the Board in order to allocate resources to the segments and to assess their performance. Augustus Minerals Ltd (and the Group) has only one operation, being the exploration for minerals. Consequently, the Group does not report segmented operations.

c) New and Amended Standards Adopted by the Company

The Company has considered the implications of new or amended Accounting Standards which have become applicable for the current financial reporting period. The Group has not had to change its accounting policies.

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

Note 2 Cash and Cash Equivalents

	31 December 2023	30 June 2023
	\$	\$
a) Reconciliation of cash		
Cash at bank	5,748,183	8,735,654

Note 3 Trade and Other Receivables

	31 December 2023	30 June 2023
	\$	\$
Current		
Interest receivable	30,799	1,245
GST receivable	160,540	94,015
Other receivables	-	2,204
	191,339	97,464

Note 4 Capitalised Exploration and Evaluation Expenditure

Movement in the capitalised exploration and evaluation expenditure between the beginning and the end of the current financial year:

	31 December 2023	30 June 2023
	\$	\$
Balance at the beginning of the period	5,980,042	-
Acquisitions:		
- Tenements acquired on acquisition of subsidiary (i)	-	5,077,508
- Tenement application fees during the period	-	100,681
Total acquisitions	-	5,178,189
Capitalised exploration expenditure during period	2,721,663	801,853
Closing Balance	8,701,705	5,980,042

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

Note 5 Property, Plant & Equipment

	31 December 2023	30 June 2023
	\$	\$
Motor vehicles - cost	150,930	47,752
Less: Accumulated depreciation	(26,115)	(14,157)
	124,815	33,595
Plant & equipment - cost	14,300	10,735
Less: Accumulated depreciation	(1,168)	(340)
	13,132	10,395
Office equipment - cost	13,866	10,308
Less: Accumulated depreciation	(2,245)	(599)
	11,621	9,709
Exploration equipment - cost	8,363	8,363
Less: Accumulated depreciation	(1,580)	(262)
	6,783	8,101
	156,351	61,800

Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial period:

	Motor Vehicles	Plant and Equipment	Office Equipment	Exploration Equipment	Total
	\$	\$	\$	\$	\$
Balance at beginning of period	33,595	10,395	9,709	8,101	61,800
Additions	103,178	3,565	3,557	-	110,300
Depreciation	(11,958)	(828)	(1,645)	(1,318)	(15,749)
Closing Balance 31 December 2023	124,815	13,132	11,621	6,783	156,351

Note 6 Trade and Other Payables

	31 December 2023	30 June 2023
	\$	\$
Current		
Trade payables	681,836	225,520
Other payables	63,803	43,209
Accrued Expense	72,877	49,977
	818,516	318,706

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

Note 7 Borrowings

Current

Hire purchase liability	9,528	12,704
Less: Unexpired interest	(191)	(481)
	9,337	12,223

Non-Current

Hire purchase liability	-	3,176
Less: Unexpired interest	-	(26)
	-	3,150

Note 8 Current and Non-Current Provisions

Current

Provision for Annual Leave	30,930	14,685
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Non-Current

Provision for Long Service Leave	1,170	339
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Note 9 Issued Capital

	31 December 2023	31 December 2023	30 June 2023	30 June 2023
	No.	\$	No.	\$
Fully Paid Ordinary Shares	136,125,000	15,813,014	136,125,000	15,813,014
Options	16,772,500	974,935	16,772,500	974,935
Total Share Capital		16,787,949		16,787,949

a. Ordinary Shares

	31 December 2023	31 December 2023	30 June 2023	30 June 2023
	No	\$	No	\$
Opening balance	136,125,000	15,813,014	20,000,000	2,020,000
Shares issued during the period:				
- Seed capital	-	-	66,125,000	4,800,000
- IPO capital raise			50,000,000	10,000,000
Transaction costs relating to share issues	-	-		(1,006,986)
Total	136,125,000	15,813,014	136,125,000	15,813,014

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy is entitled to one vote, and upon a poll each share is entitled to one vote. Ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

b. Options

	31 December 2023	31 December 2023	30 June 2023	30 June 2023
	No.	\$	No.	\$
Opening balance	16,772,500	974,935	-	-
Options issued during the period:				
- Issue of Director and Employee options	-	-	10,100,000	512,080
- Issue of Service Provider and Lead Manager options	-	-	6,672,500	462,855
Total	16,772,500	974,935	16,772,500	974,935

c. Capital Management

The Directors' objectives when managing capital are to ensure that the Group can maintain a capital base so as to maintain investor, creditor and market confidence and sustain future development of the business. The Board of Directors monitors the availability of liquid funds in order to meet its short-term commitments. It does this by ensuring that its current ratio (current assets divided by current liabilities) remains in excess of 1:1.

	31 December 2023	30 June 2023
Current ratio	6.92	25.56

Due to the nature of the Group's activities, being mineral exploration, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Group's capital risk management is the current working capital position against the requirements of the Group to meet exploration programs and corporate overheads. The Group's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements, with a view to initiating appropriate capital raisings as required.

The Group is not subject to externally imposed capital requirements.

	31 December 2023	30 June 2023
	\$	\$
Cash and cash equivalents	5,748,183	8,735,654
Trade and other receivables	191,339	97,464
Other current assets	-	-
Trade and other payables	(818,516)	(318,706)
Current borrowings	(9,337)	(12,223)
Current provisions	(30,930)	(14,685)
Working Capital Position	5,080,739	8,487,504

Note 10 Reserves

	31 December 2023	30 June 2023
	\$	\$
Options reserve	974,935	974,935

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

Note 11 Commitments

There have been no significant changes to the commitments disclosed in the most recent financial report.

Note 12 Related Party Transactions

Transactions between parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. Related party transactions with Augustus Minerals Ltd are listed below:

	1 July 2023 to 31 December 2023	Amounts outstanding at 31 December 2023	1 July 2022 to 30 June 2023	Amounts outstanding at 30 June 2023
	\$	\$	\$	\$
MCA Nominees Pty Ltd				
MCA Nominees Pty Ltd, a business controlled by Mr Brian Rodan, provides mining administration and professional services to the Company as well as the head office premises.				
- Administration Fees	19,305	3,217	38,253	3,218
- Professional Fees	-	-	41,140	-
- Rent and Outgoings	66,000	11,000	93,500	11,000
Mining Investments Australia Pty Ltd				
Mining Investments Australia Pty Ltd, a business controlled by Mr Brian Rodan, was the parent entity of Capricorn Orogen Pty Ltd prior to the acquisition on 20 September 2022.				
- Consideration for acquisition of Capricorn Orogen Pty Ltd.				
- Ordinary Shares 25,000,000 valued at:	-	-	2,500,000	-
101 Consulting Pty Ltd				
101 Consulting Pty Ltd, a business controlled by Bronwyn Bergin, spouse of Mr Brian Rodan, provides administration support services.				
- Professional fees	12,210	2,000	19,800	2,750
GeoSpy Pt Ltd,				
GeoSpy Pt Ltd, a business controlled by Dr Darren Holden, provides geological consulting and advisory services.				
- Professional fees	33,000	5,500	85,462	5,500

Note 13 Contingent Assets and Liabilities

The Company has a contingent liability with respect to any royalties arising from certain tenements held by it. The likelihood and quantum of any potential payment cannot be estimated.

Notes to the Consolidated Financial Statements

For the half-year ended 31 December 2023

The Company entered into a share sale agreement with Mining Investments Australia Pty Ltd (ACN 134 534 768) (MIA) (a company controlled by Mr Brian Rodan) (Share Sale Agreement) on 20 September 2022 pursuant to which it acquired 100% of the issued share capital of Capricorn Orogen Pty Ltd (ACN 646 309 257) (Capricorn), being the holder of the tenements comprising the Project.

Capricorn acquired the tenements set out below from MIA prior to settlement of the Share Sale Agreement (together, the MIA tenements):

E09/2236	E09/2239	E09/2308	E09/2309
E09/2310	E09/2311	E09/2323	E09/2324
E09/2325	E09/2365	E09/2366	E09/2367
E09/2419	E09/2474	E09/2475	E09/2476

The consideration paid by Capricorn included the assumption of a royalty payable in respect of the tenements to Redland Plains Pty Ltd (ACN 057 647 275) (Redlands Plains) (a company controlled by Mr Brian Rodan) (Redland Plains Royalty Deed).

a) Redland Plains Royalty Deed

Capricorn agreed to assume royalties payable to Redland Plains under a royalty deed between MIA and Redland Plains (Royalty Deed) on acquisition of the MIA tenements.

Under the Redland Plains Royalty Agreement, Capricorn will pay a royalty to Redland Plains, from the date of extraction and recovery of any ores, concentrates or other primary, intermediate or final product of any gold (gold product) or all minerals other than gold, produced by Capricorn, its related bodies corporate, its joint venture partners or any other person, from the MIA tenements, as follows:

a. in respect of Gold Product:

- i. 0% net smelter return royalty for 0 to 29,999 troy ounces of gold
- ii. 1.5% net smelter return royalty for 30,000 to 149,999 troy ounces of gold, and
- iii. 2.5% net smelter return royalty for 150,000 and above troy ounces of gold.

(together, the gold royalty), and

- b. In respect of other minerals product, a 2.5% net smelter return to the royalty holder on the other minerals product extracted from the MIA tenements (other minerals product royalty).

Unless otherwise provided for in the Royalty Deed, the obligation to the gold royalty and other minerals product royalty with respect to a tenement forming part of the MIA tenements continues for the full term of the tenement, and throughout the period that any gold product or other mineral products can be lawfully extracted.

The liability to pay the gold royalty and other minerals product royalty will cease and terminate when the last of the MIA tenements has been:

- a. transferred by the Company to a third party in accordance with the Royalty Deed, in which case the transferee would be required to assume the royalty obligations, or
- b. surrendered, relinquished or not renewed.

Note 14 Events Subsequent to Reporting Date

The Managing Director, Mr Andrew Reid, advised the Board of his resignation from the role. He will remain in the role until 18 March 2024.

Except for the above, no other matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Directors' Declaration

The Directors of the Company declare that:

1. The interim financial statements and notes are in accordance with the Corporations Act 2001(Cth) and:
 - a. comply with Accounting Standard AASB 134: Interim Financial Reporting;
 - b. give a true and fair view of the financial position as at 31 December 2023 and of the performance for the half-year ended on that date of the Group; and
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors pursuant to s.303(5) of the Corporations Act 2001 (Cth) and is signed for and on behalf of the Directors by:



ANDREW REID

Managing Director

Dated this 13th day of March 2024

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF AUGUSTUS MINERALS LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Augustus Minerals Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2023, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Augustus Minerals Limited and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *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* that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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 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 Consolidated Entity's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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



HALL CHADWICK WA AUDIT PTY LTD



MARK DELAURENTIS CA

Director

Dated 13th day of March 2024
Perth, Western Australia