

Ballymore Resources Limited
ACN 632 893 611

**HALF YEAR REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2021**

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Cautionary Statements

Forward-looking statements

This document may contain certain forward-looking statements. Such statements are only predictions, based on certain assumptions and involve known and unknown risks, uncertainties and other factors, many of which are beyond the Company's control. Actual events or results may differ materially from the events or results expected or implied in any forward-looking statement.

The inclusion of such statements should not be regarded as a representation, warranty or prediction with respect to the accuracy of the underlying assumptions or that any forward-looking statements will be or are likely to be fulfilled. Ballymore Resources Ltd undertakes no obligation to update any forward-looking statement to reflect events or circumstances after the date of this document (subject to securities exchange disclosure requirements).

The information in this document does not take into account the objectives, financial situation or particular needs of any person or organisation. Nothing contained in this document constitutes investment, legal, tax or other advice.

Competent Person Statement

The information in this report that relates to Exploration Results is based on information compiled or reviewed by Mr David A-Izzeddin. The Company is not aware of any new information or data that materially affects the information included in these Company Announcements and in the case of reported Mineral Resources, all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed. Mr A-Izzeddin is a Member of The Australasian Institute of Geoscientists and is an employee of the Company. Mr A-Izzeddin has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr A-Izzeddin consents to the inclusion in the report of the matters based on his information in the form and context in which it applies. The Exploration Targets described in this report are conceptual in nature and there is insufficient information to establish whether further exploration will result in the determination of Mineral Resources.

Exploration Results & Exploration Target

Ballymore confirms that Exploration Results and Exploration Targets used in this document were estimated, reported and reviewed in accordance with the guidelines of the Australian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (The JORC Code) 2012 edition. Ballymore confirms that it is not aware of any new information or data that materially affects the Exploration Results or Exploration Target information included in the following announcements:

- *1 - Ballymore Prospectus released on 1 September 2021
- *2 - "Initial results for Dittmer underground sampling & drilling" released on 29 September 2021
- *3 - "High grade drilling results and visible gold at Dittmer" released on 25 October 2021
- *4 - "Ruddygore IP Survey Confirms Large Copper Target" released 10 November 2021
- *5 - "Acquisition of 100% of Ravenswood Project" released on 18 November 2021
- *6 - "Seventy Mile Mount Drilling & CEI Drill Hole Completed" released on 14 December 2021
- *7 - "High Grade Rock Chip Samples Confirm Gold-Silver Potential at Day Dawn" released on 20 January 2022

Corporate Information

Directors and Company Secretary

David A-Izzeddin
Andrew Gilbert
Nicholas Jorss
Andrew Greville
Duncan Cornish (Company Secretary)

Head Office and Registered Office

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Auditors

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Fax: +61 7 3221 9227
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Share Registry

Link Market Services Limited
Level 21, 10 Eagle Street
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Tel: 1300 554 474
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Stock Exchange Listing

Australian Securities Exchange Ltd
ASX Code: BMR

Australian Company Number

632 893 611

Solicitor

Colin Biggers & Paisley Pty Ltd
Level 35, 1 Eagle Street
Brisbane QLD 4000

Banker

Westpac Banking Corporation Limited

Directors' Report

The directors submit their report on Ballymore Resources Limited (**Ballymore** or the **Company**) at the end of, and during, the period ended 31 December 2021.

DIRECTORS

The following persons were directors of Ballymore during the financial period and up to the date of this report, unless otherwise stated:

- David A-Izzeddin
- Andrew Gilbert
- Nicholas Jorss
- Andrew Greville (appointed 13 December 2021)

COMPANY SECRETARY

Duncan Cornish was company secretary of Ballymore during the financial period and up to the date of this report.

PRINCIPAL ACTIVITIES

The principal activity of the Company during the period was gold and base metal exploration.

Since the incorporation of Ballymore Resources Pty Ltd on 12 April 2019, the Company has been compiling and exploring a portfolio of gold and base metal projects in Queensland.

REVIEW OF RESULTS

The loss after tax for the period ended 31 December 2021 was \$351,015 (2020: \$178,650).

REVIEW OF OPERATIONS

Exploration



The key exploration activities undertaken during the period are set out below:

Dittmer Project

An initial underground channel sampling and drilling program was completed at Dittmer.

Channel sampling of historic Dittmer workings defined significant high grade remnant zones with 24 out of 33 underground samples exceeding 10g/t Au and 10 samples exceeding 100 g/t Au including a best result of 0.4m @ 207g/t Au, 2.97% Cu & 76 g/t Ag.

Directors' Report

The underground drilling program completed at Dittmer gold and copper mine reported significant drill intersections including:

- 9.1m @ 3.02 g/t Au (including 2.05m @ 11.64 g/t Au); and
- 12.0m @ 2.44 g/t Au (including 4.35m @ 4.89 g/t Au)

This drilling program has demonstrated that a previously unidentified structure (the Dittmer Shear) has displaced the lode, and significant extensions potentially exist at near surface levels. This fault has displaced the lode by 30m from the mined lode and has not been recognised prior to the current drilling program. Drill holes DTDD003, DTDD004, DTDD005B and DTDD007 have all reported two or more intersections which are interpreted to be fault repetitions and splays of the Duffer Lode.

Other field activities completed during the half year included prospecting and site inspection of the Andromache porphyry copper target on EPM 27282 in preparation for an extensive soil sampling program. In addition, mapping and soil sampling programs have been undertaken over Golden Treasure prospect on EPM 26912 and Cedar Ridge prospect on EPM 27282.

Ravenswood Project

During the half-year ended 31 December 2021 Ballymore earned a 51% stake in the Ravenswood JV project, then signed a binding agreement (with JV partner ActivEX) to acquire the remaining 49% interest in the Ravenswood Project in consideration for issuing 2.0 million ordinary shares in Ballymore.

The Company was successful with a CEI grant for \$100,000 from Queensland State Government to drill test the Matthews Pinnacle Target.

Initial drilling of the Seventy Mile Mount and Matthews Pinnacle breccia targets was subsequently completed, with broad zones of the anticipated breccia-and-vein-hosted mineralisation intersected. Both of these drilling targets are located within the highly prospective Mount Leyshon Corridor, some 20 km south of Charters Towers and 7 km east-northeast of Mount Leyshon, and represent significant hydrothermal breccia and vein targets, similar in style to the Mount Leyshon (3.8 Moz Au) and Mount Wright (1.0 Moz Au) gold deposits. Assay results are pending.

Other field activities completed at Ravenswood during the half year included prospecting, rock chip sampling and soil sampling surveys at Day Dawn (EPM 18426 – 385 samples), SE Anomaly (EPM 18426 – 1,756 samples), King Solomon (EPM 18637 – 1,759 samples) and Tea Tree Creek (EPM 25467 – 1,031 samples).

Rock chip assay results from the Day Dawn area have confirmed a significant new gold-silver mineralised system along strike from the Mount Wright and Hadleigh Castle mines. Rock chip results included rock chips up to 127.5 g/t Au, 2770 g/t Ag & 6.84% Pb. Out of 41 samples, 33 samples exceeded 1 g/t Au, and 17 samples exceeded 10 g/t Au. In addition, many samples reported anomalous lead and silver, with 8 samples exceeding 1000 g/t Ag and 23 samples exceeding 1.0% Pb.

Results from the SE Anomaly program have also been received and identified a 1,000m gold-in-soil anomaly with significant copper mineralisation (malachite) in the area. 31 rock chip samples (of 164 total samples) exceeded 1% copper and 26 samples exceeded 1g/t gold. The best gold rock sample result was 59.8 g/t Au and the best copper rock chip reported 9.9% Cu.

Ruddygore Project

An IP-resistivity geophysics survey conducted during the period over the Ruddygore mine area identified an untested 1,000m long by 300m wide chargeability anomaly that corresponds closely with a strong, copper-in-soil anomaly, a significant magnetic anomaly and underlies historic copper workings.

A 2,500m diamond and RC drilling program is planned to commence in the first quarter of (calendar) 2022 targeting extensions to the historic copper workings and the extensive geophysical anomalies.

In addition, a small IP-resistivity survey was completed at Torpy's Crooked Creek silver-lead-zinc target, comprising 5 lines for 8 line-km of data, defining two anomalies. The Torpy's Crooked Creek mine historically reported production grades of 15.3% lead and 435 g/t silver and identification of these anomalies provides for future targeted drill-testing.

Directors' Report

Other work completed during the half year includes prospecting and soil sampling at Eureka Creek (EPM 15047 – 88 samples) and Unnamed 507858 prospect (EPM 15053 – 126 samples).

Corporate

As at 30 June 2021, the Company had 120,356,132 ordinary shares and 5,520,000 options on issue.

On 23 July 2021, the Company completed a selective buy back (for nominal consideration) and a cancellation of 33,998,243 shares.

On 31 August 2021, 35,000,000 shares were issued as part of the Company's Initial Public Offering (IPO) on the ASX, raising \$7,000,000 (before costs). On 1 September 2021 the Company was admitted to the Official List of the ASX.

On 2 December 2021, the Company issued 2,000,000 shares to acquire the remaining 49% interest in the Ravenswood Project.

As at 31 December 2021, and as at the date of this report, the Company had 123,357,889 ordinary shares and 5,520,000 options on issue.

Andrew Greville was appointed as a Non-Executive Director of the Company on 13 December 2021. Andrew is a senior international mining executive with over 36 years' experience in the fields of business development, mergers and acquisitions, product marketing and strategy.

COVID-19 Impact

The COVID-19 pandemic has impacted the Company on several fronts. The exploration program was impacted by intra-state travel restrictions for the exploration team and also additional costs to keep the team on site and compliant with Queensland Government regulations. These measures have not only limited movement of people, but also, as a result, the supply of goods and services. Supply chains have been disrupted and it is not known whether the proposed rollouts of vaccines will prevent further restrictions on the movement of people, the disruption of supply chains and resulting adverse economic impacts. Disruptions caused by ongoing outbreaks of COVID-19 may give rise to economic uncertainty, limiting the Company's ability to move personnel and equipment to and from exploration projects, cause delays or cost increases and adversely impact the performance of the Company and the price of its Securities. Social distancing restrictions and inter-state travel restrictions have resulted in roadshows, investor meetings and board meetings being scheduled as virtual events.

EVENTS SUBSEQUENT TO REPORTING DATE

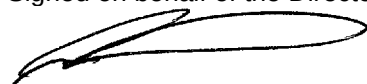
No matters or circumstances have arisen since the end of the period which will significantly affect, or may significantly affect, the state of affairs or operations of in future financial periods.

AUDITOR'S DECLARATION OF INDEPENDENCE

The auditor's independence declaration for the period ended 31 December 2021 has been received and is included within the financial statements.

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

Signed on behalf of the Directors.



Nick Jorss
Director
Dated: 2 March 2022
Brisbane, Queensland

Auditor's Independence Declaration



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DECLARATION OF INDEPENDENCE BY R M SWABY TO THE DIRECTORS OF BALLYMORE RESOURCES LIMITED

As lead auditor for the review of Ballymore Resources Limited for the half-year ended 31 December 2021, 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.

A handwritten signature in black ink, appearing to read 'R M Swaby', is written over a light grey, semi-transparent rectangular background.

R M Swaby
Director

BDO Audit Pty Ltd

Brisbane, 2 March 2022

BDO Audit Pty Ltd ABN 33 134 022 870 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation.

Statement of Profit or Loss and Other Comprehensive Income for the half-year ended 31 December 2021

	Note	31 Dec 2021 \$	31 Dec 2020 \$
Other income		193	313
Corporate and administrative expenses		(127,315)	(23,583)
Legal expenses		(41,371)	(3,751)
Employee benefits expenses		(180,706)	(41,648)
Share-based payments	10	-	(109,981)
Exploration expenses		(1,816)	-
Loss before income tax expense		(351,015)	(178,650)
Income tax expense		-	-
Loss for the year		(351,015)	(178,650)
Other comprehensive income			
Other comprehensive income for the year, net of tax		-	-
Total comprehensive loss for the year		(351,015)	(178,650)
Total comprehensive loss for the year attributable to the owners of the Company		(351,015)	(178,650)
Loss per share attributable to owners of the company		Cents	Cents
Basic and diluted earnings per share		(0.3)	(0.3)

The accompanying notes form part of these financial statements.

Statement of Financial Position

As at 31 December 2021

	Note	31 Dec 2021 \$	30 Jun 2021 \$
CURRENT ASSETS			
Cash and cash equivalents	2	4,886,797	224,132
Receivables		112,837	65,692
Prepayments		29,791	69,047
Total Current Assets		5,029,425	358,871
NON-CURRENT ASSETS			
Property, plant and equipment		129,341	147,122
Exploration and evaluation assets	3	5,522,332	3,479,415
Total Non-Current Assets		5,651,673	3,626,537
TOTAL ASSETS		10,681,098	3,985,408
CURRENT LIABILITIES			
Trade and other payables		292,094	272,121
Total Current Liabilities		292,094	272,121
TOTAL LIABILITIES		292,094	272,121
NET ASSETS		10,389,004	3,713,287
EQUITY			
Issued capital	4	11,240,349	4,213,617
Reserves		381,527	381,527
Accumulated losses		(1,232,872)	(881,857)
TOTAL EQUITY		10,389,004	3,713,287

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Half-Year Ended 31 December 2021

	Note	Issued Capital	Reserve	Accumulated Losses	Total Equity
		\$	\$	\$	\$
Balance at 1 July 2020		730,873	205,528	(313,189)	623,212
Loss for the period		-	-	(178,650)	(178,650)
Total comprehensive loss		-	-	(178,650)	(178,650)
Transactions with owners in their capacity as owners					
Issue of shares	4	3,482,744	-	-	3,482,744
Share-based payments	10	-	109,981	-	109,981
Balance at 31 December 2020		4,213,617	315,509	(491,839)	4,037,287
Balance at 1 July 2021		4,213,617	381,527	(881,857)	3,713,287
Loss for the period		-	-	(351,015)	(351,015)
Total comprehensive loss		-	-	(351,015)	(351,015)
Transactions with owners in their capacity as owners					
Issue of shares	4	6,999,983	-	-	6,999,983
Share based payments	10	440,000	-	-	440,000
Share issue costs		(413,251)	-	-	(413,252)
Balance at 31 December 2021		11,240,349	381,527	(1,232,872)	10,389,004

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Half-Year Ended 31 December 2021

		31 Dec 2021	31 Dec 2020
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest receipts		193	313
Payments to suppliers and employees		(362,405)	(52,743)
Net cash used in operating activities		(362,212)	(52,430)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for exploration and evaluation assets			
- Purchase prices paid to acquire tenements	3	(200,000)	(290,000)
- Other tenement acquisition costs		-	(40,650)
- Capitalised exploration expenditure		(1,361,871)	(1,726,264)
Purchase of property, plant and equipment		-	(153,274)
Net cash used in investing activities		(1,561,871)	(2,210,188)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares	4	7,000,000	3,482,744
Share issue costs	4	(413,251)	-
Net cash provided by financing activities		6,586,749	3,482,744
Net increase in cash held		4,662,665	1,220,126
Cash at beginning of the period		224,132	411,358
Cash at end of the period	2	4,886,797	1,631,484

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Half-Year Ended 31 December 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These general purpose financial statements for the interim half-year reporting period ended 31 December 2021 have been prepared in accordance with the Corporations Act 2001 and Australian Accounting Standard AASB 134 "Interim Financial Reporting". Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The financial statements are presented in Australian dollars.

The financial report was authorised for issue on 2 March 2022 by the directors of the Company.

Ballymore Resources Limited (the "Company") is a public company, incorporated and domiciled in Australia.

These half year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial statements. Accordingly, these half year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2021.

The same accounting policies and methods of computation have generally been followed in these half-year financial statements as compared with the most recent annual financial statements except for the adoption of new and amended standards as set out below.

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results. Information about significant judgements, estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expense is provided below.

Going Concern

The financial statements have been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business.

For the half year ended 31 December 2021 the Company generated a loss of \$351,015 and incurred operating cash outflows of \$362,212 and investing cash outflows of \$1,561,871. As at 31 December 2021 the Company has cash and cash equivalents of \$4,886,797 and net assets of \$10,389,004.

The Company's ability to continue to adopt the going concern assumption will depend upon the Company being able to manage its liquidity requirement and by taking some or all of the following actions:

1. raising additional capital;
2. successful exploration and subsequent exploitation of the Company's tenements; and
3. reducing its working capital expenditure.

The directors have concluded as a result of the requirement to raise funds in the future there exists a material uncertainty that may cast significant doubt regarding the Company's ability to continue as a going concern and therefore, the Company may be unable to realise their assets and discharge their liabilities in the normal course of business. Nevertheless, after taking into account the current financial position of the Company, and the Company's ability to raise further capital, the directors have a reasonable expectation that the Company will have adequate resources to fund its future operational requirements and for these reasons they continue to adopt the going concern basis in preparing the financial report.

Notes to the Financial Statements for the Period Ended 31 December 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Going Concern (Continued)

Should the Company be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Company be unable to continue as a going concern. The financial statements have been prepared on a going concern basis which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business.

Exploration and Evaluation Assets

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. Such expenditures comprise net direct costs and an appropriate portion of related overhead expenditure but do not include overheads or administration expenditure not having a specific nexus with a particular area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage which permits reasonable assessment of the existence of economically recoverable reserves and active or significant operations in relation to the area are continuing.

A regular review is undertaken on each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest. A provision is raised against exploration and evaluation assets where the directors are of the opinion that the carried forward net cost may not be recoverable or the right of tenure in the area lapses. The increase in the provision is charged against the results for the year. Accumulated costs in relation to an abandoned area are written off in full against profit or loss in the year in which the decision to abandon the area is made.

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

New and Amended Standards and Interpretations for Future Periods

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the AASB that are necessary for the current reporting period. Adoption of these new and amended standards and interpretations did not have material impact to the financial statements.

NOTE 2: CASH AND CASH EQUIVALENTS

	31 Dec 21	30 Jun 21
	\$	\$
Cash at bank	4,886,797	224,132
	4,886,797	224,132

Notes to the Financial Statements for the Period Ended 31 December 2021

NOTE 3: EXPLORATION AND EVALUATION ASSETS

	31 Dec 21	30 Jun 21
	\$	\$
Exploration and evaluation expenditure carried forward in respect of areas of interest are:		
Acquisitions - at cost	1,354,016	714,016
Exploration and evaluation phase - at cost	4,168,316	2,765,399
	<u>5,522,332</u>	<u>3,479,415</u>
Movement in exploration and evaluation assets:		
Acquisitions:		
Opening balance - at cost	714,016	153,395
Acquisition costs - consideration paid to acquire projects	640,000 ⁽³⁾⁽⁴⁾	515,000 ⁽¹⁾⁽²⁾
Acquisition costs - other project acquisition costs	-	45,621
Total acquisitions costs	<u>1,354,016</u>	<u>714,016</u>
Exploration and evaluation phase – at cost:		
Opening balance - at cost	2,765,399	207,981
Capitalised exploration expenditure	1,402,917	2,557,418
Total exploration and evaluation phase – at cost:	<u>4,168,316</u>	<u>2,765,399</u>
Carrying amount at the end of the period	<u>5,522,332</u>	<u>3,479,415</u>

Recoverability of the carrying amount of exploration assets is dependent on the successful development and commercial exploitation of projects, or alternatively, through the sale of the areas of interest.

Notes for the above table are:

- (1) On 20 June 2020 the Company entered into a Mining Asset Sale Agreement to acquire EPM14255, ML10340 and ML10341 (forming part of the Dittmer Project). The total cash consideration was \$490,000 payable upon achievement of certain conditions, with \$290,000 paid in December 2020 upon the successful transfer of the title and ownership of the licences to Ballymore, and the balance of \$200,000 paid in June 2021 after the successful transfer of the title and ownership of the licences to Ballymore.
- (2) In June 2020 the Company entered into a Mining Asset Sale Agreement to acquire EPM26912, forming part of the Dittmer Project. The consideration price of \$25,000 was paid in February 2021 upon the successful transfer of the title and ownership of the licence to Ballymore.
- (3) On 2 December 2021, the Company issued 2,000,000 shares to acquire the remaining 49% interest in the Ravenswood Project. The closing share price on 2 December 2021 was \$0.22, valuing the shares at \$440,000.
- (4) Pursuant to a Royalty Deed forming part of the Mining Asset Sale Agreement to acquire EPM14255, ML10340 and ML10341 (forming part of the Dittmer Project), in December 2021 the Company paid \$200,000, which will be set off against future royalties payable by the Company

Notes to the Financial Statements for the Period Ended 31 December 2021

NOTE 4: CONTRIBUTED EQUITY

Fully paid ordinary shares

		31 Dec 21		30 Jun 21	
		No. of Shares	\$	No. of Shares	\$
Balance at the beginning of the period		120,356,132	4,213,617	48,568,919	730,873
Share issues:					
Placement – August 2020	(a)	-	-	11,609,147	3,482,744
Share split – May 2021	(b)	-	-	60,178,066	-
Cancellation of shares – July 2021	(c)	(33,998,243)	(17)	-	-
Initial Public Offering – August 2021	(d)	35,000,000	7,000,000	-	-
Project acquisition – December 2021	(e)	2,000,000	440,000	-	-
Share issue costs	(d)	-	(413,251)	-	-
Balance as at 31 December 2021		123,357,889	11,240,349	120,356,132	4,213,617

Ordinary shareholders are entitled to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amount paid on the shares held. Every ordinary shareholder present at a meeting in person or by proxy is entitled to one vote on a show of hands or by poll. Ordinary shares have no par value.

Notes for the above table are:

- (a) In August 2020, 11,609,147 shares were issued at \$0.30 each, raising \$3,482,744.
- (b) In May 2021 the Company undertook a (2 for 1) share/option split resulting in 60,178,066 new shares being issued.
- (c) In July 2021 the Company undertook a selective share buy-back, as approved by shareholders, resulting in 33,998,243 shares being bought back and cancelled.
- (d) In August 2021 the Company completed an Initial Public Offering and listing on the ASX, issuing 35,000,000 shares at \$0.20 each, raising \$7,000,000 (before costs of \$413,251).
- (e) On 2 December 2021, the Company issued 2,000,000 shares to acquire the remaining 49% interest in the Ravenswood Project. The closing share price on 2 December 2021 was \$0.22, valuing the shares at \$440,000.

Unlisted Options

		Weighted average exercise price	31 Dec 2021 No. of Options	Weighted average exercise price	30 Jun 2021 No. of Options
Unlisted Share Options		\$0.241	5,520,000	\$0.241	5,520,000
Balance at the beginning of the period		\$0.241	5,520,000	\$0.300	10,000,000
Change of options during the period:					
Issued to employees – November 2020			-		620,000
Issued to consultant – April 2021			-		400,000
Options cancelled – April 2021	(f)		-		(2,500,000)
Share/Option split (2 for 1) – May 2021	(g)		-		8,520,000
Options cancelled – June 2021	(h)		-		(11,520,000)
Exercisable at end of period		\$0.241	5,520,000	\$0.241	5,520,000

Notes to the Financial Statements for the Period Ended 31 December 2021

NOTE 4: CONTRIBUTED EQUITY (continued)

Notes for the above table:

- (f) In April 2021 the Company undertook a selective option cancellation.
- (g) In May 2021 the Company undertook a (2 for 1) share/option split resulting in 8,520,000 new options being issued.
- (h) In June 2021 the Company undertook a selective option cancellation and option repricing (from \$0.15 to \$0.25 per option).

NOTE 5: OPERATING SEGMENTS

Segment Information

Identification of reportable segments

The Company does not have any products or services that it derives revenue from. The Company's exploration and development activities in Australia is the Company's sole focus.

Accordingly, management currently identifies the Company as having only one reportable segment, being the exploration of mineral projects in Australia. There have been no changes in the reporting segments during the year. Accordingly, all significant operating decisions are based upon analysis of the Company as one segment. The financial results from this segment are equivalent to the financial statements of the Company as a whole.

NOTE 6: EVENTS AFTER THE END OF THE REPORTING PERIOD

There are no matters or circumstances that have arisen since the end of the period which will significantly affect, or may significantly affect, the state of affairs or operations of the Company in future financial periods.

NOTE 7: COMMITMENTS

(a) Exploration Commitments

The Company has certain obligations to expend minimum amounts on exploration in tenement areas, or obligations to complete defined exploration programs (with budgets submitted). These obligations may be varied from time to time and are expected to be fulfilled in the normal course of operations of the Company.

The following commitments exist at reporting date but have not been brought to account. If the relevant option to acquire a mineral tenement is relinquished the expenditure commitment also ceases. The Company has the option to negotiate new terms or relinquish the tenements and also to meet expenditure requirements by joint venture or farm-in arrangements.

	31 Dec 2021	30 Jun 2021
	\$	\$
Not later than 1 year	834,766	975,142
Later than 1 year but not later than 5 years	3,535,714	2,159,249
Later than 5 years	-	-
Total commitment	4,370,480	3,134,391

(b) Short-term Lease Commitments

The Company has no short-term leases.

(c) Capital Commitments

The Company has no capital commitments.

Notes to the Financial Statements for the Period Ended 31 December 2021

NOTE 8: CONTINGENT LIABILITIES

As set out in Note 3, the Company entered into a Mining Asset Sale Agreement to acquire EPM14255, ML10340 and ML10341 (forming part of the Dittmer Project). The agreement includes a royalty of 5.0% of all revenue from future mining activities. Pursuant to a Royalty Deed (forming part of the Mining Asset Sale Agreement), in December 2021 the Company paid \$200,000, which will be set off against future royalties payable by the Company. The Company has the option to acquire the royalty for \$3.75million.

There were no other contingent liabilities at the end of the reporting period.

NOTE 9: RELATED PARTY TRANSACTIONS

Key Management Personnel

	31 Dec 21	31 Dec 20
	\$	\$
Short-term employee benefits	344,303	166,667
Post employment benefits	24,331	15,833
Long term employment benefits	-	12,821
	368,634	195,321

There were no other related party transactions during the half-year ended 31 December 2021.

NOTE 10: SHARE-BASED PAYMENTS

Director and Employee Share-based Payments

Share-based payment expense recognised during the reporting period:

	31 Dec 21	31 Dec 20
	\$	\$
Options issued to employees	-	109,981
	-	109,981

Acquisition Share-based Payments

Share-based payment capitalised to Exploration and Evaluation Assets:

	31-Dec-21	31-Dec-20
	\$	\$
Shares issued for project acquisition ⁽¹⁾	440,000	-

Notes for the above table are:

- (1) On 2 December 2021, the Company issued 2,000,000 shares to acquire the remaining 49% interest in the Ravenswood Project. The closing share price on 2 December 2021 was \$0.22, valuing the shares at \$440,000

Directors' Declaration

The Directors of the Company declare that:

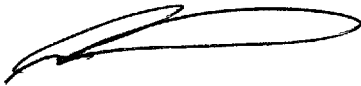
The financial statements and notes are in accordance with the Corporations Act 2001 and:

- (a) comply with Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
- (b) give a true and fair view of the Company's financial position as at 31 December 2021 and of the performance for the half-year ended 31 December 2021.

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

On behalf of the directors



Nick Jorss
Director

Dated: 2 March 2022
Brisbane, Queensland

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Ballymore Resources Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Ballymore Resources Limited (the Company), which comprises the statement of financial position as at 31 December 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the company's financial position as at 31 December 2021 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 Company's ability to continue as a going concern and therefore the Company 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 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 Company's financial position as at 31 December 2021 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.

BDO Audit Pty Ltd



R M Swaby
Director

Brisbane, 2 March 2022