

BELARAROX LIMITED

ABN 41 649 500 907

CONDENSED FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2021



ASX: BRX

www.belararox.com.au



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Corporate Directory

Directors

Neil Warburton, Non-Executive Chairman
Arvind Misra, Managing Director
Michelle Stokes, Non-Executive Director
Stephen Lowe, Non-Executive Director

Registered Office

Level 11, 12-14 The Esplanade
Perth WA 6000
Telephone: (+61) 417 934 998
info@belararox.com.au
Website: www.belararox.com.au

Company Secretary

Susan Park

Stock Exchange Listing

Australian Securities Exchange (ASX)
ASX Code: BRX

Solicitors to the Company

Allion Partners Pty Limited
Level 9, 863 Hay Street
Perth WA 6000

Auditor

BDO Audit (WA) Pty Ltd
Level 9
Mia Yellagonga Tower 2
5 Spring Street
Perth WA 6000

Share Registry

Computershare Investor Services Pty Limited
Telephone: 1300 850 505 (within Australia) or
+61 3 9415 4000 (outside Australia)



Directors

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

Name	Status	Appointed
Neil Warburton	Non-Executive Chairman	21 June 2021
Arvind Misra	Managing Director	8 June 2021
Stephen Lowe	Non-Executive Director	1 July 2021
Michelle Stokes	Non-Executive Director	16 April 2021

Principal activities

During the financial half-year the principal continuing activities of the Company consisted of exploration and evaluation of:

- The Belara project – a 643 square kilometre tenement package located in central NSW. The Belara project is a highly prospective near-term base-metal production opportunity, with potential for zinc, copper, silver lead, and gold in close proximity to well development infrastructure; and
- The Bullabulling project – an early-stage gold exploration tenement package comprising of 26 granted prospecting licences located 30km west of Coolgardie in the Eastern Goldfields of WA, in close proximity to the Bullabulling gold mine.

Review of operations

The loss from continuing operations for the financial half year after providing for tax amounted to \$548,534.

During the half year to December 2021, the Company primarily undertook work toward the Initial Public Offer ("IPO") for an Australian Securities Exchange ("ASX") listing. A Prospectus was lodged with ASIC on 1 November 2021 to raise a minimum of \$5,000,000 and maximum of \$6,000,000 in order to list on the ASX.

The Prospectus was closed on 24 January successfully raising \$5,066,004 before IPO issue costs. The proceeds from issue of shares were received in full 24 January 2021.

Subsequent to the end of the period the Company commenced trading on the ASX on 28 January 2022.

Exploration

During the period, petrophysical analysis of seven rock samples from the Belara project noting massive sulphide mineralisation and host rocks was completed to assess various geophysical techniques to be used to directly detect sulphide mineralisation in the project area and to assist with the interpretation of geophysical field data. The petrophysical results confirmed that high resolution gravity, conductivity and chargeability data should be able to directly map massive sulphide mineralisation and magnetic data may indirectly map the sulphide mineralisation due to its' association with pyrrhotite.

March Half Year Work Plan

The Company has a strong pipeline of work planned for the Belara project including:

- Completion a high-resolution gravity survey over the regional 5.5 km long Belara mineralised trend by early March.
- Completion of gradient array IP surveys over the regional 5.5 km long Belara mineralised trend by the end of March.
- Commencement of resource drilling of the Belara and Native Bee resource areas. The drill contract has been signed and drilling is expected to start in March after the gradient array IP surveys are completed. The drilling is expected to be completed in May, with final assays in June.
- Completion of DTM and LIDAR data acquisition to help map the mine scale stratigraphy and structure. The contract for data acquisition has been signed and the survey is expected to start in February and data delivered by the end of March.
- Continuation of detailed 3D stratigraphic geology and structural mapping over the Belara and Native Bee mine areas, which will be extended to cover the 5.5 km long Belara mineralised trend once the DTM and LIDAR data are delivered. The mapping project is expected to be completed in April.

Planning of initial drilling program at Bullabulling project will be undertaken.



**Belararox Limited
Directors' report
31 December 2021**

Exploration Strategy

The Company's initial focus is to deliver an Inferred Resource that is compliant with JORC 2012 over the historic mines at Belara and Native Bee.

The planned exploration programs will determine the potential of the Belara project to host commercial quantities of mineralisation and timing for the commencement of further testing, in order to assess the economic viability of the Belara Project.

The second phase of drilling will explore the potential for extensions and repetitions of massive sulphide mineralisation using electrical geophysical techniques. Modern exploration techniques, both geological and geophysical, as well as new 3D geological models and 3D artificial intelligence assisted computer modelling techniques, will be used to develop and prioritise new regional targets on the Belara Project, with the aim of having a pipeline of potential resource targets ready for evaluation.

In addition, the Company will assess any other corporate and asset opportunities that have a strategic fit, with the intention of providing maximum value to Shareholders .

Significant changes in the state of affairs

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

Events subsequent to reporting date

On 25 January 2022, the Company was admitted to the Official List of the Australian Securities Exchange ("ASX"). In accordance with the Prospectus dated 1 November 2021, the Company issued issue of 25,330,020 fully paid ordinary shares in the Company at an issue price of \$0.20 per share in order to raise \$5,066,004 before costs.

The Company commenced trading on the ASX on 28 January 2022.

As announced on 30 January 2022, the Company commenced exploration at its Belara Project, with a geophysical survey underway. The Company also signed a contract for resource drilling due to commence shortly after geophysical survey works, anticipated to commence in March 2022.

There were no other matters or circumstance which has arisen since 31 December 2021 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

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 thousand dollars, or in certain cases, 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

Arvind Misra
Managing Director

10 March 2022
Perth

DECLARATION OF INDEPENDENCE BY DEAN JUST TO THE DIRECTORS OF BELARAROX LIMITED

As lead auditor for the review of Belararox 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.

This declaration is in respect of Belararox Limited.



Dean Just

Director

BDO Audit (WA) Pty Ltd

Perth, 10 March 2022



Belararox Limited
Condensed Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2021

	Note	31 Dec 2021 \$
Revenue and other income		
Interest income		17
		<u>17</u>
Expenses		
Exploration expense		20,055
Legal, professional and consulting expenses		244,876
Directors fees	6	142,940
Share-based payments	5	83,171
Other expenses		57,509
Loss before income tax expense		<u>(548,534)</u>
Income tax expense		-
Loss after income tax expense for the financial half-year		<u>(548,534)</u>
Other comprehensive income		-
Total comprehensive loss for the half-year attributable to the owners of Belararox Limited		<u><u>(548,534)</u></u>
		Cents
Basic earnings per share		(3.05)
Diluted earnings per share		(3.05)

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



Belararox Limited
Condensed Statement of financial position
As at 31 December 2021

	Note	31 Dec 2021 \$'000	30 Jun 2021 \$'000
Assets			
Current assets			
Cash and cash equivalents		115,266	563,861
Trade and other receivables		36,378	7,474
Other current assets		131,250	15,000
Total current assets		<u>282,894</u>	<u>586,335</u>
Non-current assets			
Exploration and evaluation assets	3	<u>154,684</u>	<u>112,500</u>
Total non-current assets		<u>154,684</u>	<u>112,500</u>
Total assets		<u>437,578</u>	<u>698,835</u>
Liabilities			
Current liabilities			
Trade and other payables		<u>306,291</u>	<u>102,185</u>
Total current liabilities		<u>306,291</u>	<u>102,185</u>
Total liabilities		<u>306,291</u>	<u>102,185</u>
Net assets		<u>131,287</u>	<u>596,650</u>
Equity			
Issued capital	4	715,000	715,000
Share-based payment reserve	5	85,428	2,257
Accumulated losses		<u>(669,141)</u>	<u>(120,607)</u>
Total equity		<u>131,287</u>	<u>596,650</u>

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



Belararox Limited
Condensed Statement of changes in equity
For the half-year ended 31 December 2021

	NOTE	Issued capital \$	Accumulated losses \$	Share-based payment reserve \$	Total equity \$
Balance as at 1 July 2021		715,000	(120,607)	2,257	596,650
Loss for the period		-	(548,534)	-	(548,534)
Other comprehensive income, net of income tax		-	-	-	-
Total comprehensive loss		-	(548,534)	-	(548,534)
Issue of ordinary shares (net of costs)		-	-	-	-
Share based payments	5	-	-	83,171	83,171
Balance as at 31 December 2021		715,000	(669,141)	85,428	131,287

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



Belararox Limited
Condensed Statement of cash flows
For the half-year ended 31 December 2021

	Note	31 Dec 2021 \$'000
Cash flows from operating activities		
Payments to suppliers and employees (inclusive of GST)		(423,852)
Interest received		<u>17</u>
Net cash using in operating activities		<u>(423,835)</u>
Cash flows from investing activities		
Payments for exploration and evaluation		<u>(24,760)</u>
Net cash used in investing activities		<u>(24,760)</u>
Cash flows from financing activities		
Net cash provided by / (used in) financing activities		<u>-</u>
Net increase/(decrease) in cash and cash equivalents		(448,595)
Cash and cash equivalents at the beginning of the financial half-year		<u>563,861</u>
Cash and cash equivalents at the end of the financial half-year		<u><u>115,266</u></u>

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



Belararox Limited
Notes to the interim financial statements
31 December 2021

Note 1. Significant accounting policies

These general purpose financial statements (the “financial statements”) for the interim half-year reporting period ended 31 December 2021 (the “financial half-year”) is a condensed interim financial report, 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 financial statements do not include all the notes and full disclosures of the type normally included in annual financial statements. Accordingly, it is recommended that these financial statements are to be read in conjunction with the financial report for the period ended 30 June 2021 and any public announcements made by the company during and since the financial half-year in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The principal accounting policies adopted are consistent with those of the financial report for the period ended 30 June 2021, unless otherwise stated.

The financial report of the Company for the half year ended 31 December 2021 was authorised for issue in accordance with a resolution of the Directors.

Belararox Limited is a listed public for-profit company, trading on the Australian Securities Exchange, limited by shares. Belararox Limited is incorporate and domiciled in Australia. The Company’s registered office and principal place of business is Level 11, 12-14 The Esplanade, Perth WA 6000.

Basis of preparation

The financial statements, except for cash flow information, has been prepared on an accruals 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.

The preparation of the financial report for the financial half-year in conformity with AASBs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from 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.

Comparative amounts

The Company was incorporated on 16 April 2021, thus does not have comparative financial information for the corresponding comparable interim period (i.e. 31 December 2020), as required for the Condensed Statement of profit or loss or loss and other comprehensive income, the Condensed Statement of Changes in Equity, and the Condensed statement of cash flows.

Accordingly, comparative amounts are presented only for amounts associated with the Condensed Statement of financial position.

Going concern

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

The Company incurred a loss for the financial half-year of \$548,534.

Subsequent to the half year end, the Company completed an Initial Public Offering (“IPO”) in order to raise \$5,066,004 before costs. Refer to Note 9 for further information.



Going concern (continued)

Having reviewed the cashflow forecast prepared by Management of the Company, the Directors believe that the Company has sufficient cash on hand to continue its normal business activities and ensure the realisation of assets and extinguishment of liabilities as and when they fall due for at least the next 12 months from the date of this financial report.

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

Rounding of amounts

The Company is of a kind referred to in ASIC Corporations (Rounding in Financials/Directors' Reports) Instrument 2016/191, relating to the 'rounding off' of amounts in the financial report. Amounts in the financial report have been rounded off in accordance with that Class Order to the nearest dollar.

New or amended Accounting Standards or Interpretations issues but not yet effective

The Australian Accounting Standards Board has issued a number of new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods, some of which are relevant to the Company. The Company has decided not to early adopt any of these new and amended pronouncements. The Company's assessment of the new and amended pronouncements that are relevant to the Company but applicable in future reporting periods is set out below.

AASB 2020-1: Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current, AASB 2020-6 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current – Deferral of Effective Date

AASB 2020-1 amends AASB 101 Presentation of Financial Statements to clarify requirements for the presentation of liabilities in the statement of financial position as current or non-current. It requires a liability to be classified as current when entities do not have a substantive right to defer settlement at the end of the reporting period.

AASB 2020-6 defers the mandatory effective date of amendments that were originally made in AASB 2020-1 so that the amendments are required to be applied for annual reporting periods beginning on or after 1 January 2023 instead of 1 January 2022. They will first be applied by the Company in the financial year commencing 1 July 2023.

The likely impact of this accounting standard on the financial statements of the Company has not been determined.

AASB 2020-3 amends AASB 1 First-time Adoption of Australian Accounting Standards, AASB 3 Business Combinations, AASB 9 Financial Instruments, AASB 116 Property, Plant and Equipment, AASB 137 Provisions, Contingent Liabilities and Contingent Assets and AASB 141 Agriculture.

The main amendments relate to:

AASB 1 – simplifies the application by a subsidiary that becomes a first-time adopter after its parent in relation to the measurement of cumulative translation differences;

AASB 3 – updates references to the Conceptual Framework for Financial Reporting;

AASB 9 – clarifies the fees an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability;

AASB 116 – requires an entity to recognise the sales proceeds from selling items produced while preparing PP&E for its intended use and the related cost in profit or loss, instead of deducting the amounts received from the cost of the asset;

AASB 137 – specifies the costs that an entity includes when assessing whether a contract will be loss making; and

AASB 141 – removes the requirement to exclude cash flows from taxation when measuring fair value, thereby aligning the fair value measurement requirements in AASB 141 with those in other Australian Accounting Standards.

AASB 2020-3 mandatorily applies to annual reporting periods commencing on or after 1 January 2022 and will be first applied by the Group in the financial year commencing 1 July 2022.

The likely impact of this accounting standard on the financial statements of the Company has not been determined.



AASB 2020-1 amends AASB 7 Financial Instruments: Disclosures, AASB 101 Presentation of Financial Statements, AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors, AASB 134 Interim Financial Reporting and AASB Practice Statement 2 Making Materiality Judgements. The main amendments relate to:

AASB 7 – clarifies that information about measurement bases for financial instruments is expected to be material to an entity's financial statements;

AASB 101 – requires entities to disclose their material accounting policy information rather than their significant accounting policies;

AASB 108 – clarifies how entities should distinguish changes in accounting policies and changes in accounting estimates;

AASB 134 – to identify material accounting policy information as a component of a complete set of financial statements; and

AASB Practice Statement 2 – to provide guidance on how to apply the concept of materiality to accounting policy disclosures.

The likely impact of this accounting standard on the financial statements of the Company has not been determined.

Note 2. Operating segments

The Company operates within the mineral exploration industry within Australia.

The Company determines its operating segments by reference to internal reports that are reviewed and used by the Board of Directors (the chief operating decision maker) in assessing performance and in determining the allocation of resources.

The executive management team currently receive a Statement of Financial Position and Statement of Comprehensive Income information that is prepared in accordance with Australian Accounting Standards therefore there is no additional information to disclose.

The Statement of Financial Position and Statement of Comprehensive Income information received by the executive team does not include any information by segment. The executive team manages each exploration activity of each exploration concession through review and approval of statutory expenditure requirements and other operational information.

Based on this criterion, the Company has only one operating segment, being exploration, and the segment operations and results are the same as the Company results.

Note 3. Exploration and evaluation expenditure

	Dec 2021 \$	June 2021 \$
Opening balance	112,500	-
Additions	42,184	-
Acquisition during the period (i)	-	112,500
Closing balance	154,684	112,500

(i) On 24 June 2021, the Company executed a Tenement Sale and Purchase Agreement ("Agreement") with Michlange Pty Ltd and Kenex Pty Ltd to acquire 100% of the beneficial interest in a portfolio of Tenements, collectively referred to as the "Coolgardie" area of interest, within the Coolgardie region of Western Australia.

Under the terms of the Agreement, consideration of \$112,500 was agreed and satisfied through the issue of 2,250,000 fully paid ordinary shares in the Company to Michlange Pty Ltd at a deemed issue price of \$0.05 per share. These shares were issued on 24 June 2021. No consideration was paid to Kenex Pty Ltd.



Belararox Limited
Notes to the interim financial statements
31 December 2021

Note 4. Issued capital

	Dec		June
	2021	2021	2021
	Number	\$	Number
	18,000,000	715,000	18,000,000
		\$	
		715,000	

Ordinary shares - fully paid

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Opening Balance (date of incorporation)	16-Apr-21	7,250,000	-	-
Issue of shares - seed capital	9-Jun-21	2,500,000	0.001	2,500
Issue of shares - consideration shares for acquisition of exploration assets (Note 3)	24-Jun-21	2,250,000	0.050	112,500
Issue of shares - seed capital	28-Jun-21	6,000,000	0.100	600,000
Less: Capital raising costs				
Closing Balance	30-Jun-21	18,000,000		715,000
		-	-	-
Closing balance	31-Dec-21	18,000,000	-	715,000

Note 5. Share-based payments reserve

	Dec	June
	2021	2021
	\$	\$
Opening balance at the beginning of the period	2,257	-
Share-based payments	83,171	2,257
Closing balance at the end of the period	85,428	2,257

Performance rights are issued to key management personnel under the Company's Long Term Incentive Plan (the "Plan").

The purpose of the Plan was to assist in the reward, retention and motivation of key management personnel by aligning their interests more closely with the interest of the Company. It also provides key management personnel with the opportunity to share in any future growth in value of the Company.

Originally, it was agreed to issue Series A and Series B performance rights with a share price target of \$0.30 and \$0.40 respectively. Key management personnel then subsequently agreed to performance rights as per the below outlined conditions. Whilst this change was to the detriment of key management personnel, the Company and key management personnel agreed to vary the terms of performance rights ultimately issued as they wanted to set a greater stretch target for company growth and shareholder wealth, without additional performance rights being granted which could result in shareholder dilution.

Performance rights are issued to recipients in two equal tranches, each with their own performance conditions.

Series A performance rights will vest on satisfaction of all of the following performance conditions

- fully paid ordinary shares of the Company being quoted on the Australian Securities Exchange ("ASX") on or before 31 March 2022; and
- within 36 months of the date of quotation on the ASX, the shares achieving a share price of at least \$0.35 each over a 20 consecutive trading day period.

Series B performance rights will vest upon:

- satisfaction of all of the above outlined performance conditions for Series A; and
- within 48 months of the date of quotation on the ASX, the shares achieving a share price of at least \$0.45 each over a 20 consecutive trading day period.

Set out below is a summary of the options granted under the plan to key management personnel.



Note 5. Share-based payments reserve (continued)

<i>Recipient</i>	<i>Number of instruments granted</i>	
	Series A	Series B
Opening balance - 16 April 2021 (date of incorporation)		
25 June 2021 - Neil Warburton	375,000	375,000
25 June 2021 - Arvind Misra	1,500,000	1,500,000
25 June 2021 - Michelle Stokes	125,000	125,000
Closing balance 30 June 2021	2,000,000	2,000,000
13 July 2021 - Stephen Lowe	125,000	125,000
Closing balance 31 December 2021	2,125,000	2,125,000

The fair value of the performance rights granted during the period was determined through the use of a monte carlo simulation, utilising the following inputs:

	Series A	Series B
Share price	\$0.20	\$0.35
Exercise Price	\$0.35	\$0.45
Interest rate	0.009%	0.755%
Share price volatility	106.35%	87.180%
Time to maturity (years)	3	4
Dividend yield	-	-
Fair value per performance right	0.1685	0.1420

The total fair value of share-based payment is recognised over the expected vesting period for Series A and Series B, which is 3 and 4 years respectively from the expected date of the quotation of shares on the ASX.

As a result, a total of \$83,171 was recognised in relation to performance rights as share-based payments within the Condensed Statement of profit or loss for the period ended 31 December 2021.

Note 6. Contingent liabilities

The Company did not have any contingent assets or liabilities as at 31 December 2021

Note 7. Commitments

In order to maintain current rights of tenure to exploration tenements, the Company will be required to meet minimum expenditure requirements on its areas of interest. Outstanding exploration commitments are as follows:

	Dec 2021	June 2021
	\$	\$
Within one year	247,560	-
Later than one year but not later than five years	348,000	-
	595,560	-



Note 8. Related party transactions

Transactions and balances with related parties

On 13 July 2021, the Company granted 250,000 Performance Rights to Mr Stephen Lowe as part of a Long-Term Incentive Plan. Further details including the fair value of Performance Rights issued is included within Note 5.

Other transactions with related parties, including their nature and amounts owing at 31 December 2021, are set out below.

Key management personnel or their related party	Nature of transactions	Transaction value	Payable Balance
Neil Warburton	Non-Executive Chairman fees (i)	25,000	25,000
Michelle Stokes	Non-Executive Director fees (ii)	20,000	20,000
Kenex Pty Ltd / Michelle Stokes	Exploration expenditure incurred	7,386	-
Anarak Pty Ltd / Arvind Misra	Managing Director Fees (iii)	77,940	77,940
Stephen Lowe	Non-Executive Director fees (ii)	20,000	20,000

(i) Mr Warburton is currently Non-Executive Chairman of the Company. Under the terms of his letter of appointment, Mr Warburton will be paid \$50,000 per annum inclusive of statutory superannuation for their services.

(ii) Ms Stokes and Mr Lowe are currently Non-Executive Directors of the Company. Under the terms of their letters of appointment, they will be paid \$40,000 per annum inclusive of statutory superannuation for their services.

(iii) Mr Misra was engaged as Managing Director of the Company on 19 May 2021. Under the terms of his Managing Director Consulting Agreement, Mr Misra is entitled to remuneration of \$1,500 per day (Exc. GST) for services performed prior to the completion of an Initial Public Offering ("IPO"). After completion of an IPO, Mr Misra's remuneration will increase to \$12,990 per month (Exc. GST).

Note 9. Events after the reporting period

On 25 January 2022, the Company was admitted to the Official List of the Australian Securities Exchange ("ASX"). In accordance with the Prospectus dated 1 November 2021, the Company issued issue of 25,330,020 fully paid ordinary shares in the Company at an issue price of \$0.20 per share in order to raise \$5,066,004 before costs.

The Company commenced trading on the ASX on 28 January 2022.

As announced on 30 January 2022, the Company commenced exploration at its Belara Project, with a geophysical survey underway. The Company also signed a contract for resource drilling due to commence shortly after geophysical survey works, anticipated to commence in March 2022.

There were no other matters or circumstance which has arisen since 31 December 2021 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.



**Belararox Limited
Directors' declaration
31 December 2021**

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 Company's financial position as at 31 December 2021 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

Arvind Misra
Managing Director

10 March 2022
Perth

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Belarox Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Belarox Limited (the Company), which comprises the condensed statement of financial position as at 31 December 2021, the condensed statement of profit or loss and other comprehensive income, the condensed statement of changes in equity and the condensed 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.

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 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 (WA) Pty Ltd

A handwritten signature in dark ink, appearing to read 'Dean Just', is written over a faint, light blue BDO logo.

Dean Just

Director

Perth, 10 March 2022