



DISCOVERY
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Discovery Alaska Limited

ACN 147 324 847

Half-year Financial Report - 31 December 2022

Discovery Alaska Limited
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31 December 2022

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Directors	Peter Lloyd (Non-Executive Director) Jerko Zuvela (Non-Executive Director) Alan Thomas (Non-Executive Director)
Company Secretary	Alan Thomas
Registered Office	18 Sangiorgio Court Osborne Park WA 6017
Principal place of business	18 Sangiorgio Court Osborne Park WA 6017
Share Register	Automic Registry Services Level 5 191 St Georges Terrace Perth WA 6000
Auditor	Criterion Audit Pty Ltd Suite 2 642 Newcastle Street Leederville WA 6007
Bankers	National Australia Bank Level 1 1238 Hay Street West Perth WA 6005
Securities Exchange Listing	Discovery Alaska Limited shares are listed on the Australian Securities Exchange (ASX code: DAF)
Website	www.discoveryafrica.com.au

Discovery Alaska Limited
Directors' Report
31 December 2022

The directors present their report, together with the financial statements of the consolidated entity consisting of Discovery Alaska Limited ("DAF" or "the Company"), and the entities it controls (collectively referred to as "the consolidated entity" or "the Group") for the half year ended 31 December 2022.

Directors

The names of the directors in office at any time during the whole of the half year and up to the date of this report are:

Mr Peter Lloyd (Non-Executive Director)
Mr Graham Walker (Non-Executive Director) – resigned 5 October 2022
Mr Jerko Zuvela (Non-Executive Director)
Mr Alan Thomas (Non-Executive Director) – appointed 5 October 2022

Principal Activities

The principal activity of the Group for the financial period was mineral exploration with a focus on exploration in Alaska.

There were no significant changes in the nature of the Group's principal activities during the half year.

Review of Operations

The net loss of the Group after income tax for the half-year ended 31 December 2022 amounted to \$136,479 (31 December 2021: net loss of \$157,653).

Exploration

The following is a review of the operations of the Group during the financial year to the date of this report.

Chulitna Project (Alaska, USA) 100% interest

The Chulitna Project comprises 308 State mining claims covering 199.4km², is located on State of Alaska public lands, and is not subject to any Native Title claims, native lands, or native claimant groups. The project lies approximately 250km north of Anchorage and close to the major Parks Highway, which runs mostly parallel to the State owned Alaska railroad.

The project hosts numerous prospect areas identified from historical works, which are prospective for lithium, gold, silver, copper, tin and base metals. The two main prospect areas currently identified within the project area Coal Creek (lithium, tin, silver) and Partin Creek (gold, silver, copper).

The Company conducted works at the Chulitna Project in Alaska, including:

- ✓ Receipt of assay results from historic drill core sampling at the Coal Creek lithium prospect, outlining
 - Broad zones of lithium mineralisation confirmed;
 - Lithium mineralisation open at depth and along strike;
 - Multi-commodity potential at Coal Creek with lithium, tin, tungsten, tantalum, silver, niobium, and other specialty metals;
- ✓ The Chulitna Project contains multiple prospect targets for varying commodities, including lithium, gold, silver, tin, copper & base metals.
- ✓ Site visit to Chulitna Project conducted by DAF management.
- ✓ Accessibility, quality and quantity of Coal Creek historic drill core allows DAF to advance further exploration works.

Coal Creek Lithium Prospect

The Company identified lithium at the Coal Creek prospect and conducted a comprehensive work program to qualify and quantify the lithium (and other critical minerals) occurrences at Coal Creek, with current analysis works confirming lithium mineralisation from historic drill core at the Coal Creek prospect.

Significant lithium results from the laboratory analysis works include;

- 16m @ 0.19% Li₂O from 126.5m in hole DDH06-43
- 10.97m @ 0.18% Li₂O from 84.7m in hole DDH06-44
- 27.65m @ 0.16% Li₂O from 169.6m in hole DDH06-43
- 59.5m @ 0.13% Li₂O from 168.2m in hole DDH-33

Discovery Alaska Limited
Directors' Report
31 December 2022

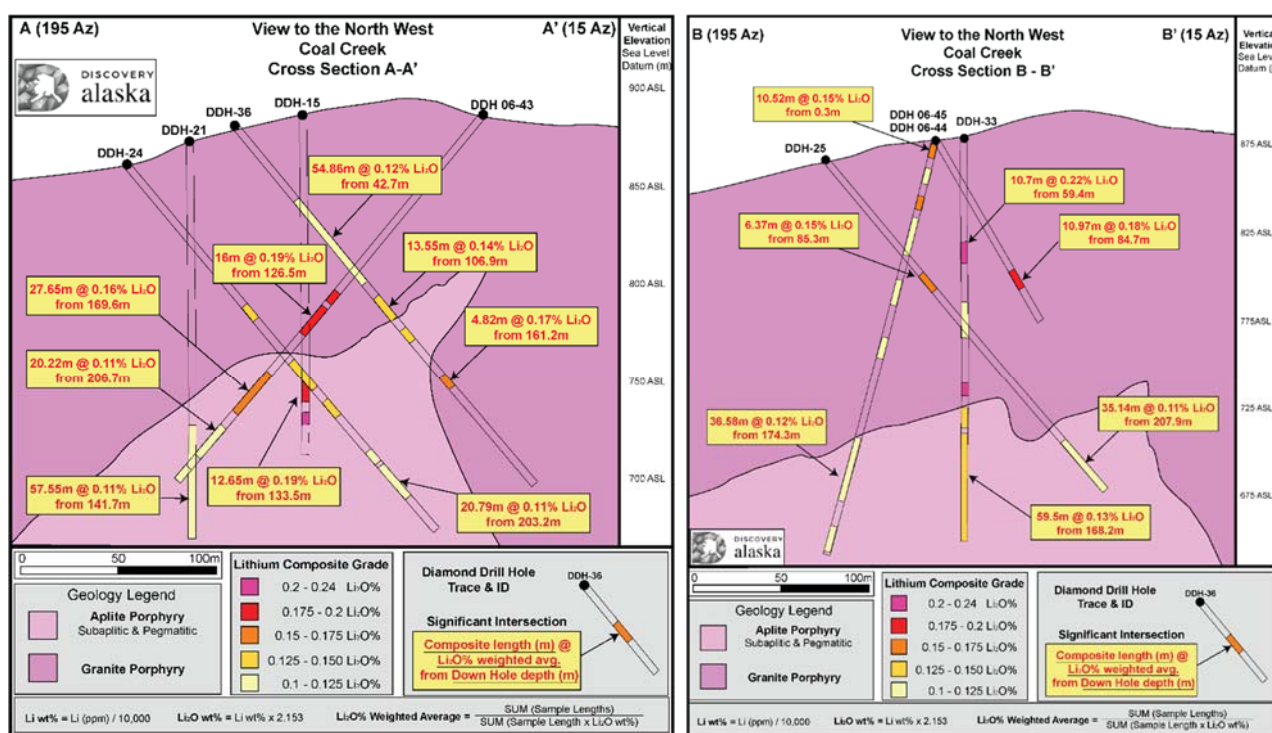
- 59.5m @ 0.13% Li₂O from 168.2m in hole DDH-33
- 54.86m @ 0.12% Li₂O from 42.7m in hole DDH-36
- 36.58m @ 0.12% Li₂O from 174.3m in hole DDH06-45
- 57.55m @ 0.11% Li₂O from 141.7m in hole DDH-21

The detailed work program of selected priority historic drill core comprised core logging, core cutting, core photography, core sampling and laboratory analysis works.

The distribution of laboratory analysis results indicates significant broad intercepts of lithium-rich zinnwaldite mineralised zones concentrated within the deeper aplitic granite porphyry and separate higher-grade lithium zones potentially localized along structurally controlled zones of east-west striking, near-vertical sheeted greisen veining (see Figures 1 & 2).

The priority drill holes selected for laboratory analysis works historically targeted intrusion-hosted, sheeted greisen veins containing tin-silver-zinc mineralization, and were selected for re-sampling due to:

- their distribution within the primary area of the tin-silver-zinc resource; and
- documentation of the presence of high-iron bearing white mica, or zinnwaldite – a common lithium-bearing mica, occurring within greisen alteration and veining.



Coal Creek Cross Section A-A' & B-B' showing lithium intervals

The Company previously announced the Coal Creek prospect contains historical works, including a 2015 NI 43-101 Report (prepared for Strongbow Exploration Inc.) comprising a "Technical Report on the Coal Creek Tin-Silver Exploration Target". This report included selected historical drilling and associated assay data, and a conceptual exploration target estimate.

Partin Creek Prospect

No exploration work was undertaken at Partin Creek prospect during the period.

Previously, the Company completed a field exploration program at the Partin Creek prospect in 2021, comprising the collection of 253 samples (167 rock samples and 86 talus fines samples) and geological mapping works.

The rock sample results achieved up to 73.9g/t Au, 1500g/t Ag and 21.1% Cu. Other significant rock sample analysis results included 30g/t Au, 28.7g/t Au, 477g/t Ag, 414g/t Ag, 2.63% Cu and 2.62% Cu. The talus fines (soil) sample results achieved up to 7.18g/t Au and 12.25g/t Ag.

The main exploration program objective was achieved, with the results replicating the known gold occurrences at the Partin Creek prospect and expanding the prospective area to the northeast and southwest - targeting a robust and coherent gold system.

New Project Opportunities

The Company actively continues to review additional mineral project opportunities that may complement its current activities, enhance its project portfolio and increase its overall value proposition. The Company will consider any such opportunities and advance as required to progress with such project(s). The Company is working to ensure it is best placed to deliver value and upside potential for all its shareholders.

Appendix A: Discovery Alaska Limited - Interest in Mining Tenements

Below is a listing of tenements held by the Company as at 14 February 2023:

Mining Tenement	Location	Beneficial Percentage held
ADL734566 (Chulitna 1) - ADL734873 (Chulitna 308) ¹	Alaska, USA	100%

¹ The Chulitna Project is beneficially owned by Discovery Alaska LLC which is a wholly owned subsidiary of Discovery Denali Pty Ltd and ultimately wholly owned by Discovery Alaska Limited.

Dividends Paid or Recommended

The directors do not recommend the payment of a dividend and no amount has been paid or declared by way of a dividend to the date of this report.

Events after the Balance Sheet Date

No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

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 on page 8.

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



Peter Lloyd
Non-Executive Director
2 March 2023
Perth

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. Ragusa confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Competent Person's Statement

The information contained in this report relating to Exploration Results has been prepared by Mr Jerko Zuvela. Mr Zuvela is a Member of the Australasian Institute of Mining and Metallurgy, and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 Zuvela is a Director of Discovery Alaska Ltd and consents to the inclusion in this report of this information in the form and context in which it appears. The information in this report is an accurate representation of the available data from the Chulitna Project.

The 2021 and 2022 Chulitna Project exploration programs include a Quality Control/Quality Assurance (QA/QC) program overseen by Jesse C. Grady, MSc, CPG-11592. Mr Grady is a Qualified Person as defined by NI 43-101. Mr Grady has prepared and approved the technical information contained within this announcement.

Forward Looking Statements

Statements regarding plans with respect to the Company's mineral properties are forward looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as expected. There can be no assurance that the Company will be able to confirm the presence of mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

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 Discovery Alaska Limited and its Controlled Entities for the half year ended 31 December 2022, 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



CHRIS WATTS CA
Director

CRITERION AUDIT PTY LTD

DATED at PERTH this 2nd day of March 2023

Discovery Alaska Limited
Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2022

	Consolidated	
	31 December	31 December
	2022	2021
	\$	\$
Revenue		
Interest income	3,848	675
Foreign currency gain	4,463	2,573
Expenses		
Administration expenses	(3,476)	(4,891)
Director fees	(54,818)	(58,636)
Corporate expenses and professional fees	(86,496)	(91,475)
Exploration expenditure written off	-	(5,899)
Profit/(loss) before income tax expense	(136,479)	(157,653)
Income tax expense	-	-
Profit/(loss) after income tax expense for the half-year	(136,479)	(157,653)
Other Comprehensive Income		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Profit/(loss) on the revaluation of financial assets, net of tax	52,412	55,708
Other comprehensive income for the half-year, net of tax	52,412	55,708
Total comprehensive income/(loss) for the half-year	(84,067)	(101,945)
Earnings per Share	Cents	Cents
Basic earnings/(loss) per share	(0.06)	(0.08)
Diluted earnings/(loss) per share	(0.06)	(0.08)

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

Discovery Alaska Limited
Consolidated Statement of Financial Position
As at 31 December 2022

		Consolidated	
	Note	31 December 2022 \$	30 June 2022 \$
Assets			
Current Assets			
Cash and cash equivalents	4	1,006,508	1,506,871
Trade and other receivables	5	68,938	5,453
Other financial assets	6	144,700	92,288
Total Current Assets		<u>1,220,146</u>	<u>1,604,612</u>
Non-Current Assets			
Capitalised exploration and evaluation expenditure	7	<u>1,109,031</u>	<u>809,504</u>
Total Non-Current Assets		<u>1,109,031</u>	<u>809,504</u>
Total Assets		<u>2,329,177</u>	<u>2,414,116</u>
Liabilities			
Current Liabilities			
Trade and other payables		<u>28,667</u>	<u>29,539</u>
Total Current Liabilities		<u>28,667</u>	<u>29,539</u>
Total Liabilities		<u>28,667</u>	<u>29,539</u>
Net Assets		<u>2,300,510</u>	<u>2,384,577</u>
Equity			
Issued capital	8	13,339,473	13,339,473
Reserves	9	783,442	731,030
Accumulated losses		<u>(11,822,405)</u>	<u>(11,685,926)</u>
Total Equity		<u>2,300,510</u>	<u>2,384,577</u>

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

Discovery Alaska Limited
Consolidated Statement of Changes in Equity
For the half year ended 31 December 2022

	Contributed equity \$	Reserves \$	Accumulated Losses \$	Total Equity \$
Balance as at 1 July 2021	12,494,453	837,674	(11,390,531)	1,941,596
Other Comprehensive Income				
Profit/(loss) after income tax expense for the half-year	-	-	(157,653)	(157,653)
Other comprehensive income for the half-year, net of tax	-	55,708	-	55,708
Total comprehensive income/(loss) for the half-year	-	55,708	(157,653)	(101,945)
Transactions with owners in their capacity as owners				
Issue of shares during the period	640,000	-	-	640,000
Total contributions by owners	640,000	-	-	640,000
Balance as at 31 December 2021	13,134,453	893,382	(11,548,184)	2,479,651
Balance as at 1 July 2022	13,339,473	731,030	(11,685,926)	2,384,577
Other Comprehensive Income				
Profit/(loss) after income tax expense for the half-year	-	-	(136,479)	(136,479)
Other comprehensive income for the half-year, net of tax	-	52,412	-	52,412
Total comprehensive income/(loss) for the half-year	-	52,412	(136,479)	(84,067)
Transactions with owners in their capacity as owners				
Issue of shares during the period	-	-	-	-
Total contributions by owners	-	-	-	-
Balance as at 31 December 2022	13,339,473	783,442	(11,822,405)	2,300,510

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

Discovery Alaska Limited
Consolidated Statement of Cash Flows
For the half year ended 31 December 2022

		Consolidated	
	Note	31 December 2022 \$	31 December 2021 \$
Cash flows from operating activities			
Payments to suppliers (inclusive of GST)		(204,685)	(175,221)
Payments for exploration and evaluation		(299,526)	(148,950)
Interest received		3,848	675
Net cash used in operating activities		(500,363)	(323,496)
Cash flows from investing activities			
Net cash from investing activities		-	-
Cash flows from financing activities			
Proceeds from exercise of options		-	640,000
Net cash provided by financing activities		-	640,000
Net increase/(decrease) in cash and cash equivalents		(500,363)	316,504
Cash and cash equivalents at the beginning of the financial half-year		1,506,871	1,569,080
Cash and cash equivalents at the end of the financial half-year	4	<u>1,006,508</u>	<u>1,885,584</u>

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

Note 1. General information

The financial report covers Discovery Alaska Limited as a consolidated entity consisting of Discovery Alaska Limited and the entities it controlled. The financial report is presented in Australian dollars, which is the Company's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the directors' declaration. Discovery Alaska Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

18 Sangiorgio Court
Osborne Park WA 6017
Ph: (08) 6165 4000

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

The financial report was authorised for issue, in accordance with a resolution of directors, on 2 March 2023. The directors have the power to amend and reissue the financial report.

Note 2. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2022 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

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

New accounting standards and interpretations

Standards and Interpretations applicable to 31 December 2022

In the period ended 31 December 2022, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the consolidated entity and effective for the current reporting periods beginning on or after 1 July 2022.

As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the consolidated entity and therefore, no material change is necessary to the consolidated entity's accounting policies.

Standards and Interpretations in issue not yet adopted

The Directors have also reviewed all of the new and revised Standards and Interpretations in issue not yet adopted for the half-year ended 31 December 2022.

As a result of this review the Directors have determined that there are no new and revised Standards and Interpretations that may have a material effect on the application in future periods and therefore, no material change is necessary to the consolidated entity's accounting policies.

Reporting Basis and Conventions

The half year financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Going Concern

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2022

Note 3. Operating segments

Identification of reportable operating segments

The consolidated entity has identified two reporting segments: exploration for mineral commodities in North America, and exploration for gold in Australia. The operating segments are based on the internal reports that are reviewed and used by the Board of Directors in assessing performance and in determining the allocation of resources.

The Company is domiciled in Australia. All revenue from external parties is generated from Australia only.

	Mineral Commodities¹	Gold	Unallocated	Total
	\$	\$	\$	\$
31 December 2022				
Revenue	-	-	3,848	3,848
Loss before income tax	-	-	(136,479)	(136,479)
31 December 2021				
Revenue	-	-	3,248	3,248
Loss before income tax	-	(5,899)	(151,754)	(157,653)
31 December 2022				
Total segment assets	1,109,031	-	1,220,146	2,329,177
Total segment liabilities	-	-	28,667	28,667
30 June 2022				
Total segment assets	809,504	-	1,604,612	2,414,116
Total segment liabilities	-	-	29,539	29,539

¹ Mineral commodity assets relate to the Group's interest in the Chulitna Project, which has multiple prospect targets for varying commodities, including gold, silver, tin, copper and base metals.

Note 4. Current Assets – Cash and Cash Equivalents

	Consolidated	
	31 December 2022	30 June 2022
	\$	\$
Cash at bank	1,006,508	1,506,871
	<u>1,006,508</u>	<u>1,506,871</u>

Note 5. Current Assets – Trade and Other Receivables

	Consolidated	
	31 December 2022	30 June 2022
	\$	\$
GST receivable	9,938	5,453
Prepayments	59,000	-
	<u>68,938</u>	<u>5,453</u>

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2022

Note 6. Current Assets – Other Financial Assets

	Consolidated	
	31 December 2022	30 June 2022
	\$	\$
Shares in Listed Companies		
Opening Fair Value	92,288	25,912
Revaluation increments/(decrements)	52,412	66,376
Closing Fair Value	<u>144,700</u>	<u>92,288</u>

Note 7. Non-current Assets – Capitalised Exploration and Evaluation Expenditure

	Consolidated	
	31 December 2022	30 June 2022
	\$	\$
Opening Balance	809,504	393,386
Additions during the period	-	-
Expenditure during the period	299,527	446,991
Write-off of exploration expenditure	-	(30,873)
Closing Balance	<u>1,109,031</u>	<u>809,504</u>

Note 8. Equity – Issued Capital

(a) Shares

	Consolidated		Consolidated	
	31 December 2022	30 June 2022	31 December 2022	30 June 2022
	Shares	Shares	\$	\$
Fully paid ordinary shares	<u>224,234,698</u>	<u>224,234,698</u>	<u>13,339,473</u>	<u>13,339,473</u>
	<u>224,234,698</u>	<u>224,234,698</u>	<u>13,339,473</u>	<u>13,339,473</u>

Period ended 31 December 2022	Issue Price	Fully Paid Ordinary Shares	\$
Balance as at 1 July 2022		224,234,698	13,339,473
No movement during the period		-	-
Balance as at 31 December 2022		<u>224,234,698</u>	<u>13,339,473</u>

Year ended 30 June 2022	Issue Price	Fully Paid Ordinary Shares	\$
Balance as at 1 July 2021		203,234,698	12,494,453
Issue of shares upon exercise of options	\$0.032	21,000,000	672,000
Transfer from options reserve	-	-	173,020
Balance as at 30 June 2022		<u>224,234,698</u>	<u>13,339,473</u>

Discovery Alaska Limited
Notes to the Financial Statements
31 December 2022

Note 8. Equity – Issued Capital (continued)

(b) Options

Period ended 31 December 2022

The following unlisted options were on issue during the period ended 31 December 2022:

	6c 22 February 2023	3.2c 30 April 2023
Exercise price		
Expiry date		
Opening balance	500,000	10,000,000
Issued during the period	-	-
Expired during the period	-	-
Exercised during the period	-	-
Closing balance	500,000	10,000,000

Period ended 30 June 2022

The following unlisted options were on issue during the year ended 30 June 2022:

	3.2c 6 December 2021	6c 22 February 2023	3.2c 30 April 2023
Exercise price			
Expiry date			
Opening balance	20,000,000	500,000	11,000,000
Issued during the year	-	-	-
Expired during the year	-	-	-
Exercised during the year	(20,000,000)	-	(1,000,000)
Closing balance	-	500,000	10,000,000

Note 9. Equity – Reserves

	Consolidated	
	31 December 2022	30 June 2022
	\$	\$
Financial assets reserve	232,169	179,757
Option reserve	551,273	551,273
	<u>783,442</u>	<u>731,030</u>

Financial assets reserve

The reserve was used to recognise increments and decrements in the fair value of financial assets.

Option reserve

The reserve is used to recognise the value of option equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

	Financial Assets	Options	Total
	\$	\$	\$
Balance as at 1 July 2022	179,757	551,273	731,030
Revaluation of financial assets	52,412	-	52,412
Balance as at 31 December 2022	<u>232,169</u>	<u>551,273</u>	<u>783,442</u>

Note 10. Equity – Share Based Payment

Period ended 31 December 2022

There were no share based payments made during the period.

Period ended 31 December 2021

There were no share based payments made during the period.

Note 11. Investment in Controlled Entities

For the period ended 31 December 2022, the consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries:

Name of entity	Country of Incorporation	Equity holding	
		2022	2021
		%	%
Discovery Denali Pty Ltd ¹	Australia	100	100
Discovery Alaska LLC ²	United States	100	100

¹ The entity was incorporated on 5 November 2020.

² The entity was incorporated on 9 November 2020, and is a wholly owned subsidiary of Discovery Denali Pty Ltd.

Note 12. Commitments

Exploration and evaluation assets

In order to maintain current rights of tenure to exploration tenements, the Company and economic entity is required to outlay rentals and to meet the minimum expenditure requirements.

	Dec 2022	June 2022
	\$	\$
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	133,333	200,000
One to five years	-	33,333
	<u>133,333</u>	<u>233,333</u>

Note 13. Contingencies

The Company had no contingent assets or liabilities as at 31 December 2022.

Note 14. Events after reporting period

No matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

Discovery Alaska Limited
Directors' Declaration
31 December 2022

In the directors' opinion:

- the attached financial statements and notes thereto 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 thereto give a true and fair view of the Group's financial position as at 31 December 2022 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



Peter Lloyd
Non-Executive Director
2 March 2023
Perth

Independent Auditor's Review Report

To the Members of Discovery Alaska Limited

Conclusion

We have reviewed the half-year financial report of Discovery Alaska Limited ("the Company") and Controlled Entities ("the Consolidated Entity"), which comprises the statement of financial position as at 31 December 2022, 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 Discovery Alaska Limited 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 2022 and of its performance for the half-year ended on that date; and
- b. 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 Consolidated Entity in accordance with the ethical requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with 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 Half-Year Financial Report

The Directors are responsible for the preparation of the half-year financial report that gives us 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 Half-Year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report 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 2022 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 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.



CRITERION AUDIT PTY LTD



CHRIS WATTS CA
Director

DATED at PERTH this 2nd day of March 2023