



Mt Monger Resources

MT MONGER RESOURCES LIMITED

ACN 645 885 463

**Interim Financial Statements
for the six months ended
31 December 2022**



Corporate Directory

Directors

John Andrew Hannaford	Non-Executive Chairman
Lachlan John Reynolds	Managing Director
David John Izzard	Non-Executive Director

Company Secretary

Simon Charles Bunbury Adams

Registered and Principal Office

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Auditor

Hall Chadwick WA Audit Pty Ltd
283 Rokeby Road
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Share Registry

Automic Group Pty Ltd
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Stock Exchange Listing

Australian Securities Exchange (ASX)
ASX Code: MTM

Directors' Report

31 December 2022

The Directors of Mt Monger Resources Limited (the "Company" or "Mt Monger" and reference to Mt Monger Resources Ltd and its subsidiaries as the "Group") present their report on the Company for the period ended 31 December 2022 ("Period").

Directors

John Andrew Hannaford – Non-executive Chairman

Lachlan John Reynolds – Managing Director

David John Izzard – Non-Executive Director

Review of Operations

The principal activities of the Company during the financial period were the exploration of mineral tenements in Western Australia ("WA").

Operational Activities:

During the reporting period the Company has conducted exploration activities at its East Laverton, Mt Monger, Ravensthorpe and Albion projects. Activities for the period included:

- Detailed assays were received for a program of RC percussion drilling completed at the Mt Monger project in the previous reporting period. Drilling was designed to test high-priority targets where historical drilling has intersected significant gold mineralisation, or where the Company's soil sampling has highlighted the potential for gold mineralised structures that are poorly tested by historical drilling that was typically broad-spaced and shallow.

Assay results confirmed and provided better definition of the gold mineralisation intersections at Red Dale North, northwest Duchess of York, north Gladiator, and the Peters Dam prospects. At the Red Dale North Prospect, the detailed assays show that hole 22MMRC004 intersected 4m @ 5 g/t Au from 48m downhole. Overall strike length of mineralisation at this prospect is now considered to extend over 300m and is open both along strike and down dip.

- A program of aircore drilling at the Pt Kidman prospect, East Laverton project intersected significant grades and widths rare earth element (REE) mineralisation in all areas that were tested. The REEs occurred in broad, shallow zones hosted by saprolitic clays above interpreted fertile basement granitoids and gneissic rocks. Continuity of the mineralisation was recorded over 1.2km and limited only by the extent of the drilling. An assessment of the prospectivity of this area has highlighted the potential for district-scale REE mineralisation in the weathering profile over fertile basement rocks.
- Results for an extensive program of geochemical sampling completed over the Seahorse prospect were progressively received during the reporting period. Results showed two previously unknown gold anomalies with extensive strike lengths. Results of a geochemical sampling program over the Pt Kidman prospect were also received. This work identified 5 large, coherent REE anomalies, covering a combined area in excess of 100 km². The soil sampling program is continuing at the East Laverton area as the first-pass evaluation of the Company's tenements.
- A heritage clearance survey was completed over areas of Pt Kidman and Seahorse prospect areas by senior members of the Nyalpa Pirniku group, within their registered Native Title claim area. The heritage survey was completed on a work area clearance basis and the Traditional Owners indicated that there are no physical cultural sites or new heritage sites within the Company's priority drilling areas.
- Compilation and reprocessing of available geophysical (magnetic, radiometric, gravity) datasets for the Ravensthorpe project area was completed. In addition, there are several airborne electromagnetic surveys (VTEM) that have previously been completed within the current tenement areas. Reprocessing and modelling of these surveys is to be undertaken to assist with the targeting of nickel and graphite mineralisation.

The large Ravensthorpe project provides the Company with multiple exploration opportunities including a potentially large scale REE project, lithium, graphite and nickel. The Company is currently advancing agreements with landholders to access high-priority exploration areas and obtaining statutory access, heritage

Directors' Report

31 December 2022

clearances and work program approvals in order to undertake exploration for the different commodity target areas.

- The Company decided not to exercise or extend its Option to acquire the Albion project and the agreement with the vendor of the project lapsed in November 2022.

Corporate Activities:

The Company successfully completed a non-renounceable pro-rata entitlement offer to acquire three (3) new shares (plus an equivalent number of free-attaching Options) for every seven (7) shares held by eligible shareholders at an issue price of \$0.10 per share to raise \$1,951,419 (before costs). Each free attaching Quoted Option will have an exercise price of \$0.25 each and an expiry date of 26 November 2024.

Corporate and Financial Position

The Company's net loss from operations for the period was \$920,908.

At 31 December 2022, the Group had net assets of \$5,981,114 with cash reserves of \$1,944,371. The Directors believe there are sufficient funds to meet the Company's working capital requirements and as at the date of this report the Company believes it can meet all liabilities as and when they fall due.

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

The Directors have reviewed the business outlook and the assets and liabilities of the Company and are of the opinion that the going concern basis of accounting is appropriate as they believe the Company will continue to be successful in securing additional funds through equity issues as and when the need to raise funds arises.

Business Strategies and Prospects

The Company currently has the following business strategies and prospects over the medium to long term:

- (i) Seek to maximise the value through successful exploration activities;
- (ii) Selectively expand the Company's portfolio of exploration assets; and
- (iii) Examine other new business development opportunities in the mining and resources sector.

Matters subsequent to the end of the financial period

As at the date of this report there are no matters or circumstances which have arisen since 31 December 2022 that have significantly affected or may significantly affect the operations in financial periods subsequent to 31 December 2022 of the Group; the results of those operations in financial periods subsequent to 31 December 2022 of the Group; or the state of affairs in financial periods subsequent to 31 December 2022 of the Group.



John Hannaford
Chairman

17 February 2023

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Six Month Period Ended 31 December 2022

	<i>Note</i>	31-Dec-22 \$	31-Dec-21 \$
Other income		6,496	-
Administration services		(325,910)	(280,651)
E&E not capitalised		(311,326)	
Interest		(2,158)	(467)
Employee expenses		(241,344)	(281,135)
Share based payments	6.2	(46,666)	(134,096)
Loss from continuing operations before income tax expense		(920,908)	(696,349)
Income tax expense		-	-
Loss from continuing operations		(920,908)	(696,349)
Loss for the period		(920,908)	(696,349)
Other comprehensive income			
Comprehensive loss attributable to		-	-
Shareholders of the Company		(920,908)	(695,257)
Non-controlling Interest		-	(1,092)
Total comprehensive loss for the year		(920,908)	(696,349)
Basic and diluted loss per share (cents per share) for continuing operations attributable to the shareholders of the Company		(1.89)	(1.71)
Basic and diluted loss per share (cents per share) attributable to the shareholders of the Company		(1.89)	(1.71)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Financial Position

As at 31 December 2022

	Note	31-Dec-22 \$	30-Jun-22 \$
Assets			
Current assets			
Cash and cash equivalents	2.1	1,944,371	1,398,709
Trade and other receivables		26,582	35,103
Prepayments	2.2	177,786	178,765
Total current assets		2,148,739	1,612,577
Non-current assets			
Exploration and evaluation expenditure	3	4,122,931	3,851,645
Property, plant and equipment		32,876	37,579
Right of use assets		16,913	21,121
Total non-current assets		4,172,720	3,910,345
Total assets		6,321,459	5,522,922
Liabilities			
Current liabilities			
Trade & other payables	2.3	322,524	468,815
Lease liability		11,591	12,052
Total current liabilities		334,115	480,867
Non-current liabilities			
Lease liability		6,229	9,630
Total non-current liabilities		6,229	9,630
Total liabilities		340,344	490,497
Net assets		5,981,114	5,032,425
Equity			
Share capital	4	8,390,664	6,617,555
Reserves	5	638,958	542,470
Accumulated loss		(3,081,173)	(2,160,265)
Total equity attributable to shareholders of the Company		5,948,449	4,999,760
Non-Controlling Interest		32,665	32,665
		5,981,114	5,032,425

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

Condensed Consolidated Statement of Changes in Equity
For the Six Month Period Ended 31 December 2022

	Contributed equity	Accumulated losses	Share- Based Payments Reserve	Non- Controlling Interest	Total equity
	\$	\$	\$	\$	\$
At 1 July 2022	6,617,555	(2,160,265)	542,470	32,665	5,032,425
Loss for the year	-	(920,908)	-	-	(920,908)
Total comprehensive loss for the year	-	(920,908)	-	-	(920,908)
Transactions with owners in their capacity as owners:					
Issue of new shares net of cost	1,773,109	-	-	-	1,773,109
Share-based payments	-	-	96,487	-	96,487
	1,773,109	-	96,487	-	1,995,928
At 31 December 2022	8,390,664	(3,081,173)	638,958	32,665	5,981,114

	\$	\$	\$	\$	\$
At 1 July 2021	1,268,518	(880,946)	272,055	32,660	692,287
Loss for the year	-	(695,257)	-	(1,092)	(696,349)
Total comprehensive loss for the year	-	(695,257)	-	(1,092)	(696,349)
Transactions with owners in their capacity as owners:					
Issue of new shares net of cost	4,954,982	-	-	-	4,954,982
Share-based payments	-	-	205,679	-	205,679
	4,954,982	-	205,679	-	5,160,661
At 31 December 2021	6,223,500	(1,576,203)	477,734	31,568	5,156,599

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Consolidated Statement of Cash Flows
For the Six Month Period Ended 31 December 2022

	<i>Note</i>	31-Dec-22 \$	31-Dec-21 \$
Cash flows from operating activities			
Proceeds from cost reimbursement		6,496	-
Payments to suppliers and employees		(521,082)	(838,786)
Net cash outflow from operating activities		(514,586)	(838,786)
Cash flows from investing activities			
Payments for exploration and evaluation expenditure		(761,117)	(969,901)
Payments for acquisition of property plant and equipment		(1,566)	(10,494)
Net cash outflow from investing activities		(762,683)	(980,395)
Cash flows from financing activities			
Net proceeds from issue of shares		1,822,931	4,670,000
Net proceeds from loyalty options issued		-	71,583
Proceeds / (repayment) of loans		-	(342,233)
Interest payment		-	(19,160)
Net cash inflow from financing activities		1,822,931	4,380,190
Cash and cash equivalents at the beginning of the period		1,398,709	85,684
Net increase/ (decrease) in cash and cash equivalents		545,662	2,561,009
Cash and cash equivalents at the end of the period	2.1	1,944,371	2,646,693

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes

Notes to the Condensed Consolidated Financial Statements

1. Basis of preparation

The half year report of Mt Monger Resources Limited for the period ended 31 December 2022 was authorised for issue in accordance with a resolution of the directors on 17 February 2022.

These interim consolidated financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

This condensed interim financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

The interim report has been prepared on a historical cost basis, except for the revaluation of certain financial instruments to fair value. Cost is based on the fair value of the consideration given in exchange for assets. The company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

1.1. Statement of Compliance

The interim financial statements comply with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the interim financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

The following is a summary of the material accounting policies adopted by the entity in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

1.2. Basis of Measurement

The financial report has been prepared on a historical cost basis.

1.3. Functional and Presentation Currency

The financial report is presented in Australian dollars.

1.4. Compliance with IFRS

These financial statements comply with Australian Accounting Standards as issued by the Australian Accounting Standards Board and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

1.5. Going Concern

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

The Company incurred a loss for the year of \$920,908 (31 Dec 2021: \$696,349) and net cash outflows from operating activities of \$514,586 (31 Dec 2021: \$838,786). These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Company to continue as a going concern. In the event the above matters are not achieved, the Company will be required to raise funds for working capital from debt or equity source.

The ability of the Company to continue as a going concern is principally dependent upon the ability of the Company to secure funds by raising capital from equity markets and managing cashflow in line with available funds.

- The ability of the Company to raise capital as and when necessary, and/or
- The ability to defer discretionary operating and capital expenditure in relation to exploration activities; and/or
- The successful exploration of the Company's tenements; and/or
- Exploration expenditure will be deployed to targets that have the highest prospectivity for mineral discovery and this expenditure is discretionary.

Notes to the Condensed Consolidated Financial Statements

The directors have prepared a cash flow forecast, which indicates that the Company will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this financial report.

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

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 normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

2. Working Capital Management

2.1. Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and other short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the purposes of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of any bank overdrafts.

	31 December 2022 \$	30 June 2022 \$
Cash at bank and in hand	1,944,371	1,398,709

2.2. Prepayments

Prepayments are made up as follows;

	31 December 2022 \$	30 June 2022 \$
Tenement Rent	95,908	133,950
Tenement Rates	46,715	-
Prepaid Insurance	31,936	44,556
Other	3,227	260
Total Prepayments	177,786	178,765

2.3. Trade and Other Payables

Trade and other payables are carried at amortised cost and represent liabilities for the goods and services provided to the Group prior to the end of the financial period that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. The amounts are unsecured and are usually paid within 30 days.

Notes to the Condensed Consolidated Financial Statements

	31 December 2022 \$	30 June 2022 \$
Trade payables	193,404	174,604
Accrued expenses	16,978	174,236
Other payables	112,142	119,975
Total trade and other payables	322,524	468,815

3. Exploration & Evaluation Expenditure

	31 Dec 2022 \$	30 Jun 2022 \$
Exploration and evaluation	4,122,931	3,851,645
Opening Balance	3,851,645	1,314,474
Movement:		
Expenditure incurred	560,662	1,451,119
Acquisition of tenements	20,000	1,054,055
Impairment	(309,376)	-
Outside Equity interest	-	32,665
Closing balance	4,122,931	3,851,645

4. Share Capital

	31-Dec-22		30-Jun-22	
	No of Shares	\$	No of Shares	\$
Contributed equity	65,046,721	9,115,473	45,532,533	7,164,054
Cost of equity	-	(724,809)	-	(546,500)
Total share capital	65,046,721	8,390,664	45,532,533	6,617,554

4.1. Movement in shares on issue

	Date	Number of shares	Issue price \$	Value \$
Balance at 30 June 2021		15,700,000		1,268,518
Issue of shares - IPO	15-Jul-2021	26,000,000	0.20	5,200,000
Issue of shares – Tenement vendors	15-Jul-2021	1,250,000	0.20	250,000
Issue of shares – Tenement vendors	26-Nov-2021	132,533	0.14	18,554
Issue of Shares – Acquisition	15-Mar-2022	2,100,000	0.16	336,000
Issue of Shares – Acquisition	11-May-2022	350,000	0.17	59,500
Less: Transaction Costs		-	-	(515,018)
Balance at 30 June 2022		45,532,533		6,617,554
Issue of shares – Rights Issue	30-Nov-22	19,514,188	0.10	1,951,419
Less: Transaction Costs		-	-	(178,309)
Balance at 31 December 2022		65,046,721		8,390,664

Notes to the Condensed Consolidated Financial Statements

5. Reserves

	31-Dec-22		30-Jun-22	
	No of Options	\$	No of Option	\$
Founder options (unlisted)	3,000,000	-	3,000,000	-
Director options (unlisted)	5,000,000	248,841	5,000,000	248,841
Employee options (unlisted)	2,250,000	249,222	2,250,000	222,047
Loyalty options (listed)	14,316,666	71,582	14,316,666	71,582
Capital raising options (listed)	19,514,188	-	-	-
Broker Fee options (listed)	2,000,000	49,822		
Employee Performance Rights (listed)	1,200,000	19,491		
Total options	47,280,854	638,958	24,566,666	542,470

6. Related Parties

6.1. Related party payments

During the period \$78,132 was paid to Rockford Partners Pty Ltd (excluding GST), of which Mr David Izzard and Mr John Hannaford are directors, for provision of office space, accounting, administrative and marketing services.

During the period \$1,110 was paid to Bowman Gate Pty Ltd (excluding GST), of which Mr David Izzard is a director, for strategic consultation.

During the period \$2,475 was paid to Riverview Pty Ltd (excluding GST), of which Mr John Hannaford is a director, for strategic consultation.

During the period \$9,650 was paid to Parvate Collective Pty Ltd (excluding GST), of which Mr David Izzard is a director, for ESG consultation

During the period \$6,538 was paid to Fordrock Property Pty Ltd (excluding GST), of which Mr David Izzard and Mr John Hannaford are directors, for storage facility lease.

Notes to the Condensed Consolidated Financial Statements

6.2. Share based payments

6.2.1. Options

	Director Options	Remuneration Options			ESIP Options			Under-writer Options
		Tranche 1	Tranche 2	Tranche 3	Tranche 1	Tranche 2	Tranche 3	
Date of issue	23 Nov 2020	10 May 2021	10 May 2021	10 May 2021	06 Jul 2021	06 Jul 2021	06 Jul 2021	06 Dec 2022
Number of options	5,000,000	500,000	500,000	500,000	250,000	250,000	250,000	2,000,000
Dividend yield (%)	-	-	-	-	-	-	-	-
Expected volatility (%)	100%	100%	100%	100%	100%	100%	100%	100%
Risk free interest rate (%)	0.79%	0.79%	0.79%	0.79%	0.79%	0.79%	0.79%	.79%
Expected life of the option (years)	4.0	3.0	3.5	4.0	3.0	3.5	4.0	2.0
Option exercise price (\$)	0.30	0.30	0.35	0.40	0.30	0.35	0.40	0.25
Share price at grant date (\$)	0.10	0.20	0.20	0.20	0.20	0.20	0.20	0.12
Expected Vesting Date	On issue	01/01/22	01/07/22	01/01/23	01/01/22	01/07/22	01/01/23	30/11/22
Fair value per option (\$)	0.0498	0.1075	0.1106	0.1142	0.1075	0.1106	0.1142	0.0249
Total value at grant date (\$)	248,840	53,764	55,307	57,076	26,882	27,654	28,538	49,822
Value recognised for period	-	-	-	17,503	-	-	9,670	49,822
Value to be recognised in future period	-	-	-	-	-	-	-	-
Expiry Date	16/12/24	09/05/24	09/11/24	09/05/25	09/05/24	09/11/24	09/05/25	26/11/24

6.2.2. Recognised share-based payments

Options issued to directors & management recognised in Profit & Loss

Share-based payments recognised in equity

Total share-based payments

31-Dec-22	31-Dec-21
46,665	134,096
49,822	-
96,487	134,096

Notes to the Condensed Consolidated Financial Statements

7. Segment Information

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Group does not have any material operating segments with discrete financial information. The Group does not have any customers and all its' assets and liabilities are primarily related to the mining industry and are located within Western Australia. The Board of Directors review internal management reports on a regular basis that is consistent with the information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows. As a result, no reconciliation is required because the information as presented is what is used by the Board to make strategic decisions.

8. Other

8.1. Events occurring after the reporting period

There are no events occurring after the reporting period that require disclosure.

8.2. Commitments and Contingencies

There are no commitments that have been made by the Company as at the balance date other than the obligation to perform minimum annual exploration expenditure amounts specified by the Western Australian State Government to retain tenements in which it has an interest. The Company can apply for exemption from compliance with minimum tenement expenditure requirements. Due to the nature and scale of Mt Monger's activities it is unable to estimate its likely tenement holdings and therefore minimum expenditure requirements more than 1 year ahead. The aggregate of the prescribed minimum expenditure conditions applicable to the granted tenements for the next twelve months is \$257,834. If the prescribed expenditure conditions are not met with respect to a tenement, that tenement is liable to forfeiture if an exemption is not granted.

The Company does not have any contingent liabilities.

Directors' Declaration

In accordance with a resolution of the directors of Mt Monger Resources Limited, I state that:

1. In the opinion of the directors:
 - (a) the financial statements, notes and the additional disclosures included in the directors' report designated as audited, of the Group are in accordance with the *Corporations Act 2001* including:
 - (i) giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the period ended on that date; and
 - (ii) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. This declaration has been made after receiving the declarations required to be made to the directors in accordance with section 295A of the *Corporations Act 2001* for the half-year ended 31 December 2022.

On behalf of the Board,



John Hannaford
Chairman
17 February 2023

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MT MONGER RESOURCES LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Mt Monger Resources Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2022, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other selected explanatory notes, and the directors' declaration.

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

- a. Giving a true and fair view of the Mt Monger Resources Limited'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 *Corporations Regulations 2001*.

Basis for Conclusion

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

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

Material Uncertainty Related to Going Concern

We draw attention to Note 1.5 in the financial report, which indicates that the Consolidated Entity incurred a net loss of \$920,908 during the half year ended 31 December 2022. As stated in Note 1.5, these events or conditions, along with other matters as set forth in Note 1.5, indicate that a material uncertainty exists that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

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

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Consolidated Entity's financial position as at 31 December 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 half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



HALL CHADWICK WA AUDIT PTY LTD



MARK DELAURENTIS CA
Director

Dated Perth, Western Australia this 17th day of February 2023

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 Mt Monger Resources Limited 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,

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA
Director

Dated Perth, Western Australia this 17th day of February 2023