



AND CONTROLLED ENTITIES

INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2020

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Corporate Particulars

DIRECTORS

Non-Executive Chairman	Colin McCavana
Executive Director	Michael Ruane
Non-Executive Director	Rod Della Vedova

SHARE REGISTRY

Automatic Group
Level 2, 267 St George's Terrace
PERTH WA 6000

Telephone 1300 288 664
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SENIOR MANAGEMENT

Chief Executive Officer	Greg Cochran
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AUDITORS

Rothsay Auditing
Level 1, Lincoln Building
4 Ventnor Avenue
WEST PERTH WA 6005

Telephone 08 9486 7094
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COMPANY SECRETARY

Bianca Taveira

ASX Code

RWD/RWDOA

REGISTERED OFFICE

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NEDLANDS WA 6009

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Directors' Report

Your directors present their report on the Consolidated Entity consisting of Reward Minerals Ltd and the entities that it controls ("Reward" or "the Group") at the end of, or during, the half-year ended 30 June 2020.

DIRECTORS

The following persons held office as directors of Reward at the date of this report or were directors at any time during the half-year:

- Colin McCavana
- Michael Ruane
- Rod Della Vedova

REVIEW AND RESULTS OF OPERATIONS

The Consolidated Entity is principally engaged in mineral exploration in Australia. The Consolidated Entity realised a loss after taxation of \$483,652 (2019: \$1,071,879 profit) for the half-year ended 30 June 2020.

LD SOP Project

Overview

The Lake Disappointment ("LD") brine Sulphate of Potash ("SOP") Project is the Company's flagship asset. The LD SOP deposit is Australia's largest and also has one of the highest average in-situ grades. The Project has the potential to be the longest life and largest brine SOP operation outside of China. LD is situated within the Little Sandy Desert region of the northwest of Western Australia, a location ideally suited to a brine operation with the highest evaporation rate in Australia and low average annual rainfall. It comprises of over 1,500km² of granted Exploration, Miscellaneous and Mining Licences. The Project has an executed Indigenous Land Use Agreement with the Martu people, the traditional owners of the land upon which LD is situated, and is well-advanced with its environmental permitting.

Reward completed a Pre-Feasibility Study ("PFS") on the LD SOP Project in 2018 (see RWD ASX Announcements dated 1 May 2018¹ and 13 July 2018²). The PFS, conducted to a high level of detail by respected Perth-based engineering consultants CPC Project Design, demonstrated that the LD Project is both technically sound and financially robust and is forecast to generate attractive returns.

The total capital expenditure required to develop the Project was estimated at \$450.6M, including Indirects, Owners' Costs, a \$59.9M Contingency and Pre-Production expenses. Highlights of the Project's economics (using a conservative price assumption of US\$500/tonne SOP FOB Port Hedland and a 0.75 USD/AUD exchange rate) include:

- Pre-tax NPV_{8% Real} \$517.6M
- Post-tax NPV_{8% Real} \$292.8M
- Pre-tax IRR 18.8%
- Post-tax IRR 14.9%
- EBITDA margin 44.6%
- Average annual EBITDA \$118M

During the first half of 2020 Reward's Project activities focused almost entirely on environmental approvals. That said, the Company continued to engage with various engineering companies to explore the potential for alternative development options and enhanced power-supply solutions.

Directors' Report

REVIEW AND RESULTS OF OPERATIONS continued

Environmental Approvals

State Environmental Minister Approves Project Implementation

In what was one of the most significant milestones achieved by Reward to date, Western Australia's Minister for Environment, the Hon. Stephen Dawson MLC, confirmed early in June that the LD SOP Project may be implemented. The approval is subject to conditions set out in Ministerial Statement Number 1138 and is consistent with section 45(1) of the *Environmental Protection Act 1986*.

The Project was assessed at the most detailed level of all the WA SOP Projects to date and the approval was a testimony to the tireless efforts of Reward's team of highly experienced consultants throughout the four-year assessment. Lake Disappointment is the first SOP Project in WA to be approved via the more stringent public consultation assessment method.

Commonwealth Environmental Assessment

The LD Project was referred to the Commonwealth Department of Agriculture, Water and the Environment (the "Department") around the same time as the referral was made to the WA EPA. After almost two years of engagement the Department classified the Project as a "Controlled Action" as defined in the Commonwealth Environment Protection and Biodiversity Conservation Act (1999) and that it would be assessed via the "Preliminary Documentation" method.

A detailed request for additional information was made by the Department and Reward required time to conduct additional studies before submitting its responses. At the beginning of the year, with the State environmental approval nearing conclusion, Reward's CEO and its leading environmental consultants met with Departmental representatives in Canberra to confirm requirements before finalising and submitting the required reports and supporting documents, collectively known as Preliminary Documentation.

The documentation was submitted early in March and despite the COVID-19 pandemic the Department completed its assessment towards the end of April. Further questions were raised by the Department which Reward comprehensively addressed within a month which enabled the Department to conduct its final review before instructing Reward to proceed with the two-week statutory public exhibition period. No submissions were received during the public exhibition, which took place after the end of the half year, thus triggering the second, and final, public exhibition period.

This too has been completed and thus the approval process has entered the statutory 40 business day approval phase. Reward remains confident that Commonwealth Environmental approval for the LD SOP Project will soon be achieved.

Officer Basin Exploration

During 2019, Reward applied for 5,521 km² of Exploration Licences in the Officer Basin to the east of its Lake Disappointment Project. The Company also obtained exclusive rights to an additional 3,075 km² of Exploration Licences which are contiguous to these applications. Combined, the tenements make up a substantial land package in an area previously unexplored for buried Potash deposits.

The Officer Basin is one of a number of evaporite basins found in Western Australia that has historically been subject to minor exploration for oil and gas. Other basins in Western Australia, such as the Canning Basin, have also previously been explored for potash however there has been no concerted effort to explore for potash in the Officer Basin.

Based on its research and interpretation, Reward has concluded that the western part of the Officer Basin is highly prospective for hosting Sulphate of Potash (SOP) deposits at relatively shallow depths, which is the Company's prime target.

The model is based on the rationale that the brine hosted SOP deposits (such as Lake Disappointment, Lake Dora, Lake Auld, etc. located in central Western Australia, which are all relatively high in Potassium and Sulphate and hence amenable to SOP production) may be derived from the erosion of near surface Browne Formation evaporites. These evaporites are found in the Gibson Area (formerly Sub-basin) of the western Officer Basin.

Directors' Report

REVIEW AND RESULTS OF OPERATIONS *continued*

The First Hole

A small Reward team commenced working in the Gibson area of Officer Basin late January 2020, preparing a temporary exploration camp and the site of the planned first drill hole. However, when the Commonwealth Government's Designated Biosecurity Area ("DBSA") of the East Pilbara was announced, access to the Company's Lake Disappointment SOP Project and the Officer Basin exploration tenements became challenging.

However, Reward recognised that the Officer Basin exploration tenements fall largely outside the East Pilbara DBSA, being predominantly located in the Shire of Wiluna. This meant that, subject to special exemptions and approval from the Chief Medical Officer and the WA police, as well as WDLAC, Reward personnel might be able to travel through the East Pilbara DBSA to Lake Disappointment and to the exploration site to conduct drilling.

Once the exemptions were obtained Reward rapidly mobilised and the team commenced with the first hole of the program at the end of June, which was designed as a water bore. However, after mud rotary drilling to 60 metres without water inflow, it was decided to case the hole and proceed with HQ coring to evaluate the stratigraphy below. Drilling was in progress at the end of the period.

Notes, Cautionary Statements and No New Information or Data

1. Please refer to the assumptions, sensitivities, risk factors and cautionary statements disclosed respectively in Table 2 (pages 4-6), Table 3 (pages 7-8) and on pages 12 and 13 of Reward's ASX release dated 1 May 2018 entitled "PFS confirms LD Project as a globally significant SOP Project", as well the details included in the PFS Executive Summary appended thereto, which may adversely impact upon the information and forecasts in this report.

Apart from the enhancement described in (2) below all other material assumptions and technical parameters underpinning the PFS continue to apply and have not materially changed. The Company confirms that the form and context in which the results of the PFS were presented in the original ASX announcement have not been materially modified.

2. Refer to ASX announcement dated 13 July 2018 titled "LD SOP Project PFS Enhancements" which presented the full details of an improvement in product logistics costs for the LD Project. Apart from the improvement in trucking cost presented in that release all other material assumptions and technical parameters underpinning the PFS continue to apply and have not materially changed.
3. The Company has concluded that it has a reasonable basis for providing the forward-looking statements in this report. However, the Pre-Feasibility referred to in this report does not provide certainty that the conclusions of the said study will be realised. Furthermore, Reward cautions that there is no certainty that the forecast financial information derived from the production targets quoted in this report, in the Pre-Feasibility Study or in subsequent announcements, will be realised.
4. The estimated mineral resources underpinning the Pre-Feasibility Study production targets have been prepared by competent persons in accordance with the current JORC Code 2012 Edition, the Canadian Institute of Mining and Metallurgy and Petroleum Best Practice Guidelines for Resource and Reserve Estimation for Brines, the JORC-approved AMEC Brine Resource Estimation guidelines and the current ASX Listing Rules.
5. The State Environmental Approval of the Lake Disappointment SOP Project was disclosed to the market in an ASX release dated 4 June 2020, entitled "WA State Environmental Minister Approves Project Implementation".

Directors' Report

REVIEW AND RESULTS OF OPERATIONS continued

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Matthew Wheeler, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr Wheeler is contracted to Reward Minerals Ltd. Mr Wheeler 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 Wheeler consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Resource Estimation and hydrogeology of the Lake Disappointment SOP Project is based on information compiled by Mr Robert Kinnell, a hydrogeologist and Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy and a Fellow of the Geological Society of London. Mr Kinnell is employed by Strategic Water Management and was a consultant to Reward Minerals. He 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 Kinnell consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Brine Assays and Analyses is based on information compiled by Dr Michael Ruane, a Competent Person who is a Member of The Royal Australian Chemical Institute. Dr Ruane is an Executive Director of Reward Minerals. Dr Ruane 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'. Dr Ruane consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Forward Looking Statements

This document may contain certain "forward-looking statements". When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should", and similar expressions are forward-looking statements. Although Reward believes that the expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties, and no assurance can be given that actual results will be consistent with these forward-looking statements.

For a more detailed discussion of such risks and uncertainties, see Reward's other ASX Releases, Presentations and Annual Reports. Readers should not place undue reliance on forward-looking statements. Reward does not undertake any obligation to release publicly any revisions to any forward-looking statement to reflect events or circumstances after the date of this ASX Release, or to reflect the occurrence of unanticipated events, except as may be required under applicable securities laws.

Matters Subsequent to the End of the Financial Period

There has not arisen since the end of the financial half year any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Consolidated Entity to affect substantially the operations of the Consolidated Entity, the results of those operations or the state of affairs of the Consolidated Entity in subsequent financial years.

AUDITOR'S INDEPENDENCE DECLARATION

In accordance with section 307C of the Corporations Act 2001, the Directors have obtained a declaration of independence from Rothsay Auditing, the Consolidated Entity's auditors, as presented on page 15 of this half-year's financial report.

This report is made in accordance with a resolution of directors, and signed for on behalf of the Board by:



M RUANE
EXECUTIVE DIRECTOR

11 September 2020, Perth

Consolidated Statement of Comprehensive Income for the Half-Year Ended 30 June 2020

	Note	June 2020 \$	June 2019 \$
Revenue from continuing operations	2	147,770	1,527,960
		147,770	1,527,960
Depreciation		(53,516)	(64,872)
Audit fees		(20,000)	(25,050)
Consulting fees		(11,268)	(12,554)
Exploration expenses		(93,577)	-
Interest expense		(25,396)	-
Legal expenses		(2,450)	(4,800)
Administration expenses		(212,995)	(223,189)
Employee costs		(212,220)	(125,616)
		(631,422)	(456,081)
(Loss)/Profit before income tax		(483,652)	1,071,879
Income tax (expense)/benefit		-	-
(Loss)/Profit for the half-year		(483,652)	1,071,879
Other comprehensive income		-	-
Other comprehensive income for the half-year, net of tax		-	-
(Loss)/Profit for the half-year and total comprehensive income attributable to Members of Reward Minerals Ltd		(483,652)	1,071,879
Basic (loss)/profit per share (cents)		(0.30)	0.66

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Consolidated Statement of Financial Position for the Half-Year Ended 30 June 2020

	Note	June 2020 \$	December 2019 \$
Current Assets			
Cash and cash equivalents		1,277,455	1,646,884
Trade and other receivables	3	122,260	85,693
Total current assets		1,399,715	1,732,577
Non-Current Assets			
Right of use assets	4	296,994	-
Other Assets		50,000	50,000
Property, plant and equipment		470,898	524,414
Exploration and evaluation expenditure	5	39,606,882	25,437,522
Mine development expenditure	5	-	13,645,113
Total non-current assets		40,424,774	39,657,049
Total assets		41,824,489	41,389,626
Current Liabilities			
Trade and other payables		538,316	442,192
Lease liabilities	4	59,611	-
Borrowings	6	1,032,856	507,459
Total current liabilities		1,630,783	949,651
Non-Current Liabilities			
Lease liabilities	4	237,383	-
Total non-current liabilities		237,383	-
Total liabilities		1,868,166	949,651
Net assets		39,956,323	40,439,975
Equity			
Contributed equity		39,957,900	39,957,900
Reserves		11,234,355	11,234,355
Accumulated losses		(11,235,932)	(10,752,280)
Total equity		39,956,323	40,439,975

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

Consolidated Statement of Changes in Equity for the Half-Year Ended 30 June 2020

	Contributed Equity \$	Share-Based Payment Reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 1 January 2020	39,957,900	11,234,355	(10,752,280)	40,439,975
Comprehensive income for the half-year				
Profit/(Loss) for the half-year	-	-	(483,652)	(483,652)
Total comprehensive income for the half-year	-	-	(483,652)	(483,652)
Transactions with owners in their capacity as owners:				
Unlisted options granted	-	-	-	-
Performance rights	-	-	-	-
Shares granted	-	-	-	-
Balance at 30 June 2020	39,957,900	11,234,355	(11,235,932)	39,956,323
Balance at 1 January 2019	39,957,900	11,234,355	(11,372,123)	39,820,132
Comprehensive income for the half-year				
Profit/(Loss) for the half-year	-	-	1,071,879	1,071,879
Total comprehensive income for the half-year	-	-	1,071,879	1,071,879
Transactions with owners in their capacity as owners:				
Unlisted options granted	-	-	-	-
Performance rights	-	-	-	-
Shares granted	-	-	-	-
Balance at 30 June 2019	39,957,900	11,234,355	(10,300,244)	40,892,011

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

Consolidated Statement of Cash Flows for the Half-Year Ended 30 June 2020

	June 2020 \$	June 2019 \$
Cash Flows from Operating Activities		
ATO cash flow boost	50,000	-
Payments to suppliers and employees	(259,821)	(717,781)
Interest received	2,897	21,983
Net cash outflow from operating activities	(206,924)	(695,798)
Cash Flows from Investing Activities		
Payments for mineral exploration	(662,505)	(933,274)
Payment for plant and equipment	-	(3,212)
Net cash outflow from investing activities	(662,505)	(936,486)
Cash Flows from Financing Activities		
Proceeds from borrowings	500,000	-
Net cash inflow from financing activities	500,000	-
Net decrease in cash held	(369,429)	(1,632,284)
Cash and cash equivalents at the beginning of the half-year	1,646,884	3,201,496
Cash and cash equivalents at the end of the half-year	1,277,455	1,569,212

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

Notes to the Consolidated Financial Statements for the Half-Year Ended 30 June 2020

1. Summary of Significant Accounting Policies

a. Basis of Preparation of Half-Year Report

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year financial report does not include full disclosures of the type normally included in an annual financial report. It is recommended that this half-year financial report be read in conjunction with the annual financial report for the year ended 31 December 2019 and any public announcements made by Reward Minerals Ltd during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The half-year financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable by the measurement at fair value for certain classes of assets. The accounting policies and methods of computation have been followed in this half-year financial report as were applied in the most recent annual financial report, except as set out below:

New and Revised Accounting Standards and Interpretations

The Consolidated Entity has adopted all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the Consolidated Entity's accounting policies. Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Consolidated Entity.

2. Revenue from continuing operations

	Half-Year Ended June 2020 \$	Half-Year Ended June 2019 \$
ATO cash flow boost (Note 3(ii))	100,000	-
Interest income	2,941	22,737
Research and development tax rebate receivable (Note 3(i))	-	1,304,254
Sundry income	44,829	200,969
	147,770	1,527,960

3. Receivables

	June 2020 \$	Dec 2019 \$
Prepayments	16,594	11,509
GST assets	31,834	56,745
Other receivables	23,832	17,439
R & D tax rebate receivable (Note i)	-	-
ATO cash flow boost receivable (Note ii)	50,000	-
	122,260	85,693

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Notes to the Consolidated Financial Statements for the Half-Year Ended 30 June 2020

3. Receivables (continued)

- (i) The Group is in the process of applying for the research and development tax rebate from the Australian Taxation Office for the year ended 31 December 2019. This amount is undetermined at period end 30 June 2020.

During the period ended 30 June 2019, the Consolidated Entity applied for a rebate from the Australian Taxation Office of \$1,304,254 representing the tax value of research and development costs for the year ended 31 December 2018. This refund amount was issued by the ATO in July 2019 and was received in August 2019.

- (ii) The consolidated entity was an eligible entity who received the initial ATO cash flow boost. Accordingly, the Group will be receiving the second cash flow boost subsequent to 30 June 2020.

4. Leases

This note provides information for leases where the Group is a lessee.

The Group adopted AASB 16 from 1 January 2019.

The Group applied AASB 16 on its leases as follows:

Lease	Impact on the Group's Financial Position or Performance	
	December 2019	June 2020
Office space	Lease term is due to expire 30 June 2020. At 1 January 2019, the Group has determined that the value of the lease asset is immaterial and therefore has no impact on the Group.	In June 2020, the Group renegotiated the lease on its office space and accordingly resolved to record the obligations under this lease as a liability and a corresponding right of use asset, effective 30 June 2020. Refer (i) and (ii) below.
Office equipment/photocopiers	Lease agreement is > 12 months however equipment is determined to be a low value asset, therefore exempt and no impact.	Lease agreement is > 12 months however equipment is determined to be a low value asset, therefore exempt and no impact.

- (i) *Amounts recognised in the balance sheet*

The balance sheet shows the following amounts relating to leases:

	Consolidated 30 June 2020 \$	Consolidated 31 Dec 2019 \$
Right-of-use assets		
Premises	296,994	-
Accumulated amortisation	-	-
Net carrying value of right-of-use assets	296,994	-
Lease liabilities		
Current	59,611	-
Non-current	237,383	-
Total lease liabilities	296,994	-

The Directors have used an incremental borrowing rate of 6% p.a. in calculating the lease liability as at the date of initial application.

Notes to the Consolidated Financial Statements for the Half-Year Ended 30 June 2020

4. Leases (continued)

Reconciliation of right-of-use assets:

30 June 2020

Initial adoption

Closing balance

Premises

\$

296,994

296,994

Recognition of lease liabilities:

30 June 2020

Initial adoption

Closing balance

Premises

\$

296,994

296,994

(ii) Amounts recognised in the statement of profit or loss

The statement of profit or loss shows the following amounts relating to leases:

	Consolidated 30 June 2020 \$	Consolidated 30 June 2019 \$
Rent expense	(49,107)	(48,971)
	30 June 2020 \$	31 December 2019 \$
	25,437,522	23,019,568
	524,247	2,417,954
	13,645,113	-
	-	-
Exploration and evaluation expenditure	39,606,882	25,437,522

5. Capitalised exploration expenditure

Exploration and evaluation expenditure at 1 January
 Exploration expenditure capitalised during the period
 Reclassification of mine development expenditure (i)
 Exploration expenditure written off

Exploration and evaluation expenditure

The future realisation of these non-current assets is dependent on the granting of native title rights and obtaining funding necessary to commercialise the resources or realisation through sale.

(i) The Group has determined that the company may be some time away from mining operations and accordingly have decided to reclassify prior allocated mine development expenditure as exploration expenditure.

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Notes to the Consolidated Financial Statements for the Half-Year Ended 30 June 2020

6.

Borrowings

The Company's Managing Director, Michael Ruane, entered into a \$1M loan agreement with the company. The loan was unsecured for a period of 12 months, carrying an interest rate of 7.5% p.a. with interest payable quarterly in arrears.

During the period ended 30 June 2020, the balance of funds was loaned to the Company.

Loan from Director
Accrued interest

	30 June 2020 \$	31 December 2019 \$
	1,000,000	500,000
	32,856	7,459
	1,032,856	507,459

7.

Commitments for Expenditure

Mining Agreements

Upon making a 'Decision to Mine' on the Lake Disappointment Potash Project, the Company will issue 3.0 million options to WDLAC as per the 2011 Mining and Indigenous Land Use Agreement

'Decision to Mine' is defined and means the date the Group has both completed feasibility studies on the Project and made a formal decision to proceed with procurement and infrastructure development for the mine. A further 7.5 million options will be issued upon commencement of mining as per the above agreement. All options issued to WDLAC have an exercise price of \$0.50 and will expire four years from the date of issue.

8.

Dividends

No dividends have been paid or proposed to be paid during the period.

9.

Segment Information

The Consolidated Entity has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Consolidated Entity operates predominantly in one business segment which is potash mining and exploration, and predominantly in one geographical area which is Western Australia.

The Company is domiciled in Australia. All revenue from external parties is generated from Australia only. All the assets are located in Australia.

Directors' Declaration

1. In the opinion of the Directors of Reward Minerals Ltd:
 - a. The financial statements and notes set out on pages 6 to 13, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the financial position of the Consolidated Entity as at 30 June 2020 and of its performance for the half-year ended on that date; and
 - (ii) complying with Accounting Standards, the Corporations Regulations 2001, and other mandatory professional reporting requirements.
 - b. there are reasonable grounds to believe that Reward Minerals Ltd will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors made pursuant to s303(5) of the Corporations Act 2001, and signed for on behalf of the Board by:



M RUANE
EXECUTIVE DIRECTOR

11 September 2020, Perth

Auditor's Independence Declaration



Level 1, Lincoln House, 4 Ventnor Avenue, West Perth WA 6005
P.O. Box 8716, Perth Business Centre WA 6849
Phone (08) 9486 7094 www.rothsayresources.com.au

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

As lead auditor of the review of Reward Minerals Limited for the half-year ended 30 June 2020, 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
- no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Rewards Minerals Limited and the entities it controlled during the year.

Rothsay Auditing

A handwritten signature in black ink that reads 'Dalla'.

Daniel Dalla
Partner
11 September 2020



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Independent Review Report to the Members of Reward Minerals Ltd



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

Report on the Review of the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Reward Minerals Limited ("the Company"), and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2020, the consolidated statement of profit and loss and other comprehensive income, consolidated statement of changes in equity and consolidated 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 Group does not comply with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the Group's financial position as at 30 June 2020 and of its 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 Half-Year Financial Report* section of our report. We are independent of the Group 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 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.

Directors' Responsibility 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 the 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 and is free from material misstatement whether due to fraud or error.



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Independent Review Report to the Members of Reward Minerals Ltd



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF REWARD MINERALS LIMITED (continued)

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 Group's financial position as at 30 June 2020 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.

Rothsay Auditing

Dated 11 September 2020

Daniel Dalla
Partner

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