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FINANCIAL REPORT

For the half year ended
31 December 2020



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BELIEVE

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DIRECTORS' REPORT

The Directors of Bellevue Gold Limited ("Bellevue Gold" or "the Company") and its controlled entities ("the Group") are pleased to present their Directors' Report together with the consolidated financial statements of the Group for the half year ended 31 December 2020.

Board of Directors

The Directors of the Company in office during the half year and until the date of this report are set out below. Directors were in office for the entire period unless otherwise stated.

Kevin Tomlinson | Non-Executive Chairperson

Stephen Parsons | Managing Director

Michael Naylor | Executive Director

Fiona Robertson | Non-Executive Director

Shannon Coates | Non-Executive Director

RESULTS AND REVIEW OF ACTIVITIES

Bellevue Gold Project, Western Australia - A Significant High-Grade Gold Deposit

The Bellevue Gold Project is located in the northern part of the Norseman-Wiluna Greenstone belt in the Yilgarn Craton, Western Australia. The project is approximately 40km north (by sealed highway) from the regional centre of Leinster and covers 1,930km² of mining and exploration licences. Bellevue's total exploration tenement package, including applications, covers in excess of 3,600km².

The high-grade Bellevue lode was mined at various times for over 100 years through to 1997 when the operation shut down at around 430 metres below surface. Approximately 800,000 ounces of gold were produced at a reported head grade of ~15 g/t. After the mine closure in 1997, very little modern exploration was completed at the project and Bellevue Gold is undertaking the first systematic exploration at the property in the last 20 years.

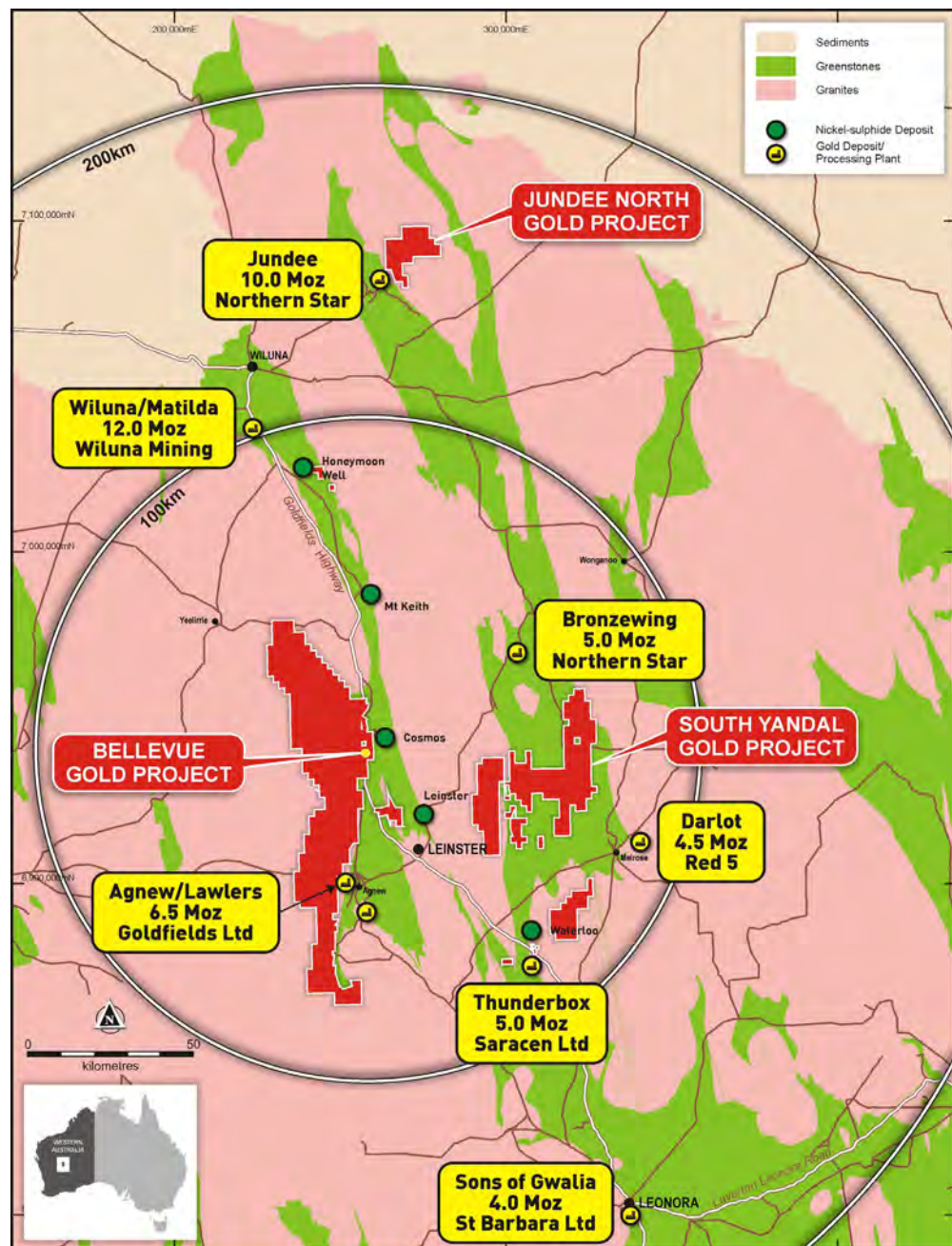


Figure 1: Project setting in North-Eastern Goldfields of Western Australia.

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MAIDEN INDICATED RESOURCE¹

In July 2020, Bellevue released its maiden Indicated Resource at the Bellevue Gold Project of 860,000oz at 11.6 g/t gold. In November 2020, Bellevue announced a 20 per cent increase to the Indicated Resource to 1.04Moz at 11.4 g/t gold.

The total Resource at the Bellevue Gold Project stands at 2.41Moz at 10.0 g/t gold, comprised of 1.04Moz @ 11.4 g/t gold of Indicated and 1.37Moz @ 9.2 g/t gold of Inferred Resources.

Table 1: Independent JORC 2012 Resource estimate at selected lower cut-off grades

Lower Cut-Off	INDICATED			INFERRED			TOTAL		
	Tonnes Mt	Au Grade g/t	Gold Moz	Tonnes Mt	Au Grade g/t	Gold Moz	Tonnes Mt	Au Grade g/t	Gold Moz
2.0 g/t	3.24	10.3	1.07	5.86	7.9	1.48	9.11	8.7	2.56
3.5 g/t	2.84	11.4	1.04	4.62	9.2	1.37	7.46	10.0	2.41
5.0 g/t	2.38	12.7	0.98	3.50	10.9	1.22	5.89	11.6	2.20

**Figures may not add up due to rounding.*

The increase in Indicated Resource stems from drilling completed between August and November 2020 which focused predominantly on infill drilling at Deacon North and the new Armand Lode. A total of 46,000m of diamond drilling was completed following the previous estimate in July 2020, including infill, extensional exploration drilling and geotechnical drilling.

The high-grade core of Viago and Deacon, when combined with the third separate mining area of Armand, totals 1.15Mt @ 15.2 g/t gold for 0.56Moz of Indicated and 0.94Mt @ 11.5 g/t gold for 0.35Moz of Inferred Resource.

Table 2: Independent JORC 2012 Domain Breakdown of Indicated & Inferred Resource Estimate

Lower Cut-Off	INDICATED			INFERRED		
	Tonnes Mt	Au Grade g/t	Gold Moz	Tonnes Mt	Au Grade g/t	Gold Moz
Viago	0.89	11.4	0.33	0.53	8.5	0.14
Deacon	0.79	13.5	0.34	1.23	8.9	0.35
Tribune	0.64	8.1	0.18	0.39	5.8	0.07
Hamilton/Henderson/Armand	0.43	11.8	0.16	0.84	8.4	0.23
Bellevue Remnant	-	-	-	1.28	11.1	0.46
Vanguard Pit	0.09	6.8	0.02	0.04	5.4	0.06
Southern Belle	-	-	-	0.36	10.4	0.12
Total	2.84	11.4	1.04	4.62	9.2	1.37
Deacon, Viago and Armand Main Combined	1.15	15.2	0.56	0.94	11.5	0.35

**Figures may not add up due to rounding.*

**Mineral Resources are reported at a block cut-off grade of 3.5 g/t Au.*

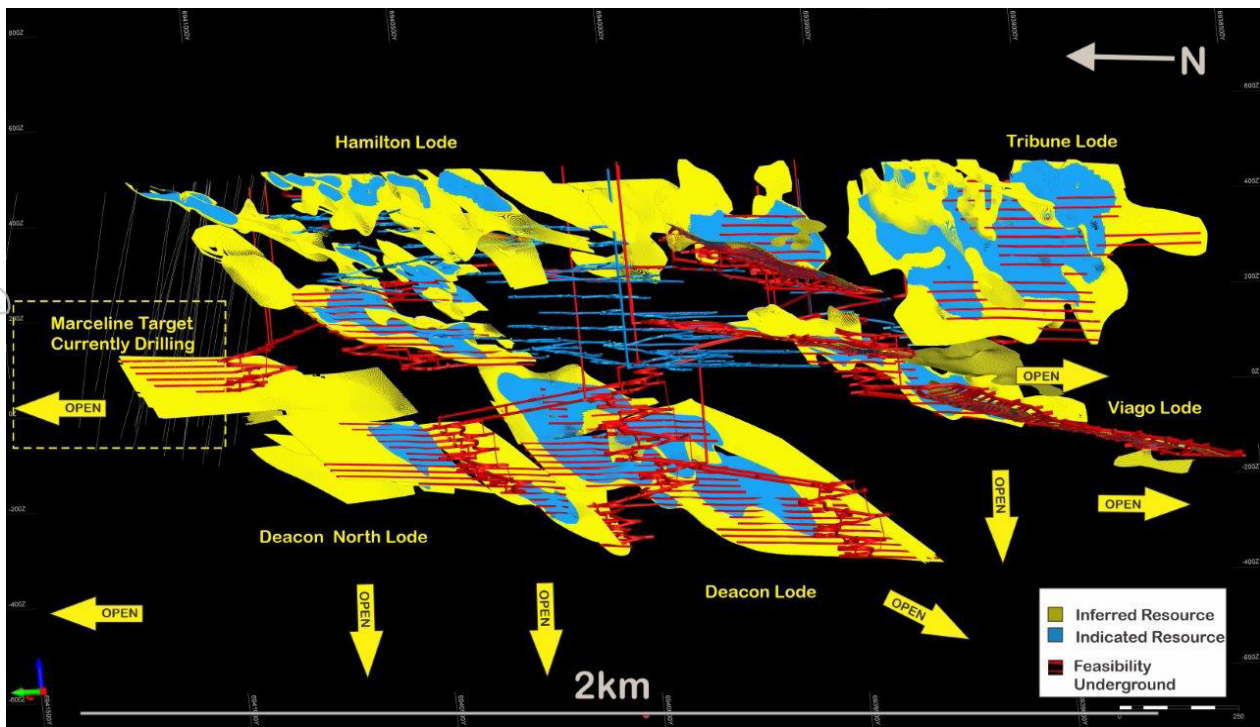


Figure 2: Oblique view of the Long Section of the Bellevue Resource Model showing new areas that have been the focus of the recent Indicated conversion drilling as well as the new Marceline Gold Discovery

EXPLORATION

Up to six rigs operated at the Bellevue Gold Project with over 68,782 metres of diamond drilling completed during the six months. Drilling targeted further infill to upgrade the Indicated Resource and exploration step out drilling.

Exploration also included the first deeper drill holes completed at the project, conducted as part of the co-funded Exploration Incentive Scheme (EIS). The results of this drill program have been reported (refer ASX announcement 8 October 2020) and included the discovery of a new parallel mineralised shear zone to the east of Deacon, the Armand Lode.

Drilling also resulted in two new significant shallow high-grade discoveries, the Armand and the Marceline Lodes. The Armand Lode is hosted in the Bellevue shear and is to the immediate north of existing development. A maiden Resource for Armand was included in the November Resource upgrade.

The Marceline Lode is located in the northern Deacon shear and has not been included in the current Resource inventory. The Marceline Lode is the subject of a continued aggressive drill program with 5 dedicated surface rigs targeting further Resource conversion and growth.

In December 2020, the Company commenced underground drilling with the first underground program targeting mineralisation at Marceline. The underground drilling benefits from a significantly lower unit cost, faster drilling rates and fewer metres of drilling relative to the surface drilling.

PROJECT DEVELOPMENT

Health and Safety

The Bellevue Gold Project 12-month rolling average Lost Time Injury Frequency Rate as of 31 December 2020 remains at zero (0.0).

The management of the health and safety of our employees and contractors during the COVID-19 pandemic is of high importance for the Company. The risk of community transmission within Western Australia was considered low during the half year and the Company followed the health advice of the West Australian Government and ensured protocols were in place for the health and safety of the workforce.

The Company remains vigilant, and will continue social distancing and hygiene practices and other additional control measures as appropriate to protect our workforce from the spread of COVID-19, in line with the West Australian Government's advice and guidelines.

Operational Activities

In August 2020, Bellevue Gold appointed contractor GBF Mining and Industrial Services Pty Ltd, part of the Macmahon group of companies, (GBF/Macmahon) to complete stage 1 of early works at the Bellevue Gold Project.

The Company made strong progress on project development during the half year, including the successful rehabilitation of the Paris Decline portal to connect with the historic workings. The decline is advancing at a size suitable for modern production equipment (5.5mW x 5.8mH) and the historical decline is being stripped and supported to the same dimensions.

Stage 1 of the early works at the Bellevue Gold Project advanced 778m from a single heading for the half year. Refer to Table 3 below for operational results.

Table 3: Half Year Operational Physicals

	Total	Dec Qtr. 2020	Sep Qtr. 2020
Capital Decline Advance (m)	555.7	391.9	163.8
Capital Level Advance (m)	101.5	92.8	8.7
Rehabilitation Advance (m)	121.1	121.1	-
Total Development Advance (m)	778.3	605.8	172.5
Underground Drilling (m)	1,082	1,082	-
Surface Drilling DD (m)	67,700	27,860	39,840
Surface Drilling RC (m)	5,473	5,473	-

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Electrical infrastructure was installed to support the start-up of operations and the ongoing requirements of the high voltage network ready to be installed underground. Workshop facilities have also been established to support the early stage 1 works of the project along with installation of communication systems.

Initial drill platforms have been established allowing for the commencement of underground diamond drilling following the appointment of Australian Underground Drilling Pty Ltd (AUD) in December 2020. The commencement of drilling from underground is expected to accelerate the drilling programs and reduce costs associated with drilling the resource.

Ongoing works to establish the primary ventilation system and High Voltage infrastructure required for the continuation of the stage 1 works have advanced. Surface support facilities including mobile plant workshop, administration and accommodation amenities have also been established, enabling activities to progress.

A potable water source has been successfully identified which is suitable for the planned site requirements and is in the process of being established. The location of the required mine ventilation shafts for the planned stage 2 development have been defined and geotechnical holes have been drilled in readiness for evaluation to meet the underground requirements as the decline advances.



Figure 3: Underground Diamond Drilling from the 1445 SP



Figure 4: Development Jumbo at the decline face with traditional owners and senior Wati members during a site consultation visit



CORPORATE

Performance and Position

Cash and cash equivalents as at 31 December 2020 were \$32,564,774 (30 June 2020: \$24,240,205) and term deposits held by the Company were \$95,000,000 which mature between 3 and 6 months.

The loss after income tax incurred by the Group for the six months ended 31 December 2020 was \$4,796,941 (2019: \$2,428,881).

The loss included the following items:

- Corporate costs of \$1.6 million (2019: \$1.5 million);
- Employee benefit expenses \$1.8 million (2019: \$0.3 million); and
- Share-based payment expenses of \$1.5 million (2019: \$0.7 million)

At 31 December 2020 the Group's total assets increased \$129,559,524 to \$236,301,275 (30 June 2020: \$106,741,751).

The view of the Directors is that the Company and the Group are operating as a going concern.

Capital Raising

In July 2020, the Company completed a fully underwritten share placement and non-underwritten share purchase plan. The placement raised ~\$100 million (before costs) by way of ~100 million ordinary shares at an issue price of \$1.00 per share and an offer target of up to \$20 million under a non-underwritten Share Purchase Plan (SPP) to eligible shareholders in Australia and New Zealand.

In August 2020, Bellevue completed the SPP raising a total of ~\$35 million by way of ~35 million ordinary shares at an issue price of \$1.00 per share.

Proceeds of the capital raisings are being used to grow the Resources and accelerate development of the Bellevue Gold Project.

During the period, the Company also received \$3,000,000 from the conversion of 30,000,000 options at an exercise price of \$0.10 each.



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Appointment of Debt Advisors

In November 2020, the Company appointed Orimco Pty Ltd (Orimco) as independent debt advisors to the Company to assist and support management in the preparation, planning, implementation, and completion of project financing for the Bellevue Gold Project. As the Feasibility Study was released in February 2021, the Company believes the appointment will provide for a more efficient financing process and allow sufficient time for competitive tendering.

Orimco is an advisory firm providing services to resource companies and wholesale investors focused on the global mining industry. The Orimco team has extensive experience arranging and managing debt and hedging transactions for both resource companies and financiers, across a broad range of projects, commodities and jurisdictions.

The Orimco team comprises of highly experienced mining executives Nick Harch, John Fitzgerald and Brett Gossage.

Appointment of Joint Company Secretary

Ms Maddison Cramer was appointed as Joint Company Secretary of Bellevue, effective 27 November 2020.

Maddison is a corporate lawyer with experience in both the listed and unlisted space, advising entities across a variety of different sectors, but with a focus on mining and resources. A former Associate at Bellanhouse Legal and HWL Ebsworth Lawyers, Ms Cramer specialises in corporate and commercial transactions, including capital raisings, IPOs and backdoor listings, and corporate governance issues.

Inaugural Sustainability Report

Bellevue released its maiden Sustainability Report to stakeholders in November 2020, which outlines the Company's commitments to operating sustainably. The report focused on both existing environment, social and governance ("ESG") initiatives and practices, and Bellevue's future commitments.

As the Company advances the historic Bellevue Gold Project, from exploration to development and operations, the Company will continue to review and align its ESG reporting with industry guidelines as appropriate.

The Sustainability Report is available on the Company's website. [👉](#)

Annual General Meeting

Bellevue held its Annual General Meeting on 25 November 2020. All resolutions were passed on a poll, with greater than 98% of votes cast in favour of each resolution.

Change of Principal Place of Business, Registered Address and Telephone Number

The Company's registered address and principal place of business changed to:

Ground Floor
24 Outram Street
West Perth WA 6005

The Company's telephone number has also changed to:

+61 (8) 6373 9000.

Change of auditor

The Company appointed Ernst and Young (EY) as auditor of the Company, effective 2 February 2021. A resolution will be tabled at the Company's 2021 Annual General Meeting to confirm the appointment of EY as the Company's auditor.

Subsequent events

Feasibility Study ²

The Company announced the results of the Stage One Feasibility Study on its Bellevue Gold Project on 18 February 2021.

The Stage One Feasibility Study forecasts that the project will generate \$1.1 billion of free cashflow (pre-tax) over a 7.4 year life of mine (LOM). The projected cashflow underpins an internal rate of return of 58% (pre-tax) and payback period of 1.4 years pre-tax.

The Feasibility Study is based upon an annual LOM production rate of 151,000oz a year and LOM all-in sustaining costs (AISC) of \$1,079/oz. A maiden Probable Ore Reserve is included of 2.7Mt at 8.0g/t for 690,000oz gold. The first 5 years of production will see the project produce an average of 160,000oz pa.

The current Stage One Feasibility Study forecasts that the Project will generate \$1.6 billion of EBITDA at an EBITDA Margin of 63% over the LOM (assuming gold price of A\$2,300/oz) and an average free cashflow of \$190 million a year.

The recent exploration success at its Bellevue Gold Project is continuing, with significant discoveries and extensions also announced

on 18 February 2021, including significant drill results from the major target at the Marceline Lode and two new emerging discoveries in the immediate mine area (Lucknow and Lucien).

A Stage Two Feasibility Study (based on a Resource upgrade) is scheduled for the June quarter 2021 and is designed to identify immediate growth opportunities incorporating the latest discoveries and additional mineralisation.

¹ The LOM plan contains approximately 29.6% Inferred Mineral Resources. An Inferred Mineral Resource has a lower level of confidence than an Indicated Mineral Resource and there is no certainty that further exploration work will result in the conversion of the material into an Indicated Mineral Resource.

Covid-19 Impact

Subsequent to 31 December 2020, on 5 February 2021, the West Australian Government lifted the COVID-19 5-day lock-down restrictions imposed on the Perth metropolitan area and the South West regions, whilst still maintaining border restrictions for the Perth metropolitan area and the Peel Region for a further period until midnight, 13 February 2021. Although no community transmission was identified during the lock-down testing period, the Company will continue to monitor the restrictions and health advice from the West Australian Government and diligently respond to risks that may arise.

There are no other matters or circumstances which have arisen since the end of the half year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial periods.

Auditor's Independence Declaration

The auditor's independence declaration is set out on page 26 for the half year ended 31 December 2020.

Signed in accordance with a resolution of the Board of Directors.



Stephen Parsons
Managing Director
Dated 10 March 2021

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NOTES, JORC COMPLIANCE STATEMENT AND CAUTIONARY STATEMENTS

End Notes and JORC Compliance Statement

¹ Refer ASX announcement on 11 November 2020 titled "Indicated Resource increases to 1.04Moz at 11.4g/t gold."
² Refer ASX announcement on 18 February 2021 titled "Bellevue Gold Stage 1 Feasibility Study." All material assumptions underpinning the Production Targets detailed in this report (including all financial information derived from those production targets) continue to apply and have not materially changed.

This report contains references to Mineral Resources and Ore Reserves estimates which have been extracted from the above Company Announcements. For full details of Exploration Results in this half year report that have been previously announced, refer to the Company's said announcement or release on the said date. The Company confirms that it is not aware of any new information or data that materially affects the information included in the said announcements, and in the case of estimates of Mineral Resources and Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not materially modified from the original market announcements.

Disclaimer

This report has been prepared by the Company based on information from its own and third-party sources and is not a disclosure document. No party other than the Company has authorised or caused the issue, lodgement, submission, despatch or provision of this half year report, or takes any responsibility for, or makes or purports to make any statements, representations or undertakings in this half year report. Except for any liability that cannot be excluded by law, the Company and its related bodies corporate, directors, employees, servants, advisers and agents disclaim and accept no responsibility or liability for any expenses, losses, damages or costs incurred by you relating in any way to this half year report including, without limitation, the information contained in or provided in connection with it, any errors or omissions from it however caused, lack of accuracy, completeness, currency or reliability or you or any other person placing any reliance on this half year report, its accuracy, completeness, currency or reliability. This half year report is not a prospectus, disclosure document or other offering document under Australian law or under any other law. It is provided for information purposes and is not an invitation nor offer of shares or recommendation for subscription, purchase or sale in any jurisdiction. This half year report does not purport to contain all the information that a prospective investor may require in connection with any potential investment in the Company. Each recipient must make its own independent assessment of the Company before acquiring any shares in the Company.



Forward-Looking Information

This half year report contains forward-looking statements. Wherever possible, words such as "intends", "expects", "scheduled", "estimates", "anticipates", "believes", and similar expressions or statements that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved, have been used to identify these forward-looking statements. Although the forward-looking statements contained in this report reflect management's current beliefs based upon information currently available to management and based upon what management believes to be reasonable assumptions, the Company cannot be certain that actual results will be consistent with these forward-looking statements. A number of factors could cause events and achievements to differ materially from the results expressed or implied in the forward-looking statements. These factors should be considered carefully, and prospective investors should not place undue reliance on the forward-looking statements. Forward-looking statements necessarily involve significant known and unknown risks, assumptions and uncertainties that may cause the Company's actual results, events, prospects and opportunities to differ materially from those expressed or implied by such forward-looking statements. Although the Company has attempted to identify important risks and factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors and risks that cause actions, events or results not to be anticipated, estimated or intended,

including those risk factors discussed in the Company's public filings. There can be no assurance that the forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, prospective investors should not place undue reliance on forward-looking statements. Any forward-looking statements are made as of the date of this report, and the Company assumes no obligation to update or revise them to reflect new events or circumstances, unless otherwise required by law.

This report may contain certain forward-looking statements and projections regarding: estimated Resources and Reserves; planned production and operating costs profiles; planned capital requirements; and planned strategies and corporate objectives.

Such forward-looking statements/projections are estimates for discussion purposes only and should not be relied upon. They are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors many of which are beyond the control of the Company. The forward-looking statements/projections are inherently uncertain and may therefore differ materially from results ultimately achieved. The Company does not make any representations and provides no warranties concerning the accuracy of the projections and disclaims any obligation to update or revise any forward-looking statements/projects based on new information, future events or otherwise except to the extent required by applicable laws.

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FINANCIAL STATEMENTS

For the half year ended 31 December 2020

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INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half year ended 31 December 2020

	Notes	31 December 2020 \$'000	31 December 2019 \$'000
OTHER INCOME		58	-
EXPENSES			
Accounting and audit		(141)	(67)
Consultants and contractors		(497)	(368)
Corporate costs		(565)	(496)
Depreciation and amortisation	4	(214)	(138)
Depreciation of right-of-use asset	6	(64)	-
Employee benefits		(1,799)	(339)
Exploration and evaluation written off		-	(144)
Listing and compliance		(186)	(102)
Office rental and outgoings		(98)	(32)
Share-based payments		(1,524)	(714)
Travel and accommodation		(61)	(186)
		(5,149)	(2,586)
Finance income		331	157
Finance costs	6	(37)	-
Loss before income tax for the period		(4,797)	(2,429)
Income tax expense		-	-
Loss after income tax for the period		(4,797)	(2,429)
Other comprehensive loss		-	-
Total comprehensive loss for the period attributable to:			
Equity holders of the Company		(4,797)	(2,429)
Total comprehensive loss for the period, net of tax		(4,797)	(2,429)
Basic and diluted loss per share (cents per share)		(0.58)	(0.44)

The above statement should be read in conjunction with the accompanying notes.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

For the half year ended 31 December 2020

	Notes	31 December 2020 \$'000	30 June 2020 \$'000
ASSETS			
Current assets			
Cash and cash equivalents		32,565	24,240
Term deposits		95,000	5,000
Trade and other receivables		1,569	709
Other assets	3	1,036	299
Total current assets		130,170	30,248
Non-current assets			
Property, plant and equipment	4	3,363	1,465
Exploration and evaluation	5	101,560	75,028
Right-of-use assets	6	1,208	-
Total non-current assets		106,131	76,493
Total assets		236,301	106,741
LIABILITIES			
Current liabilities			
Trade and other payables		6,693	8,380
Provisions		399	286
Employee benefits		504	206
Lease liabilities	6	210	-
Total current liabilities		7,806	8,872
Non-current liabilities			
Provisions		2,578	2,359
Lease liabilities	6	1,022	-
Total non-current liabilities		3,600	2,359
Total liabilities		11,406	11,231
Net assets		224,895	95,510
EQUITY			
Share capital	7	270,384	135,205
Reserves	8	3,448	4,445
Accumulated losses		(48,937)	(44,140)
Total equity		224,895	95,510

The above statement should be read in conjunction with the accompanying notes.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 31 December 2020

	Share capital \$'000	Share based payment reserve \$'000	Accumulated losses \$'000	Total equity \$'000
BALANCE AT 1 JULY 2019	83,078	6,227	(38,453)	50,852
Loss for the period	-	-	(2,429)	(2,429)
Total other comprehensive income/(loss)	-	-	-	-
Total comprehensive loss for the period	-	-	(2,429)	(2,429)
Transactions with owners				
Issue of share capital	20,052	-	-	20,052
Cost of issue of share capital	(1,209)	-	-	(1,209)
Shares issued from the vesting of performance rights	155	(155)	-	-
Shares issued from the exercise of options	2,343	-	-	2,343
Transfer of options exercised from the reserves	1,920	(1,920)	-	-
Forfeiture of performance rights	-	(172)	-	(172)
Share-based payments expense	-	886	-	886
Total contributions by owners	23,261	(1,361)	-	21,900
Balance at 31 December 2019	106,339	4,866	(40,882)	70,323
Balance at 1 July 2020	135,205	4,445	(44,140)	95,510
Loss for the period	-	-	(4,797)	(4,797)
Total other comprehensive income/(loss)	-	-	-	-
Total comprehensive loss for the period	-	-	(4,797)	(4,797)
Transactions with owners				
Issue of share capital	135,046	-	-	135,046
Cost of issue of share capital	(5,388)	-	-	(5,388)
Shares issued from the vesting of performance rights	559	(559)	-	-
Shares issued from the exercise of options	3,000	-	-	3,000
Transfer of options exercised from the reserves	1,962	(1,962)	-	-
Forfeiture of performance rights	-	(62)	-	(62)
Share-based payments expense	-	1,586	-	1,586
Total contributions by owners	135,179	(997)	-	134,182
Balance at 31 December 2020	270,384	3,448	(48,937)	224,895

The above statement should be read in conjunction with the accompanying notes.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the half year ended 31 December 2020

	31 December 2020 \$'000	31 December 2019 \$'000
OPERATING ACTIVITIES		
Payments to suppliers and employees	(2,815)	(1,492)
Interest received	173	151
Interest paid	(37)	-
Other income	50	-
Net cash flows used in operating activities	(2,629)	(1,341)
INVESTING ACTIVITIES		
Payments for property, plant and equipment	(1,985)	(590)
Payments for exploration and evaluation capitalised	(29,522)	(18,527)
Research and development refund	-	214
Investment in term deposits	(90,000)	-
Other (security deposits)	(157)	-
Net cash flows used in investing activities	(121,664)	(18,903)
FINANCING ACTIVITIES		
Proceeds from issue of shares	138,046	22,394
Capital raising costs for issue of shares	(5,388)	(1,209)
Principal elements of lease payments	(40)	-
Net cash flows from financing activities	132,618	21,185
Net increase in cash and cash equivalents	8,325	941
Cash and cash equivalents at the beginning of the period	24,240	19,769
Cash and cash equivalents at the end of the period	32,565	20,710

The above statement should be read in conjunction with the accompanying notes.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the half year ended 31 December 2020

1. Company Information

The Interim consolidated financial statements of Bellevue Gold Limited and its subsidiaries (collectively, "the Group") for the half year ended 31 December 2020 were authorised for issue in accordance with a resolution of the directors on 10 March 2021.

Bellevue Gold Limited ("the Company") is a for profit company, limited by shares, incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange. The Group's principal activity for the six months ended 31 December 2020 consisted of exploration and evaluation of minerals in Western Australia.

The nature of operations and principal activities of the Group are described in the Directors' report.

2. General information and basis of preparation

a. Statement of compliance

The interim consolidated financial statements for the six months ended 31 December 2020 have been prepared in accordance with AASB 134 Interim Financial Reporting.

The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 30 June 2020.

All amounts have been rounded to the nearest thousand, unless otherwise stated, in accordance with ASIC Corporations (rounding in financial/directors' reports) instrument 2016/191.

b. Significant accounting policies

The accounting policies applied in these financial statements are consistent with those applied by the Group in the 30 June 2020 consolidated financial statements, except as disclosed in note 2(c).

Certain new accounting standards and interpretations have been published that are not mandatory for the 31 December 2020 half year reporting period and have not been applied in these financial statements.

c. New and amended standards adopted by the Group

The Group has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period and were relevant to the Group. The adoption of the new and amended accounting standards and interpretations had no material impact on the Group. Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been adopted early.

d. Critical accounting estimates and judgements

When preparing the Interim Financial Statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the Interim Financial Statements, including the key sources of estimation uncertainty, were the same as those applied in the Group's last annual financial statements for 30 June 2020.

3. Other assets

	31 December 2020 \$'000	30 June 2020 \$'000
Prepayments	700	149
Security deposits	336	150
Closing carrying amount	1,036	299

4. Property, plant and equipment

	31 December 2020 \$'000	30 June 2020 \$'000
Opening carrying amount	1,465	1,004
Additions	2,128	780
Disposals	(16)	(12)
Depreciation	(214)	(307)
Closing carrying amount	3,363	1,465

The following table shows the movements in property, plant and equipment:

	Furniture & equipment - Corporate \$'000	IT-Corporate \$'000	Plant & equipment - Site \$'000	Motor vehicles - Site \$'00	Furniture & equipment - Site \$'000	Buildings - Site \$'000	Assets under construction \$'000	Total
Balance at 1 July 2020	57	35	390	362	70	551	-	1,465
Additions	538	333	93	103	9	237	815	2,128
Disposal	-	-	-	-	-	-	-	-
Written down	(16)	-	-	-	-	-	-	(16)
Depreciation expense	(17)	(30)	(57)	(56)	(9)	(45)	-	(214)
Balance at 31 December 2020	562	338	426	409	70	743	815	3,363

5. Exploration and evaluation assets

	31 December 2020 \$'000	30 June 2020 \$'000
Carrying amount at the beginning of the period	75,028	36,903
Capitalised exploration and evaluation expenditure at cost	26,352	38,677
Change in rehabilitation provision	180	-
Exploration and evaluation expenditure written off	-	(102)
Research and development tax credit	-	(450)
Carrying amount at the end of the period	101,560	75,028

6. Leases

The Group has lease contracts for office rental and office equipment used in its operations. The building has a lease term of five years plus a three-year option while the office equipment has a lease term of three years. Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

	Buildings \$'000	Office equipment \$'000	Total \$'000
Opening carrying amount	-	-	-
Additions	1,200	72	1,272
Depreciation	(62)	(2)	(64)
Closing carrying amount	1,138	70	1,208

Set out below are the carrying amounts of right-of-use liabilities recognised and the movements during the period:

	31 December 2020 \$'000	30 June 2020 \$'000
Opening carrying amount	-	-
Additions	1,272	-
Accretion of interest	37	-
Payments	(77)	-
Closing carrying amount	1,232	-
Current	210	-
Non-current	1,022	-

The following are the amounts recognised in profit or loss:

	31 December 2020 \$'000	30 June 2020 \$'000
Depreciation expense for right-of-use assets	64	-
Interest expense on lease liabilities	37	-
Total amount recognised in profit or loss	101	-

The Group had total cash outflows for leases of \$83,946 during the period.

7. Issued capital

Ordinary shares	Issued shares Number	\$'000
At 1 July 2019	501,031,680	83,078
Share placement	120,870,051	45,004
Options exercised	58,750,000	5,587
Performance rights exercised	3,900,000	-
Transfer of reserve upon exercise of performance rights	-	2,575
Transfer of reserve upon exercise of options	-	937
Less: cost of shares issued	-	(1,976)
At 30 June 2020	684,551,731	135,205
Share placement	135,045,742	135,046
Performance rights exercised	1,600,000	559
Options exercised	30,000,000	3,000
Transfer of reserve upon exercise of options	-	1,962
Less: cost of shares issued	-	(5,388)
At 31 December 2020	851,197,473	270,384

8. Reserves

	31 December 2020 \$'000	30 June 2020 \$'000
Share-based payments reserve	3,448	4,445
Balance at the end of the period	3,448	4,445
Movement in share-based payments reserve		
Balance at the beginning of the period	4,445	6,227
Share-based payment expense		
Share options	-	33
Performance rights	1,586	1,907
<i>Transfer out of reserve upon:</i>		
Exercise of share options	(1,962)	(2,575)
Exercise of performance rights	(559)	(937)
Forfeiture of performance rights	(62)	(210)
Balance at the end of the period	3,448	4,445

9. Performance rights

The following table shows performance rights issued during the half year ended 31 December 2020 for no consideration and the value attributed to each performance right granted, by the category holder:

Holder	Number of performance rights	Share price on date of grant (\$)	Total value (\$)	Expiry date
Michael Naylor ⁽¹⁾	990,000	1.03	1,019,700	01/07/2025
Stephen Parsons ⁽¹⁾	2,000,000	1.03	2,060,000	01/07/2025
Employees ⁽²⁾	413,006	1.04	429,526	31/07/2023
Employees ⁽³⁾	50,000	1.225	61,250	31/07/2022

Management has assessed that non-market conditions are more than probable to be achieved by the expiry date and therefore the total value of the rights incorporates all rights awarded. The expense recorded as share-based payments is recognised to the service period end date on a straight-line basis as the service conditions are inherent in the award.

Each performance right converts to one ordinary share in the Group upon satisfaction of the performance conditions linked to the rights.

The rights do not carry any other privileges. The fair value of the performance rights granted is determined based on the number of rights awarded multiplied by the share price of the Group on the date awarded, after taking into consideration time value of money and share price volatility.

(1) Each performance right represents a right to be issued the same number of shares on conversion, subject to the participant remaining an employee, office-bearer or consultant of the Company for 3 years from grant date and the satisfaction of the following performance milestones:

- 50% Performance rights will vest upon the Company announcing a JORC 2012 Mineral Reserve with a minimum grade of at least 8 g/t for at least 400,000oz gold; and
- 50% Performance rights will vest upon the Company announcing a JORC 2012 global Mineral Resource with a minimum grade of at least 8 g/t for at least 2.6Moz gold.

(2) Each performance right represents a right to be issued the same number of Shares on conversion, subject to the following conditions being satisfied:

- The Company determines, at its sole discretion, that the Participant has satisfactorily met their individual KPIs and demonstrated a satisfactory overall performance in their annual performance review for the financial year ending 30 June 2021; and
- The Participant remains an employee, officeholder or consultant of the Group from 1 July 2020 until 30 June 2022.

(3) Each performance right represents a right to be issued the same number of Shares on conversion, subject to the Company, or a wholly owned subsidiary, obtaining certain regulatory approvals to commence activities on the land at the Bellevue Gold Project. 50% of the performance rights will vest if the vesting conditions are met on or before 14 April 2021 and 50% of the performance rights will vest if the vesting conditions are met on or before 30 June 2021.

10. Dividends

No dividends were declared or paid during the half year ended 31 December 2020 (2019: nil).

11. Segment reporting

The Group has identified its operating segments based on the internal reports that are reviewed and used by the directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Group operates in one segment being Exploration and Evaluation of Minerals in Western Australia.



12. Contingent liabilities

There have been no material changes to contingent liabilities disclosed in the 30 June 2020 annual report.

13. Commitments

There have been no material changes to commitments disclosed in the 30 June 2020 annual report.

14. Events after the reporting date

Feasibility Study^{2*}

The Company announced the results of the Stage One Feasibility Study on its Bellevue Gold Project on 18 February 2021.

The Stage One Feasibility Study forecasts that the project will generate \$1.1 billion of free cashflow (pre-tax) over a 7.4 year life of mine (LOM). The projected cashflow underpins an internal rate of return of 58% (pre-tax) and payback period of 1.4 years pre-tax.

The Feasibility Study is based upon an annual LOM production rate of 151,000oz a year and LOM all-in sustaining costs (AISC) of \$1,079/oz. A maiden Probable Ore Reserve is included of 2.7Mt at 8.0g/t for 690,000oz gold.

The first 5 years of production will see the project produce an average of 160,000oz pa.

The current Stage One Feasibility Study forecasts that the Project will generate \$1.6 billion of EBITDA at an EBITDA Margin of 63% over the LOM (assuming gold price of A\$2,300/oz) and an average free cashflow of \$190 million a year.

The recent exploration success at its Bellevue Gold Project is continuing, with significant discoveries and extensions also announced on 18 February 2021, including significant drill results from the major target at the Marceline Lode and two new emerging discoveries in the immediate mine area (Lucknow and Lucien).

A Stage Two Feasibility Study (based on a Resource upgrade) is scheduled for the June quarter 2021 and is designed to identify immediate growth opportunities incorporating the latest discoveries and additional mineralisation.

The LOM plan contains approximately 29.6% Inferred Mineral Resources. An Inferred Mineral Resource has a lower level of confidence than an Indicated Mineral Resource and there is no certainty that further exploration work will result in the conversion of the material into an Indicated Mineral Resource.

Covid-19 Impact

Subsequent to 31 December 2020, on 5 February 2021, the West Australian Government lifted the COVID-19 5-day lockdown restrictions imposed on the Perth metropolitan area and the South West regions, whilst still maintaining border restrictions for the Perth metropolitan area and the Peel Region for a further period until midnight, 13 February 2021. Although no community transmission was identified during the lock-down testing period, the Company will continue to monitor the restrictions and health advice from the West Australian Government and diligently respond to risks that may arise.

There are no other matters or circumstances which have arisen since the end of the half year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial periods.



DIRECTORS' DECLARATION

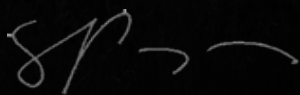
In accordance with a resolution of the directors of Bellevue Gold Limited, I state that in the opinion of the directors:

(a) the interim financial statements and notes of the Company and its subsidiaries (collectively 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 2020 and of its performance for the half-year ended on that date; and
- (ii) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; 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.

On behalf of the board



Stephen Parsons

Managing Director
Dated 10 March 2021

AUDITOR'S INDEPENDENCE DECLARATION



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Auditor's independence declaration to the Directors of Bellevue Gold Limited

As lead auditor for the review of Bellevue Gold Limited for the half-year ended 31 December 2020, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Bellevue Gold Limited and the entities it controlled during the financial period.

Ernst & Young

R J Curtin
Partner

10 March 2021

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INDEPENDENT AUDITOR'S REPORT



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Independent auditor's review report to the members of Bellevue Gold Limited

Conclusion

We have reviewed the accompanying half-year financial report of Bellevue Gold Limited (the Company) and its subsidiaries (collectively the Group), which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of profit or loss and comprehensive income for the half-year ended 31 December 2020, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the Directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the consolidated financial position of the Group as at 31 December 2020 and of its consolidated financial performance for the half-year ended on that date.
- b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Directors' responsibility for the half-year financial report

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

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to 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 consolidated financial position as at 31 December 2020 and its consolidated financial performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Group, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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INDEPENDENT AUDITOR'S REPORT



2

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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

A handwritten signature in black ink, appearing to read 'Ernst & Young', is positioned above the company name.

Ernst & Young

A handwritten signature in black ink, appearing to read 'R J Curtin', is positioned above the name.

R J Curtin
Partner
Perth
10 March 2021

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Financial Report 2020

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