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# Tyranna Resources Limited

ABN 79 124 990 405



and

Controlled Entities

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## Interim Financial Report

For the Half-Year Ended

31 December 2021

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This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the Annual Report for the year ended 30 June 2021 and any public announcements made by Tyranna Resources Limited during the half-year in accordance with the continuous disclosure requirements of the Corporations Act 2001.

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**CORPORATE DIRECTORY**

**NON-EXECUTIVE DIRECTORS**

Joseph Pinto  
Giuseppe (Joe) Graziano  
David Wheeler

**COMPANY SECRETARY**

Tim Slate

**REGISTERED OFFICE**

Level 3, 101 St George's Terrace  
Perth, WA 6000  
Telephone: + 61 (08) 6558 0886

**AUDITORS**

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283 Rokeby Road  
Subiaco, WA 6008  
Telephone: +61 (08) 9426 0666

**SHARE REGISTRAR**

Advanced Share Registry Ltd  
110 Stirling Highway  
Nedlands, WA 6009  
Telephone: +61 (08) 9389 8033  
Facsimile: +61 (08) 9389 3723

**STOCK EXCHANGE LISTING**

Australian Securities Exchange  
(Home Exchange: Perth, Western Australia)  
Code: TYX  
TYXOC

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## DIRECTORS' REPORT

Your directors submit the financial report of the Group for the half-year ended 31 December 2021.

### Directors

The names of directors in office at any time during or since the end of the financial period are:

Joseph Pinto – Non-Executive Director  
Giuseppe Graziano – Non-Executive Director  
David Wheeler – Non-Executive Director

### Company Secretary

The following person held the position of Company Secretary at the end of the financial period:

Tim Slate

### Dividends

No dividends were paid or declared during the half-year or in the period to the date of this report.

### Principal Activities

The principal activities of the Group during the course of the half-year were mineral exploration and project development. There were no significant changes in the nature of the principal activities during the financial period.

### Review of Operations

#### Overview

Over the past six months, Tyranna Resources Limited ("Tyranna") has been engaged primarily in exploration and project development activities on its Western Australian Nickel Project.

#### About the Company

Tyranna is a diversified minerals exploration company which has been focused on the Dragon & Knight Nickel projects in WA's nickel belt. Tyranna also has a portfolio of assets including the Weebo Gold Project and the Pacific Express nickel project in NSW.

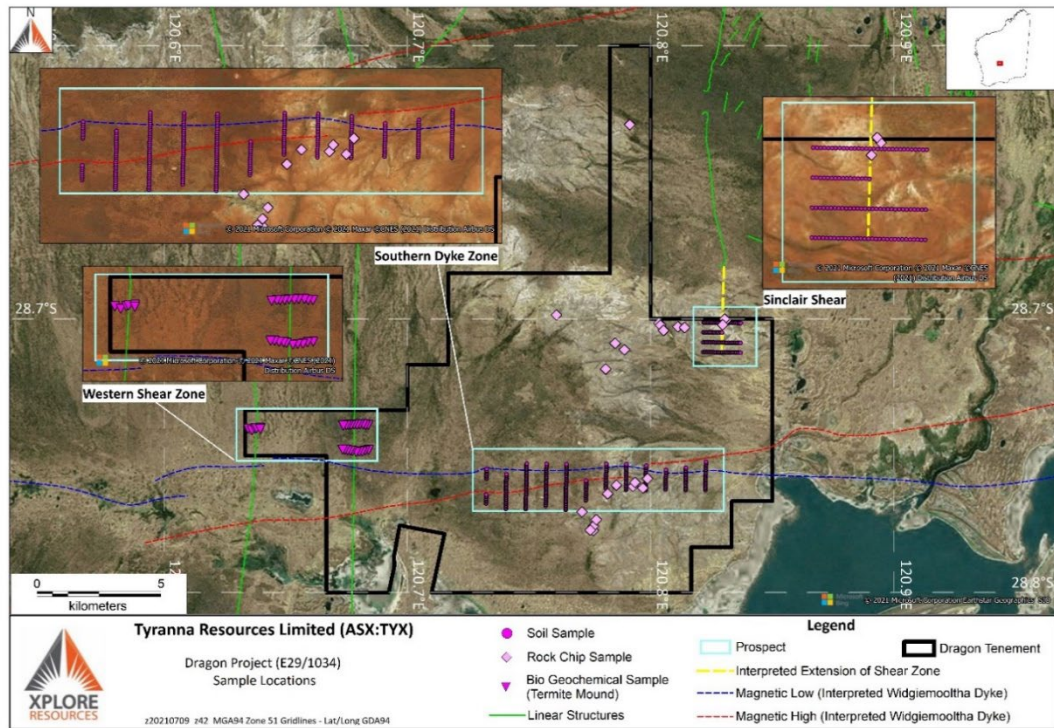
### WA NICKEL PROJECTS

During the period, Tyranna continued to assess the exploration potential of the three areas within the Dragon tenement (E29/1034) (Figure 1). The soil sampling and reconnaissance results were announced on 19 July 2021.

The areas sampled were:

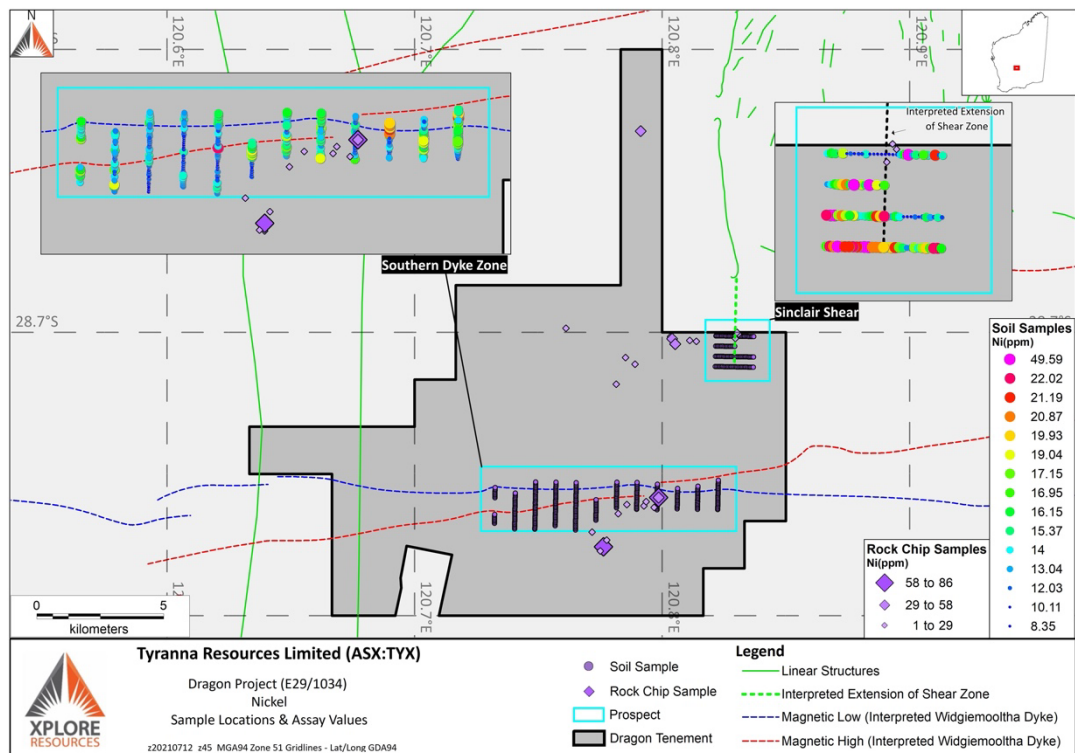
- The Widgiemooltha dykes – the 'Southern Dyke Zone';
- The interpreted southern extension of the N-S Sinclair that hosts the Sinclair nickel project; and
- Two N-S shears transect the western part of the Dragon tenement (E27/1034) and potentially host gold and PGE mineralisation.

FIGURE 1: Dragon Tenement (E29/1034), Geochemical Sample Locations



Source: Tyranna geology team

FIGURE 2: Dragon Tenement (E29/1034), Soil Geochemistry for Nickel (ppm)



Source: Tyranna geology team

Tyranna Resources has been investigating the potential to utilise surface moving loop electromagnetic (MLEM) survey to define potential deeper drilling targets, which has been a successful strategy followed by St George Mining Limited. The Company continues to examine the best strategies to identify suitable drilling targets for the prospects.

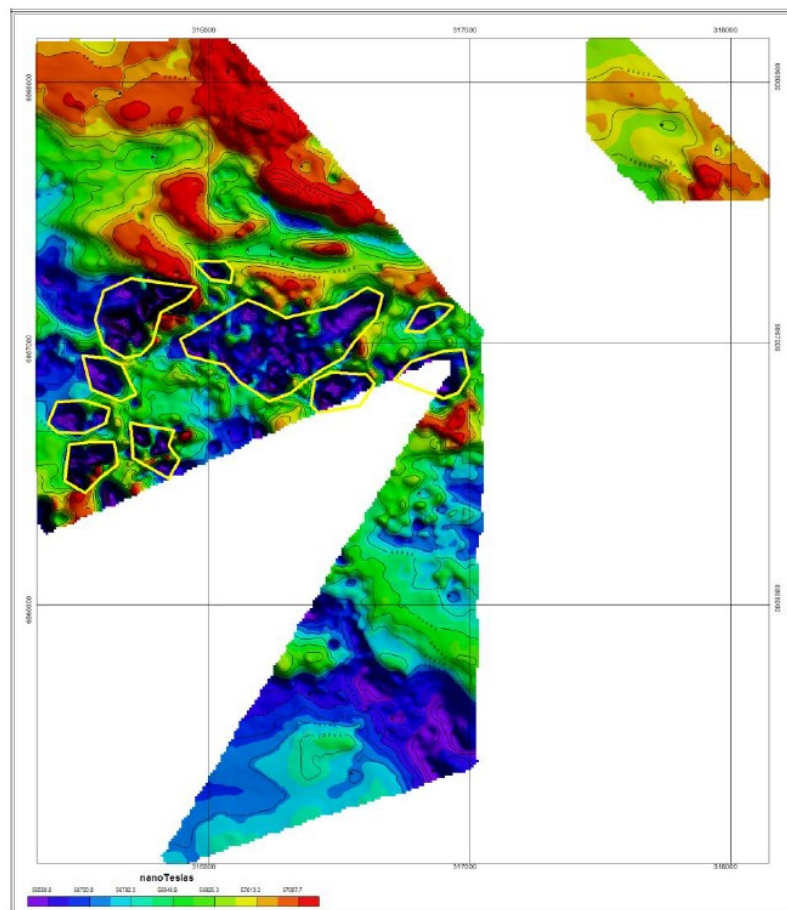
**Weebo Gold Project**

**E37/1353 Ground Magnetic Survey**

The ground magnetic survey which was completed within tenement E37/1353 to identify potential gold-mineralised host structures as announced on 22 July 2021<sup>2</sup>. The magnetic survey was conducted on 25m spaced north-south lines with a portable magnetometer across the entirety of the two largest polygons comprising E37/1353 and the majority of the smaller polygon.

Features of interest within the magnetic data are the series of reverse magnetic anomalies throughout the survey area (**Figure 2**). These are not interpreted to be magnetically quiet zones due to magnetite destructive alteration and look to be late intrusives, as they disrupt the earlier geology. The Company will move to assess and test the potential of these areas in due course

**FIGURE 2: COLOUR SHADED RELIEF IMAGE OF TOTAL MAGNETIC INTENSITY, UPWARD CONTINUED 5M, WITH REVERSE MAGNETIC ANOMALIES HIGHLIGHTED IN YELLOW**



Source: Tyranna geology team

The Company is currently looking for local geological expertise to assist with the further development of this project in the near future.

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**JUMBUCK GOLD PROJECT (JGP)**

On 15 November 2021 the Company announced that in accordance with the Share and Asset Sale Agreement, Tyranna received \$3,000,000 for the Jumbuck Gold Project, comprised of:

- \$2,500,000 total cash consideration, \$300,000 of which Tyranna had received prior to Completion; and
- 9,547,626 fully paid ordinary shares in Marmota at an issue price of \$0.0524 per share, being the volume weighted average price of Marmota's shares over the six months prior to the announcement of the Transaction. The Company notes Marmota's closing price on 12 November was \$0.045.

**OTHER PROJECTS****Pacific Express Ni Project**

Tyranna did not undertake any work program on this project during the period.

Tyranna continues to re-evaluate the Ni-Co-Sc deposits contained within the Pacific Express tenure with the aim of determining the effects of the Ni cut-off grade being applied to the Mineral Resource.

The project, located in northern NSW comprises a single licence (EL8733) for ~ 108 km. The area is prospective for lateritic Ni-Co mineralisation. Historical exploration has defined several target areas which require further investigation.

**Operating Results and Financial Review***Profit and loss*

The Group's loss for the half-year after providing for income tax amounted to \$566,985 (2020 gain: \$398,072)

*Financial position*

The directors believe the Group is in a stable financial position to expand and grow its current operations. The Group's net assets as at 31 December 2020 are \$2,662,810 (30 June 2021: \$3,244,346).

*Liquidity and capital resources*

The Company's principal source of liquidity as at 31 December 2021 is cash of \$2,145,570 (30 June 2021: \$418,645).

**CORPORATE**

On 15 December 2021 the Company announced that as a result of delays encountered with the sale of Tyranna's Jumbuck Gold Project, Tyranna did not commence drilling activities on the tenements within 24 months of Completion in accordance with the original agreement executed by the parties.

Tyranna advised that the Acquisition Agreement had been varied where, deferred consideration securities will be required to be issued if certain exploration milestones are met, being:

- an ASX announcement within 48 months of Completion of the completion of 1,000 metres of reverse circulation drilling on targets identified by the Company's proposed moving loop electromagnetic survey to be conducted on the Tenements; and
- an ASX announcement of drill intersection of nickel sulphides of at least 0.7% Ni at any of the Tenements within 48 months of Completion.

Furthermore, if Tyranna does not commence drilling activities on any of the Tenements within 48 months after Completion, Tyranna will be obliged to transfer the Clean Power Resources Pty Ltd shares back to the Vendors.

**Significant Changes in State of Affairs**

In the opinion of the Directors there are no significant changes in the state of affairs of the Group that occurred during the half-year not already disclosed in this report, the financial statements or notes attached thereto.

**Significant Events After Balance Date**

There has been no other significant event after reporting date.

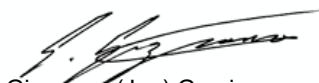
**Competent Persons Statement**

The exploration results for the WA Nickel project (Knight and Dragon Tenure) and the NSW Nickel project (Pacific Express Tenure) contained in this announcement are based on and fairly represents information and supporting documentation prepared by Nicholas Ryan, a Competent Person who is a Member of The Australasian Institute of Mining and Metallurgy. Nicholas Ryan is an employee of Xplore Resources Pty Ltd. Mr Ryan has been a Member of the Australian Institute of Mining and Metallurgy for 14 years and is a Chartered Professional (Geology). Mr Ryan is employed by Xplore Resources Pty Ltd. Mr Ryan is the consulting Technical Manager for Clean Power Resources Pty Ltd and holds no direct or indirect financial interest in Clean Power Resources Pty Ltd or Tyranna Resources Limited, other than remuneration for consulting services from his employer. Mr Ryan 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 Ryan consents to the inclusion in the report of the matters based on his information and the form and context in which it appears.

**Auditor's Declaration**

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 7 of the Financial Report for the half-year ended 31 December 2021.

This report is signed in accordance with a resolution of the Board of Directors.



Giuseppe (Joe) Graziano

Director

Perth, 8 March 2022



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 Tyranna Resources Limited for the period ended 31 December 2021, 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 WA AUDIT PTY LTD**

  
**DOUG BELL CA**  
**Director**

Dated this 8<sup>th</sup> day of March 2022  
Perth, Western Australia

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**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

|   | Note | 31 December<br>2021<br>\$ | 31 December<br>2020<br>\$ |
|---|------|---------------------------|---------------------------|
| Revenue and other income  |      | 6,590                     | 117,688                   |
| Consultancy expenses  |      | (343,399)                 | (143,082)                 |
| Compliance & regulatory expenses  |      | (22,196)                  | (30,333)                  |
| Director fees   |      | (62,415)                  | (59,130)                  |
| Finance costs   |      | (20,486)                  | (21,441)                  |
| Legal fees  |      | (24,070)                  | (41,090)                  |
| Occupancy costs   |      | (11,323)                  | (8,182)                   |
| Public relations cost   |      | -                         | (1,623)                   |
| Reversal of impairment / (impairment)   |      | -                         | 750,000                   |
| Exploration costs written off   |      | (89,686)                  | (163,324)                 |
| Other expenses from ordinary activities   |      | -                         | (1,411)                   |
| <b>Gain / (loss) before income tax expense</b>  |      | <b>(566,985)</b>          | <b>398,072</b>            |
| Income tax benefit  |      | -                         | -                         |
| <b>Net gain / (loss) for the period</b>   |      | <b>(566,985)</b>          | <b>398,072</b>            |
| Other comprehensive income  |      | (5,003)                   | (30,636)                  |
| Net fair value gain / (loss) on financial asset measured at fair value through other comprehensive income |      | (9,548)                   | -                         |
| <b>Total comprehensive gain / (loss) for the period</b>   |      | <b>(581,536)</b>          | <b>367,436</b>            |
| Basic (loss) / gain per share (cents per share)   |      | (0.04)                    | 0.03                      |
| Diluted (loss) / gain per share (cents per share)   |      | (0.04)                    | 0.03                      |

*The accompanying notes form part of these financial statements.*

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2021**

|                                    | Note | 31 December<br>2021<br>\$ | 30 June<br>2021<br>\$ |
|------------------------------------|------|---------------------------|-----------------------|
| <b>CURRENT ASSETS</b>              |      |                           |                       |
| Cash and cash equivalents          | 2    | 2,145,570                 | 418,645               |
| Trade and other receivables        | 3    | 36,706                    | 20,120                |
| Financial assets                   | 4    | 420,096                   | -                     |
| Assets classified as held for sale | 5    | -                         | 2,823,089             |
| <b>TOTAL CURRENT ASSETS</b>        |      | <b>2,602,372</b>          | <b>3,261,854</b>      |
| <b>NON-CURRENT ASSETS</b>          |      |                           |                       |
| Trade and other receivables        | 3    | 95,000                    | 95,000                |
| Exploration and evaluation costs   | 6    | 219,721                   | 219,721               |
| <b>TOTAL NON-CURRENT ASSETS</b>    |      | <b>314,721</b>            | <b>314,721</b>        |
| <b>TOTAL ASSETS</b>                |      | <b>2,917,093</b>          | <b>3,576,575</b>      |
| <b>CURRENT LIABILITIES</b>         |      |                           |                       |
| Trade and other payables           | 7    | 254,283                   | 332,229               |
| <b>TOTAL CURRENT LIABILITIES</b>   |      | <b>254,283</b>            | <b>332,229</b>        |
| <b>TOTAL LIABILITIES</b>           |      | <b>254,283</b>            | <b>332,229</b>        |
| <b>NET ASSETS</b>                  |      | <b>2,662,810</b>          | <b>3,244,346</b>      |
| <b>EQUITY</b>                      |      |                           |                       |
| Issued capital                     | 9    | 85,828,754                | 85,828,754            |
| Reserves                           |      | 593,126                   | 607,677               |
| Accumulated Losses                 |      | (83,759,070)              | (83,192,085)          |
| <b>TOTAL ENTITY INTEREST</b>       |      | <b>2,662,810</b>          | <b>3,244,346</b>      |

*The accompanying notes form part of these financial statements*

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

|  | Issued Capital    | Accumulated<br>Losses | Option<br>Reserve | Asset Revaluation<br>Reserve | Foreign Currency<br>Translation Reserve | Total            |
|--|-------------------|-----------------------|-------------------|------------------------------|---|------------------|
|  | \$                | \$                    | \$                |                              | \$                                      | \$               |
| <b>Balance at 1 July 2021</b>  | <b>85,828,754</b> | <b>(83,192,085)</b>   | <b>641,154</b>    | -                            | <b>(33,477)</b>                         | <b>3,244,346</b> |
| Gain for the period  | -                 | (566,985)             | -                 | -                            | -                                       | (566,985)        |
| Other comprehensive income   | -                 | -                     | -                 | (9,548)                      | (5,003)                                 | (14,551)         |
| Total comprehensive income<br>for the period                                   | -                 | (566,985)             | -                 | (9,548)                      | (5,003)                                 | (581,536)        |
| <i>Transaction with owners, in the capacity as owners, and other transfers</i> |                   |                       |                   |                              |   |                  |
| Shares issued during the period  | -                 | -                     | -                 | -                            | -                                       | -                |
| Transaction costs  | -                 | -                     | -                 | -                            | -                                       | -                |
| <b>Balance at 31 December 2021</b>   | <b>85,828,751</b> | <b>(83,759,070)</b>   | <b>641,154</b>    | <b>(9,548)</b>               | <b>(38,480)</b>                         | <b>2,662,810</b> |
| <b>Balance at 1 July 2020</b>  | <b>85,359,497</b> | <b>(82,808,013)</b>   | <b>641,154</b>    | -                            | <b>(2,688)</b>                          | <b>3,189,950</b> |
| Gain for the period  | -                 | 398,072               | -                 | -                            | -                                       | 398,072          |
| Other comprehensive income   | -                 | -                     | -                 | -                            | (30,636)                                | (30,636)         |
| Total comprehensive income<br>for the period                                   | -                 | 398,072               | -                 | -                            | (30,636)                                | 367,436          |
| <i>Transaction with owners, in the capacity as owners, and other transfers</i> |                   |                       |                   |                              |   |                  |
| Shares issued during the period  | 492,081           | -                     | -                 | -                            | -                                       | 492,081          |
| Transaction costs  | (22,824)          | -                     | -                 | -                            | -                                       | (22,824)         |
| <b>Balance at 31 December 2020</b>   | <b>85,828,754</b> | <b>(82,409,941)</b>   | <b>641,154</b>    | -                            | <b>(33,324)</b>                         | <b>4,026,643</b> |

The accompanying notes form part of these financial statements.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE HALF-YEAR ENDED 31 DECEMBER 2015

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

|  | 31 December<br>2021<br>\$ | 31 December<br>2020<br>\$ |
|--|---------------------------|---------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                      |                           |                           |
| Payments to suppliers and employees                              | (359,595)                 | (432,105)                 |
| Payments for exploration and evaluation activity                 | (313,515)                 | (226,001)                 |
| Interest received  | 35                        | 188                       |
| Other income   | -                         | 17,500                    |
| <b>Net cash used in operating activities</b>                     | <u>(673,075)</u>          | <u>(640,418)</u>          |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                      |                           |                           |
| Proceeds from disposal of financial assets                       |                           | -                         |
| Proceeds from disposal of exploration assets                     | 2,400,000                 | 1,100,000                 |
| <b>Net cash provided by investing activities</b>                 | <u>2,400,000</u>          | <u>1,100,000</u>          |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>                      |                           |                           |
| Proceeds from share issue  | -                         | 312,500                   |
| Fundraising costs  | -                         | (22,824)                  |
| <b>Net cash provided by financing activities</b>                 | <u>-</u>                  | <u>289,676</u>            |
| <b>Net increase (decrease) in cash held</b>                      | 1,726,925                 | 749,258                   |
| <b>Cash and cash equivalents at 1 July</b>                       | 418,645                   | 154,394                   |
| Effects of exchange rates on cash holdings in foreign currencies | -                         | (14)                      |
| <b>Closing Cash and Cash Equivalents</b>                         | <u>2,145,570</u>          | <u>903,638</u>            |

*The accompanying notes form part of these financial statements*

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES****Statement of compliance**

The interim 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 interim report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

**Basis of preparation**

The consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies and methods of computation adopted in the preparation of the interim financial report are consistent with those adopted and disclosed in the Company's 2021 annual financial report for the financial year ended 30 June 2021, except for the impact of the Standards and Interpretations described below, and the change in accounting policy as described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

**Adoption of new and revised Accounting Standards***Standards and Interpretations applicable to 31 December 2021*

In the period ended 31 December 2021, the directors have reviewed all the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and have determined there is no material impact on the Group and therefore no change is necessary to Group accounting policies.

*Standards and Interpretations in issue not yet adopted*

The Directors have also reviewed all the new and revised Standards and Interpretations in issue not yet adopted for the period ended 31 December 2021. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Group and, therefore, no changes are necessary to Group accounting policies.

**Statement of Compliance**

The interim financial statements were authorised for issue on 8 March 2022.

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).

**Significant Accounting Estimates and Judgements**

The preparation of the interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

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 the year ended 30 June 2021.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

**Going Concern Disclosure**

The half-year financial report has been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlements of liabilities in the ordinary course of business.

The Group incurred a loss for the period of \$566,985 (31 December 2020 profit: \$398,072). The Group incurred net cash outflows from operating activities of \$673,075 (31 December 2020: \$640,418) during the half year.

As at 31 December 2021, the Group had a working capital position of \$2,348,089 (30 June 2021: \$2,929,625). The directors have prepared a cash flow forecast, which indicates that the Group will have sufficient cash flows to meet all commitments and working capital requirements for the 12 months period from the date of signing this half-year financial report.

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

|                                   | 31 December<br>2021 | 30 June<br>2021 |
|-----------------------------------|---------------------|-----------------|
|                                   | \$                  | \$              |
| NOTE 2: CASH AND CASH EQUIVALENTS |                     |                 |
| Cash at bank and in hand          | 2,145,570           | 418,645         |
|                                   | <u>2,145,570</u>    | <u>418,645</u>  |

Cash at bank earn interest at floating rate based on daily bank deposit rates.

## NOTE 3: TRADE AND OTHER RECEIVABLES

*CURRENT*

|                   |               |               |
|-------------------|---------------|---------------|
| GST receivables   | 3,041         | 8,798         |
| Other receivables | 33,665        | 11,322        |
|                   | <u>36,706</u> | <u>20,120</u> |

*NON-CURRENT*

|             |               |               |
|-------------|---------------|---------------|
| Other bonds | 95,000        | 95,000        |
|             | <u>95,000</u> | <u>95,000</u> |

The Group has no significant concentration of credit risk with respect to any single counter party or group of counter parties other than those receivables specifically provided for and mentioned within this note.

|  | \$             | \$       |
|--|----------------|----------|
| NOTE 4: FINANCIAL ASSETS                   |                |          |
| Carrying amount at beginning of the period | -              | -        |
| Additions - Marmota <sup>(i)</sup>         | 429,644        | -        |
| Fair value adjustment                      | (9,548)        | -        |
|  | <u>420,096</u> | <u>-</u> |

On 15 November 2021, Tyranna Resources Limited (ASX: TYX) (Tyranna or the Company) announced completion of the sale of the Jumbuck Gold Project to Marmota Limited (Marmota) (Transaction).

In accordance with the Share and Asset Sale Agreement, Tyranna can confirm receipt of \$3,000,000 for the Jumbuck Gold Project, comprised of:

- \$2,500,000 total cash consideration, \$300,000 of which Tyranna had received in the prior financial year; and
- 9,547,626 fully paid ordinary shares in Marmota at an issue price of \$0.0524 per share, being the volume weighted average price of Marmota's shares over the six months prior to the announcement of the Transaction. The Company notes Marmota's closing price on 12 November was \$0.045.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

**NOTE 5: NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE**

|   |   |                  |
|---|---|------------------|
| Interest in Jumbuck Gold Project <sup>(i)</sup> | - | 2,823,089        |
|   | - | <b>2,823,089</b> |

On 15 November 2021, Tyranna Resources Limited (ASX: TYX) (Tyranna or the Company) announced completion of the sale of the Jumbuck Gold Project to Marmota Limited (Marmota) (Transaction).

In accordance with the Share and Asset Sale Agreement, Tyranna can confirm receipt of \$3,000,000 for the Jumbuck Gold Project, comprised of:

- a. \$2,500,000 total cash consideration, \$300,000 of which Tyranna had received in the prior financial year; and
- b. 9,547,626 fully paid ordinary shares in Marmota at an issue price of \$0.0524 per share, being the volume weighted average price of Marmota's shares over the six months prior to the announcement of the Transaction. The Company notes Marmota's closing price on 12 November was \$0.045.

**NOTE 6: EXPLORATION AND EVALUATION COSTS**

|  | <b>31 December<br/>2021</b> | <b>30 June<br/>2021</b> |
|--|-----------------------------|-------------------------|
|  | \$                          | \$                      |
| Carrying amount at beginning of the period | 219,721                     | 219,721                 |
|  | <b>219,721</b>              | <b>219,721</b>          |

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent on the successful development and commercial exploration or sale of areas of interest.

|   | <b>31 December<br/>2021</b> | <b>30 June<br/>2021</b> |
|---|-----------------------------|-------------------------|
|   | \$                          | \$                      |
| <b>NOTE 7: TRADE AND OTHER PAYABLES</b> |                             |                         |
| Accounts payable                        | 32,793                      | 290,481                 |
| Accruals                                | 206,045                     | 41,748                  |
| Other payables                          | 15,445                      | -                       |
|   | <b>254,283</b>              | <b>332,229</b>          |

Accounts payable are generally non-interest bearing and on 30 days term.

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

**NOTE 8: OPERATING SEGMENTS****Segment Information****Identification of reportable segments**

The Group 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 Group is managed primarily on the basis of its exploration projects. Operating segments are therefore determined on the same basis.

Reportable segments disclosed are based on aggregating tenements where the tenements are considered to form a single project. This is indicated by:

- Having the same ownership structure.
- Exploration being focused on the same mineral or type of mineral.
- Exploration programs targeting the tenements as a group, indicated by the use of the same exploration team, and shared geological data, knowledge and confidence across the tenements.
- Shared mining economic considerations such as mineralisation, metallurgy, marketing, legal, environmental, social and government factors.

**Basis of accounting for purposes of reporting by operating segments***Accounting policies adopted*

Unless stated otherwise, all amounts reported to the Board of Directors as the chief decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group.

*Segment assets*

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

Unless indicated otherwise in the segment assets note, investments in financial assets, deferred tax assets and intangible assets have not been allocated to operating segments.

*Unallocated items*

Items of revenue, expense, assets and liabilities that are not considered part of the core operations of any segment are classified as unallocated items.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

## NOTE 8: OPERATING SEGMENTS (CONTINUED)

|                                | Exploration<br>International<br>\$ | Exploration<br>WA<br>\$ | Exploration<br>SA<br>\$ | Unallocated<br>Segment | Consolidated<br>Segment<br>\$ |
|--------------------------------|------------------------------------|-------------------------|-------------------------|------------------------|-------------------------------|
| <b>Period ended 31.12.2021</b> |                                    |                         |                         |                        |                               |
| <b>Segment revenue</b>         |                                    |                         |                         | <b>6,590</b>           | <b>6,590</b>                  |
| <b>Segment result</b>          | -                                  | <b>(40,220)</b>         | <b>(49,825)</b>         | <b>(476,941)</b>       | <b>(566,985)</b>              |
| <b>Segment assets</b>          | -                                  | 219,721                 | -                       | 2,697,372              | 2,917,093                     |
| <b>Segment liabilities</b>     | -                                  | 10,467                  | -                       | 243,816                | 254,283                       |
| <b>Other information</b>       |                                    |                         |                         |                        |                               |
| Net interest income            | -                                  | -                       | -                       | 35                     | 35                            |
| Other income                   | -                                  | -                       | -                       | 6,555                  | 6,555                         |
| Asset impairment               | -                                  | -                       | -                       | -                      | -                             |
| Disposal or held for sale      | -                                  | -                       | -                       | -                      | -                             |
|                                | Exploration<br>International<br>\$ | Exploration<br>WA<br>\$ | Exploration<br>SA<br>\$ | Unallocated<br>Segment | Consolidated<br>Segment<br>\$ |
| <b>Period ended 31.12.2020</b> |                                    |                         |                         |                        |                               |
| <b>Segment revenue</b>         | -                                  | -                       | -                       | <b>117,688</b>         | <b>117,688</b>                |
| <b>Segment result</b>          | <b>(4,885)</b>                     | <b>(163,239)</b>        | <b>(355)</b>            | <b>566,551</b>         | <b>398,072</b>                |
| <b>As at 30 June 2021</b>      |                                    |                         |                         |                        |                               |
| <b>Segment assets</b>          | -                                  | 314,721                 | 2,823,089               | 438,765                | 3,576,575                     |
| <b>Segment liabilities</b>     | -                                  | 251,212                 | -                       | 81,017                 | 332,229                       |
| <b>Other information</b>       |                                    |                         |                         |                        |                               |
| Net interest income            |                                    |                         |                         |                        | 188                           |
| Other income                   |                                    |                         |                         |                        | 17,500                        |
| Disposal or held for sale      |                                    |                         |                         |                        | (2,900,000)                   |

**NOTES TO THE FINANCIAL STATEMENTS****FOR THE HALF-YEAR ENDED 31 DECEMBER 2021**

| NOTE 9: ISSUED CAPITAL                   | No of shares                                    | Total<br>\$         |
|--|---|---------------------|
| <b>a. Ordinary shares</b>                |   |                     |
| Balance at beginning of reporting period | 1,282,360,666                                   | 85,828,754          |
| Shares issued to sophisticated investors | -   | -                   |
| Less issue costs                         | -   | -                   |
| Balance at end of reporting period       | <u>1,282,360,666</u>                            | <u>85,828,754</u>   |
|  | <b>No of options and<br/>performance rights</b> | <b>Total<br/>\$</b> |
| <b>b. Options and Performance rights</b> |   |                     |
| Balance at beginning of reporting period | 303,963,259                                     | 641,154             |
| Expiry of options                        | (303,963,259)                                   | -                   |
| Balance at end of reporting period       | <u>-</u>  | <u>641,154</u>      |

## NOTE 10: CONTINGENT ASSETS AND LIABILITIES

There has been no change in contingent assets and liabilities since last annual reporting date.

## NOTE 11: EVENTS SUBSEQUENT TO REPORTING DATE

There has been no other significant event after reporting date.

## NOTE 12: DIVIDEND

No Dividend has been paid during or recommended for the half year ended 31 December 2021.

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## DIRECTORS' DECLARATION

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 7 to 17:
  - a. comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001; and
  - b. give a true and fair view of the company's financial position as at 31 December 2021 and of its performance for the half-year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the company 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.



Giuseppe (Joe) Graziano

Director

Perth, 8 March 2022

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## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF TYRANNA RESOURCES LIMITED

### Conclusion

We have reviewed the accompanying half-year financial report of Tyranna Resources Limited (“the Company”) and Controlled Entities (“the Consolidated Entity”) which comprises the condensed consolidated statement of financial position as at 31 December 2021, 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 Tyranna Resources Limited and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Consolidated Entity’s financial position as at 31 December 2021 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.

### Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such 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 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



**HALL CHADWICK WA AUDIT PTY LTD**



**DOUG BELL CA**  
Director

Dated this 8<sup>th</sup> day of March 2022  
Perth, Western Australia

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