



ODIN
METALS LTD

Odin Metals Limited

Interim Financial Report

31 December 2021

ABN 32 141 804 104

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CORPORATE DIRECTORY

Directors and Officers

Jason Bontempo (Executive Chairman)
Simon Mottram (Non-Executive Director)
Ted Coupland (Non-Executive Director)
Aaron Bertolatti (Company Secretary)

Registered Office & Principal Place of Business

35 Richardson Street
WEST PERTH WA 6005

Share Registry

Computershare Investor Services Pty Ltd
Level 11, 172 St Georges Terrace
PERTH WA 6000

Auditors

RSM Australia Partners
Level 32, Exchange Tower,
2 The Esplanade
PERTH WA 6000
Telephone: +61 8 9261 9160

Stock Exchange

Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
ASX Code: ODM

Website

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The Directors present their report for Odin Metals Limited ("Odin Metals" or "the Company") and its subsidiaries ("the Group") for the half year ended 31 December 2021.

DIRECTORS

The persons who were directors of Odin Metals during the half year and up to the date of this report are:

- Jason Bontempo (Executive Chairman)
- Simon Mottram (Non-Executive Director)
- Ted Coupland (Non-Executive Director)

REVIEW OF OPERATIONS

KOONENBERRY PROJECT

The Koonenberry Project (Figure 1) is an emerging, district scale, Copper and Base Metals exploration package located 80km east of Broken Hill, New South Wales. The Company considers the Koonenberry Belt to be highly prospective for a number of styles of mineralisation including VMS hosted Cu-Zn-Au-Ag deposits (which is substantiated by the presence of the Grasmere deposit), magmatic Ni-Cu-PGE, epithermal Ag-Pb-Cu and orogenic Au. The Koonenberry project comprising exploration licences EL8721, EL8722, EL8790, EL8791 and EL8909 (together, the "Koonenberry Project") covering 2,600km².

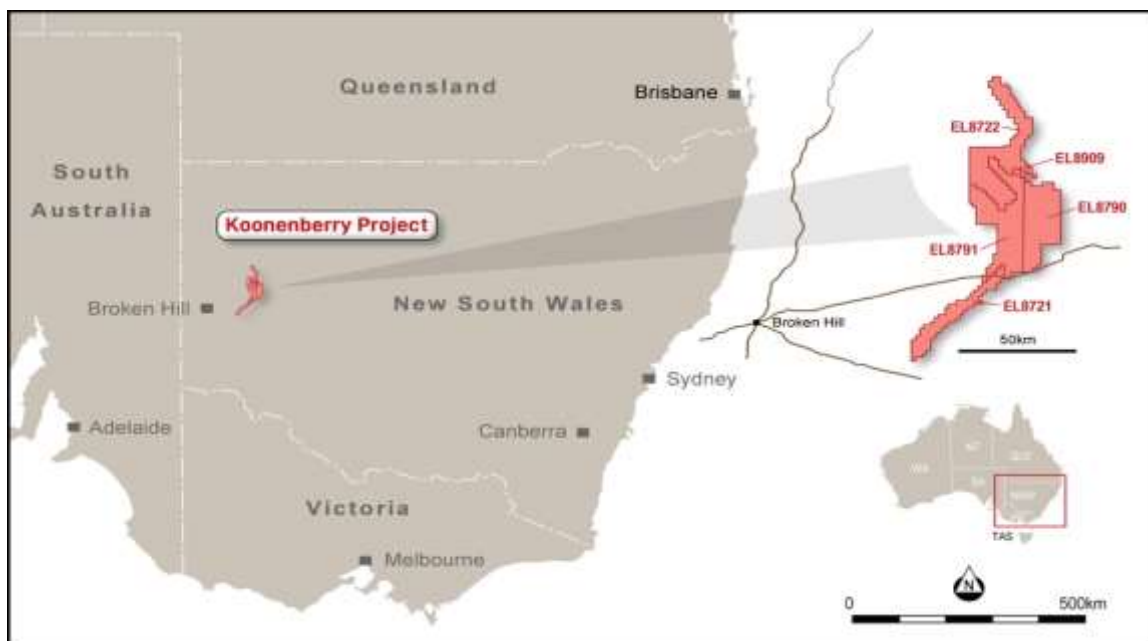


Figure 1: Koonenberry Project Location Map

Grasmere - The largest copper rich massive sulphide zone identified to date in Western NSW. Grasmere contains an Indicated and Inferred Mineral Resource Estimate reported in accordance with JORC (2004) totalling 5.75 Mt @ 1.03% Cu, 0.35% Zn, 0.05 g/t Au and 2.3 g/t Ag₁.

Grasmere is hosted in a semi continuous mineralised zone over a strike length of 4km and defined by 75 drill holes and is open at depth. EM results confirm higher magnitude anomalism along strike and in proximity to the Grasmere deposit, highlighting the potential association with increased sulphide mineralisation.



Cymbric Vale - Minimal modern exploration has identified significant copper prospectively at Cymbric Vale with a shear hosted Cu system and similar structural and geological setting to Grasmere. EM survey results confirm targets have been identified at Cymbric Vale over >7km of strike and incorporating known copper mineralisation that extends over >1.2km of strike.

Wertago - Historic mining trend, highly prospective for VMS along strike, a further untested anomalous "Western" trend has been identified that extends for over 12km and includes 2 high priority targets.

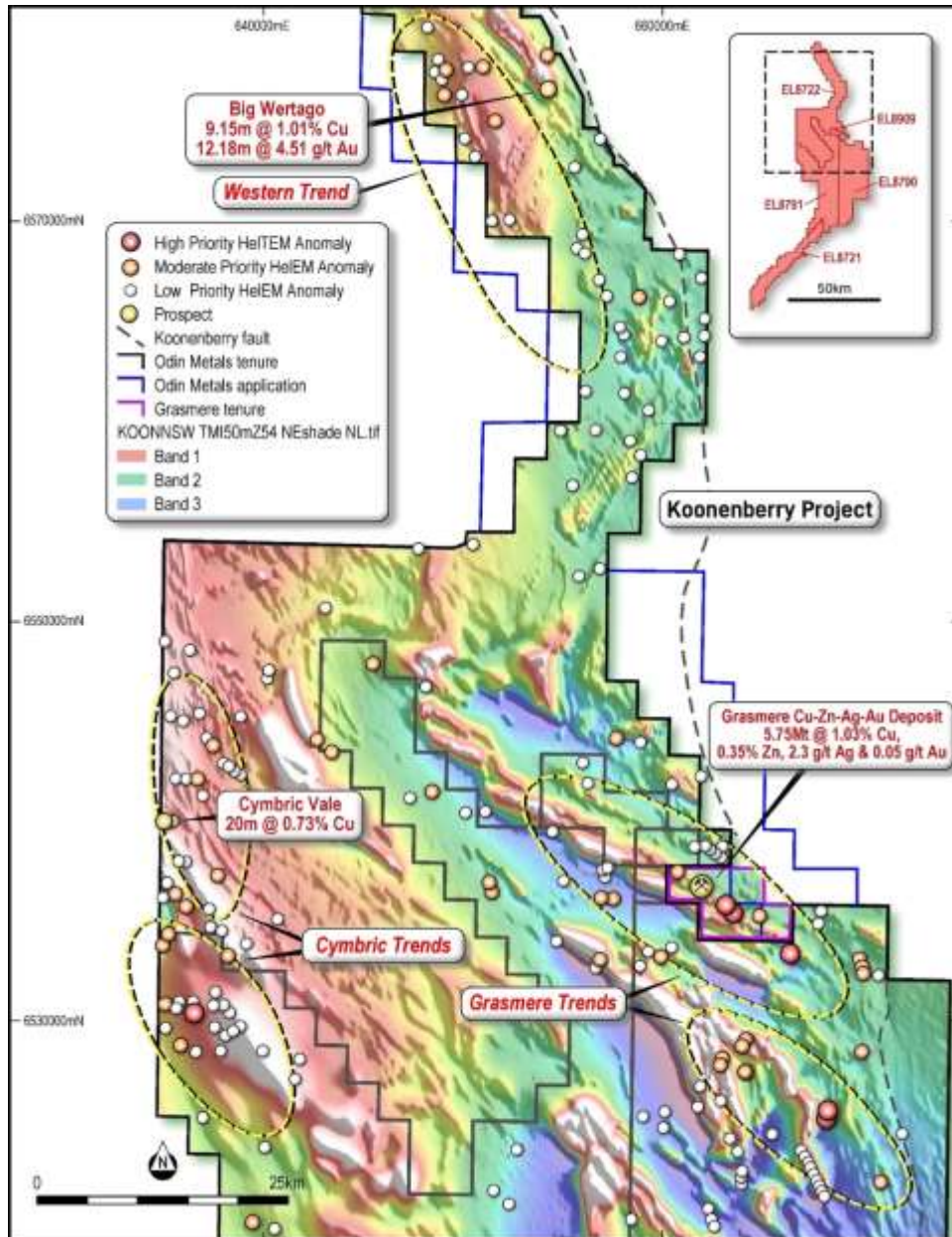


Figure 2: HelITEM EM targets at the Koonenberry Cu Project (Airborne Magnetics Background, NE Shaded TMI Image)



Directors' Report

Completion of Acquisition

On 25 August 2021, the Company advised that it had completed the acquisition of 100% of the issued share capital of Great Western Minerals Pty Ltd (GWM) from Ausmon Resources Limited (ASX:AOA). The consideration paid by the Company for the acquisition of GWM was \$97,360 cash and the issue of 15 million fully paid ordinary shares in the capital of the Company (to be escrowed for 12 months from the date of issue).

Performance Options

On 30 July 2021, the Company issued 30 million Director, Management & Advisor Performance Options exercisable at \$0.00001 within 3 years of issue, subject to the satisfaction of certain vesting conditions (Options). 50% of the Options will vest subject to the Company's shares achieving a 5-day VWAP of \$0.06 and the remaining 50% will vest subject to the Company's shares achieving a 5-day VWAP of \$0.12. Shareholder approval for the issue of the Options was received at a general meeting held on 19 July 2021.

SIGNIFICANT EVENTS AFTER THE REPORTING DATE

There have been no other significant events subsequent to the end of the financial year to the date of this report which significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, to provide the Directors of the Company with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 5 and forms part of this Directors' report for the half-year ended 31 December 2021.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to section 306(3) of the Corporations Act 2001.

A handwritten signature in black ink, appearing to read 'Jason Bontempo'.

Jason Bontempo
Executive Chairman

Perth, WA
11 March 2022

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Odin Metals Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

RSM
RSM AUSTRALIA PARTNERS


ALASDAIR WHYTE
Partner

Perth, WA
Dated: 11 March 2022

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Consolidated Statement of Profit or Loss and Other Comprehensive Income
for the half-year ended 31 December 2021

	Note	31-Dec-21 \$	31-Dec-20 \$
Interest received		123	614
Other income		-	68,899
Professional and consulting fees		(127,070)	(163,509)
Director and employee costs		(95,500)	(251,525)
Other expenses		(69,259)	(103,381)
Impairment expense		-	(6,728,315)
Loss on investment		(15,128)	(27,000)
Share based payments expense	8 (a)	(884,025)	(344,477)
Loss before income tax		(1,190,859)	(7,548,694)
Income tax expense		-	-
Net loss for the period		(1,190,859)	(7,548,694)
Other comprehensive income			
Items that may be reclassified to profit or loss		-	(38,002)
Other comprehensive income for the period net of tax		-	(38,002)
Total comprehensive loss for the period		(1,190,859)	(7,586,696)
Basic and diluted loss per share			
Basic and diluted loss per share (cents)		(0.39)	(2.90)

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



Consolidated Statement of Financial Position
as at 31 December 2021

	Note	31-Dec-21 \$	30-Jun-21 \$
Current Assets			
Cash and cash equivalents		2,153,269	2,929,171
Trade and other receivables		49,322	94,791
Total Current Assets		2,202,591	3,023,962
Non-Current Assets			
Financial assets at fair value through profit or loss	3	157,500	292,500
Plant and equipment		30,938	35,358
Deferred exploration and evaluation expenditure	4	3,681,627	2,587,294
Total Non-Current Assets		3,870,065	2,915,152
Total Assets		6,072,656	5,939,114
Current Liabilities			
Trade and other payables		208,691	65,915
Total Current Liabilities		208,691	65,915
Total Liabilities		208,691	65,915
Net Assets		5,863,965	5,873,199
Equity			
Issued capital	5	20,923,625	20,626,025
Reserves	6	3,088,997	2,204,972
Accumulated losses	7	(18,148,657)	(16,957,798)
Total Equity		5,863,965	5,873,199

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



Consolidated Statement of Changes in Equity
for the half-year ended 31 December 2021

	Issued capital	Accumulated losses	Foreign exchange translation reserve	Share option reserve	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2020	16,417,600	(8,289,382)	5,086	1,603,840	9,737,144
Total comprehensive loss for the period					
Loss for the period	-	(7,548,694)	-	-	(7,548,694)
Foreign currency translation	-	-	(38,002)	-	(38,002)
Total comprehensive loss for the period	-	(7,548,694)	(38,002)	-	(7,586,696)
Transactions with owners in their capacity as owners					
Share based payment	-	-	-	344,477	344,477
Balance at 31 December 2020	16,417,600	(15,838,076)	(32,916)	1,948,317	2,494,925
Balance at 1 July 2021	20,626,025	(16,957,798)	(38,130)	2,243,102	5,873,199
Total comprehensive loss for the period					
Loss for the period	-	(1,190,859)	-	-	(1,190,859)
Foreign currency translation	-	-	-	-	-
Total comprehensive loss for the period	-	(1,190,859)	-	-	(1,190,859)
Transactions with owners in their capacity as owners					
Shares issued during the period	300,000	-	-	-	300,000
Cost of share issue	(2,400)	-	-	-	(2,400)
Share based payment (note 8 (a))	-	-	-	884,025	884,025
Balance at 31 December 2021	20,923,625	(18,148,657)	(38,130)	3,127,127	5,863,965

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



Consolidated Statement of Cash Flows
for the half-year ended 31 December 2021

	Note	31-Dec-21 \$	31-Dec-20 \$
Cash flows from operating activities			
Payments to suppliers and employees		(262,682)	(615,301)
Interest received		123	614
Other receipts		-	68,899
Net cash used in operating activities		(262,559)	(545,788)
Cash flows from investing activities			
Purchase of plant and equipment		-	(4,500)
Proceeds from sale of tenement		-	120,000
Payments for exploration expenditure		(630,815)	(426,309)
Net cash used in investing activities		(630,815)	(310,809)
Cash flows from financing activities			
Proceeds from issue of shares		-	100,000
Proceeds from sale of equities		119,872	-
Payments for share issue costs		(2,400)	-
Net cash provided by financing activities		117,472	100,000
Net decrease in cash and cash equivalents		(775,902)	(756,597)
Cash and cash equivalents at the beginning of the period		2,929,171	2,635,783
Effect of exchange rate fluctuations on cash		-	(25,252)
Cash and cash equivalents at the end of the period		2,153,269	1,853,934

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



1. Corporate Information

The financial report of Odin Metals Limited (“Odin Metals” or “the Company”) for the half-year ended 31 December 2021 was authorised for issue in accordance with a resolution of the Directors on 11 March 2022. Odin Metals is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange. The nature of the operations and the principal activities of the Company are described in the Directors’ Report.

2. Summary of Significant Accounting Policies

(a) Basis of Preparation

These general purpose financial statements for the half-year reporting period ended 31 December 2021 have been prepared in accordance with applicable accounting standards including AASB 134 “Interim Financial Reporting” and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with IAS 34 “Interim Financial Reporting”.

These half-year financial statements do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2021 and any public announcements made by Odin Metals Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001. The half-year report has been prepared on an accruals basis and is based on historical costs.

(b) Compliance Statement

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS). The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The impact on the financial performance and position of the Group from the adoption of the new or amended Accounting Standards and Interpretations was not material. Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

3. Financial Assets at Fair Value Through Profit or Loss

	31-Dec-21	30-Jun-21
	\$	\$
Opening Balance	292,500	-
Acquisition of listed investments ¹	-	432,000
Disposal of listed investments ²	(119,872)	-
Loss on investments	(15,128)	(139,500)
Closing balance	157,500	292,500

¹ On 17 August 2020 the Company was issued 4,500,000 shares in Moho Resources Limited at a deemed issue price of \$0.096 per share following the completion of the acquisition and transfer of the remaining 30% ownership of tenement M27/263.

² 2,000,000 shares were sold during the half-year at \$0.06 per share.



Notes to the Consolidated Financial Statements for the half-year ended 31 December 2021

Financial assets comprise investments in the ordinary issued capital of listed entities. There are no fixed returns or fixed maturity dates attached to these investments. They are deemed to be level 1 and measured as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date.

The Company does not have any level 2 or 3 financial assets or liabilities.

	31-Dec-21	30-Jun-21
	\$	\$
4. Deferred Exploration & Evaluation Expenditure		
Exploration and Evaluation phase - at cost		
Opening balance	2,587,294	6,545,741
Acquisition of exploration tenements	397,360 ¹	1,750,000
Exploration expenditure written off	-	(7,070,084)
Exploration and evaluation expenditure incurred during the period/year	696,973	1,361,637
Closing balance	3,681,627	2,587,294

¹ During the period, the Company completed the acquisition of 100% of the issued share capital of Great Western Minerals Pty Ltd (GWM) from Ausmon Resources Limited. The consideration paid by the Company for the acquisition of GWM was \$97,360 cash and the issue of 15 million fully paid ordinary shares at fair value of \$0.02 per share.

5. Issued Capital

(a) Issued and paid up capital

Issued and fully paid	20,923,625	20,626,025
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	31-Dec-21		30-Jun-2021	
	Number of shares	\$	Number of shares	\$
(b) Movements in ordinary shares on issue				
Opening balance	451,344,335	20,626,025	259,719,335	16,417,600
Shares issued via placement (\$0.04)	-	-	-	-
Shares issued as consideration for acquisition	-	-	-	-
Shares issued via placement (\$0.018)	-	-	125,000,000	2,500,000
Conversion of Unlisted Options - \$0.75	-	-	6,625,000	663
Shares issued as consideration for acquisition	15,000,000 ¹	300,000	50,000,000	1,750,000
Shares issued to advisors	-	-	10,000,000	1,000
Transaction costs on share issue	-	(2,400)	-	(43,238)
Closing balance	466,344,335	20,923,625	451,344,335	20,626,025

¹ 15,000,000 shares were issued at fair value of \$0.02 per share (refer note 4).

	31-Dec-21	30-Jun-21
	\$	\$
6. Reserves		
Share option reserve	3,127,127	2,243,102
Foreign exchange translation reserve	(38,130)	(38,130)
	3,088,997	2,204,972



	31-Dec-21 \$	30-Jun-21 \$
6. Reserves (Continued)		
Movements in Reserves		
<i>Share option reserve</i>		
Opening balance	2,243,102	1,603,840
Share-based payments expense (note 8 (a))	884,025	639,262
Closing balance	3,127,127	2,243,102

The share option reserve is used to record the value of equity benefits provided to Directors and executives as part of their remuneration and non-employees for their goods and services. This reserve also includes subscription proceeds from options.

<i>Foreign exchange translation reserve</i>		
Opening balance	(38,130)	5,086
Foreign exchange translation difference	-	(43,216)
Closing balance	(38,130)	(38,130)

The foreign exchange differences arising on translation of foreign controlled entities are taken to the foreign currency translation reserve.

7. Accumulated Losses

Movements in accumulated losses were as follows:

Opening balance	(16,957,798)	(8,289,382)
Loss for the period	(1,190,859)	(8,668,416)
Closing balance	(18,148,657)	(16,957,798)

8. Share-based payments

(a) Recognised share-based payment transactions

Share-based payment transactions with employees, directors and suppliers are recognised either as operational expenses in the statement of profit or loss and other comprehensive income or as capital raising costs in the equity during the period were as follows:

	31-Dec-21 \$	31-Dec-20 \$
Share-based payments of options granted during the period and recognised in profit or loss	483,954	85,724
Amortisation of options granted in prior periods and recognised in profit or loss	400,071	258,753
Total share-based payments	884,025	344,477

The fair value at grant date of options granted during the reporting period was determined using the Hoadley's Barrier 1 and Black-Scholes valuation models that take into account the exercise price, the term of the option, the share price at grant date, the expected price volatility of the underlying share and the risk-free interest rate for the term of the option.



9. Share-based payments (continued)

(a) Recognised share-based payment transactions (continued)

The table below summarises options granted during the half-year ended 31 December 2021:

Grant Date	Expiry date	Exercise price per option	Balance at start of the period Number	Granted during the period Number	Exercise d during the period Number	Expired during the period Number	Balance at end of the period Number	Exercisable at end of the period Number
19/07/2021	30/07/2024	\$0.00001	-	30,000,000	-	-	30,000,000	- ¹

¹ The Performance Options will vest in accordance with the table below:

Percentage of Performance Options issued that vest	Vesting condition	Fair value
50%	The volume weighted average price of Company shares is atleast \$0.06 for 5 consecutive Trading Days	\$0.0352
50%	The volume weighted average price of Company shares is atleast \$0.12 for 5 consecutive Trading Days	\$0.0277

The model inputs, not included in the table above, for options granted during the period included:

- a) options were granted for nil consideration;
- b) expected life of the options of 3 years;
- c) share price at grant date of \$0.039;
- d) expected volatility of 90%;
- e) expected dividend yield of nil; and
- f) a risk-free interest rate ranged of 0.15%

10. Dividends

No dividends have been paid or provided for during the half-year.

11. Contingent Assets and Liabilities

The Directors are not aware of any new contingent liabilities or assets as at 31 December 2021. There has been no change in contingent liabilities or assets since the last annual reporting date.

12. Commitments

There are no known contractual commitments as at 31 December 2021.

13. Significant Events after the Reporting Date

There have been no other significant events subsequent to the end of the financial year to the date of this report which significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

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Directors' Declaration

In the opinion of the Directors of Odin Metals Limited ('the Company'):

1. The attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
 - a. complying with Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b. giving a true and fair view of the Group's financial position as at 31 December 2021 and of its performance for the half-year then ended; and
2. 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 signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.

Jason Bontempo
Executive Director

Perth, WA
11 March 2022

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
ODIN METALS LIMITED**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Odin Metals Limited, which comprises the statement of financial position as at 31 December 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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, 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*. As the auditor of Odin Metals Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

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Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Odin Metals Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Conclusion

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 Odin Metals Limited is not in accordance 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*.

Perth, WA
Dated: 11 March 2022

RSM
RSM AUSTRALIA PARTNERS


ALASDAIR WHYTE
Partner

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