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**AMANI GOLD**  
LIMITED  
**and its controlled entities**  
(ABN 14 113 517 203)

**Half Year Report**  
**31 December 2021**

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## DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity, comprising Amani Gold Limited (the "Company") and its controlled entities (collectively "Amani" or the "Group") for the half year ended 31 December 2021. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

### Directors

The names of directors who held office during or since the end of the half year and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated.

Klaus Eckhof	Executive Chairman and Managing Director
Tsang King Sun	Non-Executive Director (resigned 18 November 2021)
Maohuai Cong	Non-Executive Director (Resigned 11 March 2022)
Peter Nicholas Huljich	Non-Executive Director
John Campbell Smyth	Non-Executive Director

### Results

The consolidated loss for the half year after tax was \$2,089,415 (2020: \$2,723,583).

### Review of Operations

#### Giro Gold Project

#### **About Giro Gold Project**

The Giro Gold Project comprises of two exploration permits covering a surface area of 497km<sup>2</sup> and lies within the Kilo-Moto Belt of the DRC, a significantly under-explored greenstone belt which hosts the Barrick Gold 17 million-ounce Kibali group of deposits located within 35km of Giro. The nearby Kibali Gold Project produces more than 600,000oz gold per annum.

The Giro Gold Project area is underlain by highly prospective volcano-sedimentary lithologies in a similar structural and lithological setting as the Kibali gold deposits. Both primary and alluvial gold was mined from two main areas, the Giro and Tora areas, during Belgian rule and today. The Giro Gold Project global resource for Kebigada and Douze Match deposits exceeds 4.4Moz contained gold; with a total Indicated and Inferred Mineral Resource Estimate of 132Mt @ 1.04g/t Au, for 4.4Moz gold (0.5g/t Au cut-off grade).

The Kebigada resource followed diamond core drilling results which successfully targeted deeper high-grade sulphide associated gold mineralisation within the central core of the Kebigada deposit. Drillholes GRDD034 and GRDD035 are 240m apart and both outlined high-grade gold mineralisation deeper than previously intersected at the Kebigada deposit. These gold assay results and the current Kebigada MRE indicate the potential for the Kebigada deposit to substantially grow via targeted deeper drilling along the entire strike of the orebody.

The Company has planned a total of 3,500m of diamond at Kebigada to target extensions to the resource at depth and along strike as well as 5,860m of RC drilling at regional high grade satellite deposits to add the size and grade of the Giro global resource. Results for the first diamond hole were released in February 2022 with an intersection of 302.05m @ 1.18g/t Au from surface as well as intersecting mineralization below the resource area.

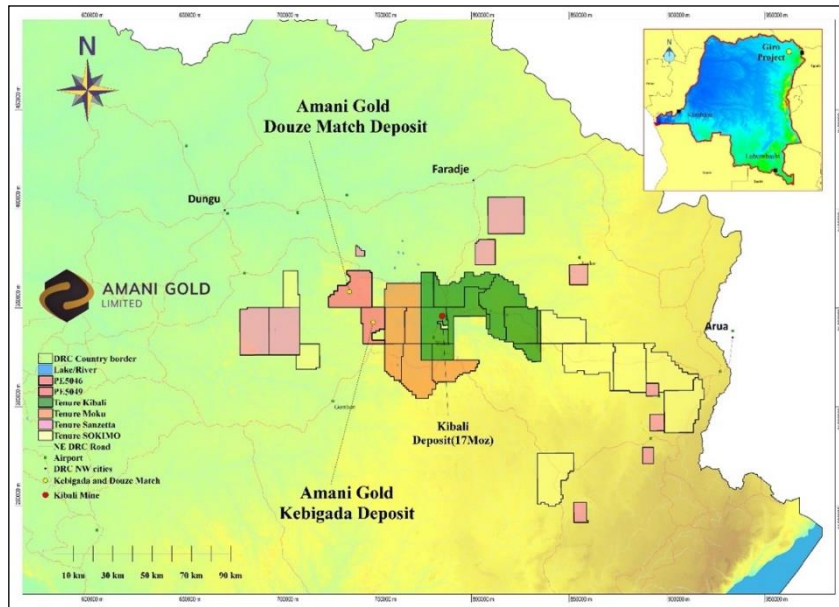


Figure 1 - Map of Haute Uele Province of the Democratic Republic of Congo, showing the location of the Kebigada and Douze Match gold deposits and tenement, Giro Gold Project.

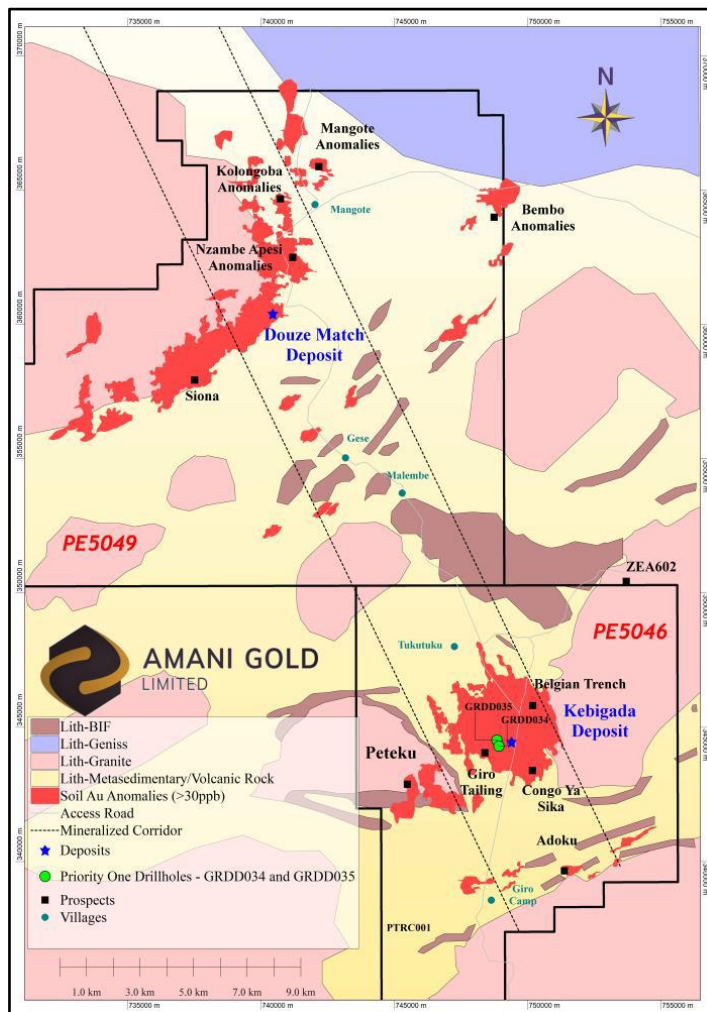


Figure 2 - Map of Giro Gold Project, showing Kebigada and Douze Match deposits, tenement, surface geology, prospect locations and diamond core drillholes GRDD034 and GRDD035 (Green).

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**TABLE 1 - GIRO GOLD PROJECT GLOBAL MRE AT 0.5 G/T AU CUT-OFF GRADE (H&SC)**

Classification	Kebigada Deposit			Douze Match Deposit			Combined		
	Tonnes (Mt)	Au (g/t)	Au (Moz)	Tonnes (Mt)	Au (g/t)	Au (Moz)	Tonnes (Mt)	Au (g/t)	Au (Moz)
<b>Indicated</b>	<b>69</b>	<b>1.09</b>	<b>2.4</b>	<b>2.2</b>	<b>1.2</b>	<b>0.09</b>	<b>71</b>	<b>1.10</b>	<b>2.5</b>
<b>Inferred</b>	<b>54</b>	<b>0.95</b>	<b>1.7</b>	<b>5.8</b>	<b>1.2</b>	<b>0.23</b>	<b>60</b>	<b>0.98</b>	<b>1.9</b>
<b>Total</b>	<b>124</b>	<b>1.03</b>	<b>4.1</b>	<b>8.1</b>	<b>1.2</b>	<b>0.32</b>	<b>132</b>	<b>1.04</b>	<b>4.4</b>

(significant figures do not imply precision and rounding may occur in totals)

**TABLE 2 - GRADE TONNAGE DATA FOR KEBIGADA MRE (H&SC)**

Cut-off (Au g/t)	Tonnes (Mt)	Au (g/t)	Au (Moz)
<b>0.0</b>	429.6	0.45	<b>6.19</b>
<b>0.3</b>	205.8	0.78	<b>5.13</b>
<b>0.4</b>	158.8	0.90	<b>4.61</b>
<b>0.5</b>	<b>123.7</b>	<b>1.03</b>	<b>4.10</b>
<b>0.6</b>	<b>98.2</b>	<b>1.16</b>	<b>3.65</b>
<b>0.7</b>	78.4	1.29	<b>3.24</b>
<b>0.8</b>	62.8	1.42	<b>2.86</b>
<b>0.9</b>	50.5	1.56	<b>2.53</b>
<b>1.0</b>	41.0	1.70	<b>2.24</b>
<b>1.2</b>	27.9	1.98	<b>1.78</b>
<b>1.3</b>	23.4	2.12	<b>1.60</b>
<b>1.5</b>	17.0	2.40	<b>1.31</b>
<b>2.0</b>	<b>8.7</b>	<b>3.04</b>	<b>0.85</b>

(significant figures do not imply precision)

**9,360m Drill Program planned at Giro**

The Company has planned a 9,360m drill program at its Giro Gold Project to take place over the next 6 months.

The program consists of 8 diamond drill holes for a total of 3,500m at the 4.1Moz Kebigada deposit and 56 RC drill holes for a total of 5,860 meters at Giro’s high grade satellite prospects - Kebigada South-East and Congo Ya Sika. (see ASX Announcement “Diamond Drilling commenced at 4.1Moz Kebigada Gold Deposit” dated 16 December 2021 and “Project and Operations Update” dated 20 December 2021).

**Diamond Drill Program**

The Company commenced its diamond drill program on 16 December 2021. The program is testing the continuity of identified mineralization along strike of the COB confirmed in previously drilled diamond holes. Drilling is also testing depth extensions of broad mineralized zones within the EOB that were outlined in previous RC drilling completed in 2017.

Drilling was completed for the first hole of this program in January 2021 with assay results received for a portion of this hole in February 2022 (See ASX Announcement “Drillhole Confirms Broad Gold Mineralisation at Kebigada” dated 28 February 2022).

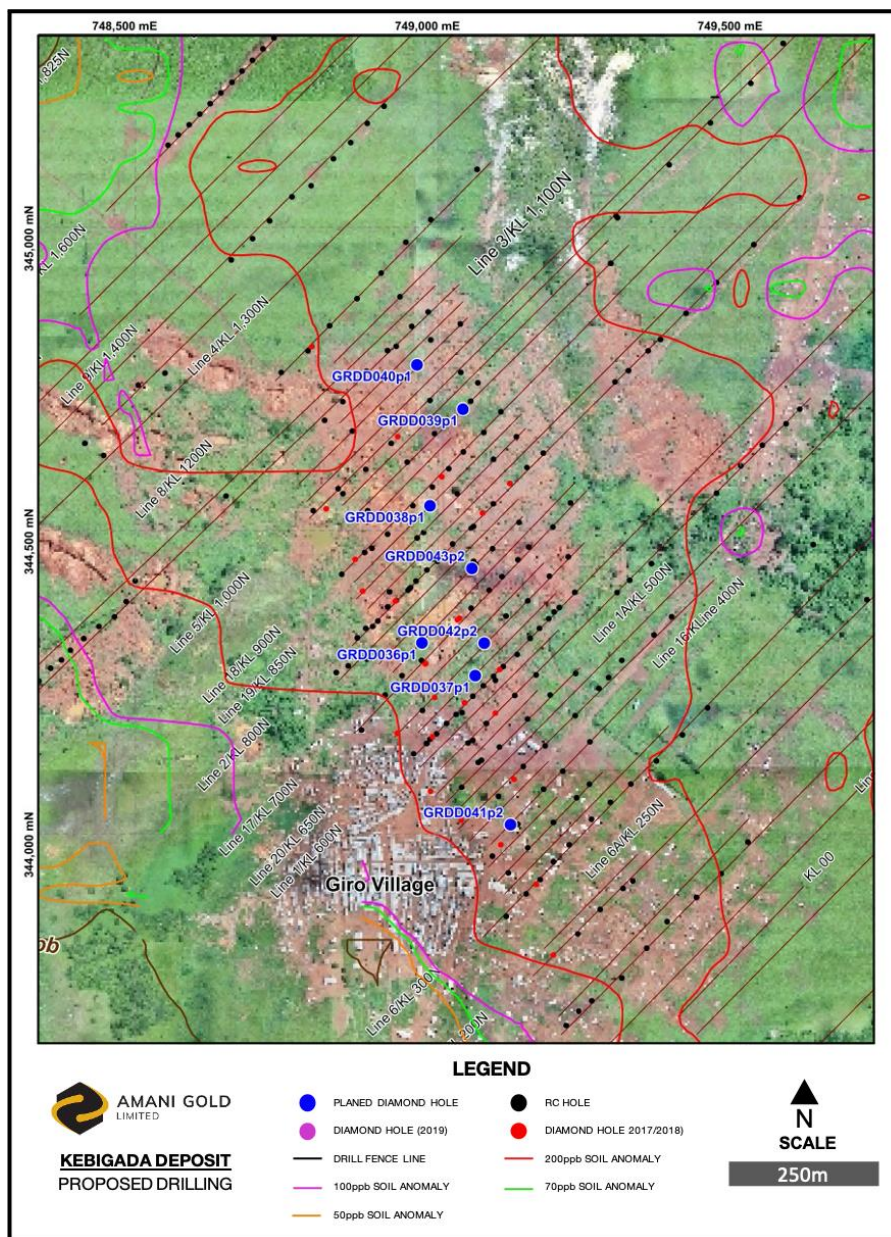


Figure 3 - Map of Proposed Diamond Drillholes at the Kebigada Deposit.

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**RC Drill Program**

In 20 December 2021 the Company announced plans for a 5,860m RC drilling campaign at Giro Project Satellite deposits Congo Ya Sika and Kebigada South-East (See ASX Announcement “Project and Operations Update” dated 20 December 2021)

The goal of the program will be to define high grade satellite prospects within the Giro Project region with the possibility to increase the grade and size of the current Giro Project gold resource.

**Congo Ya Sika Drill Program**

The prospect is located approximately 1km south east of the current resource area and comprises of high grade parallel subvertical narrow quartz vein sets in yellowish brown to purple saprolite. High grade gold mineralisation was found at the prospect during shallow rapid RC drilling completed in 2018:

- **GRRC250:** 6m @ 5.80g/t Au from 6m including 3m @ 10.9g/t Au from 9m
- **GRRC254:** 14m @ 5.12g/t Au from 37m including 4m @ 16.15g/t Au from 37m
- **GRRC297:** 3m @ 42.11g/t Au from 10m including 2m @ 62.65g/t Au from 10m

See ASX Announcements “Significant RC Drill Results at Douze Match and RC scout drilling at Satellite targets around Kebigada, Giro Gold Project” dated 2 January 2018 and “Giro Gold Project – High Grade Gold Assay Results from Kebigada Satellite Targets and Douze Match Prospects” dated 19 February 2018.

**Kebigada South-East Drill Program**

The RC drill program at the Kebigada South-East Prospect will be targeting geophysical and geochemical anomalies in the area. Previous IP surveys have outlined an anomaly area with a high chargeability and low resistivity. Soil sampling has also revealed an in situ gold anomaly of >200ppb. The drill program will be targeting high grade mineralisation on this untested anomaly. Drilling will involve 23 RC holes spaced at 50m intervals along 3 drill fence lines 050S, 150S and 300S (see figure 4).

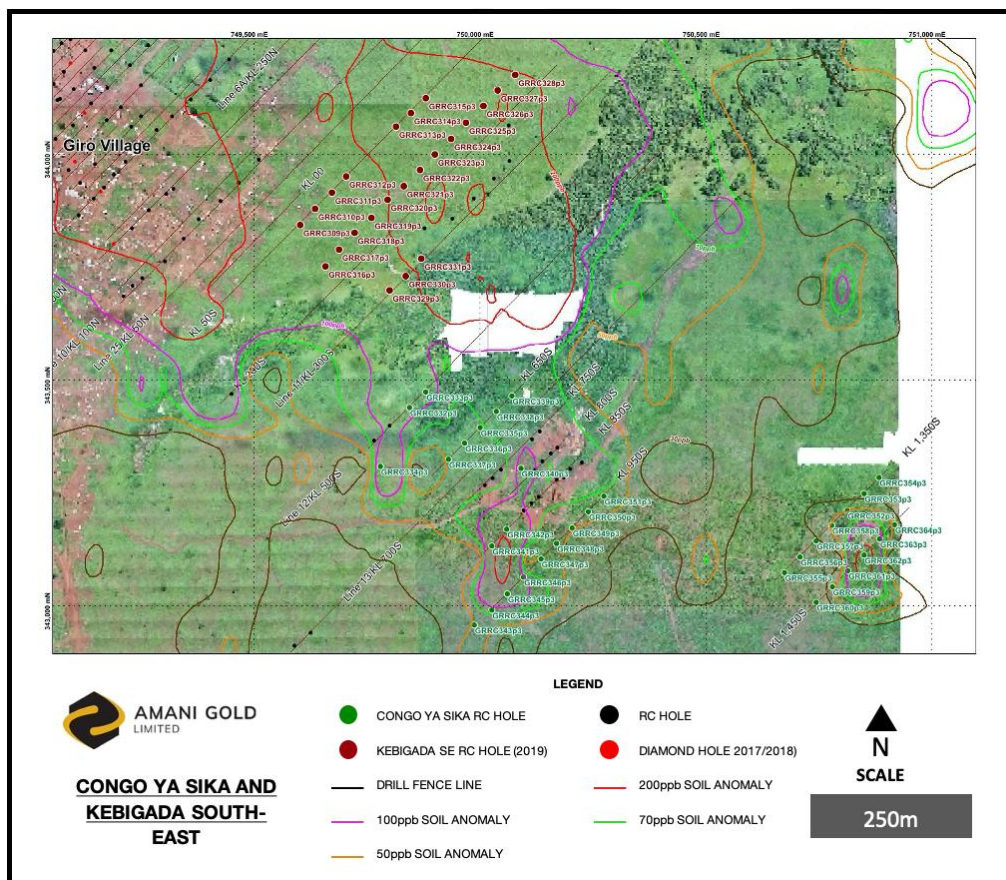


Figure 4 - Map of proposed RC Drillholes at Congo Ya Sika and Kebigada South-East Satellite Deposits.

**Amago Trading Limited (60%)**

Gold Dealers License in Tanzania On 28 November 2019, Amani announced the securing of Gold Dealer Licences in Tanzania via a 60% equity interest in Amago Trading Limited (“Amago”). The Gold Dealer Licence No. DL013/GTA/2019-2020 was granted to Amago by Ministry of Minerals Mining Commission, The United Republic of Tanzania.

Amago is a Joint Venture between Amani (via its wholly owned subsidiary) and a consortium of local mining industry professionals headed by Mr Bamwesiga Mwijage (40% Consortium). Amago opened an office in the Hub as a requirement of being granted a Dealer Licence. The in country members of the Amago joint venture were instrumental in gaining the Gold Trading Licence and will be responsible for sourcing gold in the Geita region. Gold secured by Amago in Geita will be shipped to Hong Kong for refining and sales. The Gold Dealer Licence permits Amago to buy, sell or deal in gold which is expected to produce a revenue stream for Amani. Amago has not completed any shipments of gold during the reporting period, due mainly to Covid-19 implications

**Corporate****Capital Raise**

In September 2021 the Company undertook a private placement to raise \$5,250,000 before costs from sophisticated and professional investors through the issue of 5,250,000,000 shares at an issue price of \$0.001 per share. Each participant in the Placement was offered a 1:1 free attaching listed option (ANLOA) (Option), each exercisable at \$0.0015 and expiring on 15 January 2024.

The Placement was completed in two tranches. Tranche 1 comprised of 1,800,000,000 shares and were issued using the Company’s existing placement capacity under ASX Listing Rule 7.1. Tranche 2 of the Placement comprised of 3,450,000,000 shares and was subject to shareholder approval. The grant of Options pursuant to the Placement was also subject to shareholder approval. Shareholder approval was received at the Company’s Annual General Meeting (see ASX Announcement “*Results of AGM 2021*” dated 16 November 2021).

Funds raised from the Placement will be allocated to development and commercialisation of the Company’s Giro Gold Project, providing working capital and to pay for the costs of the Placement (a 6% capital raising fee on gross proceeds raised will be paid to multiple brokers of the Placement). Funds were also be allocated for repayment of a \$2.1M convertible note held by Neo Gold Limited (Neo). This convertible Note was repaid on 8 March 2022.

The Company received \$6,330,551.04 in funds from the exercise of 4,220,367,360 ANLOA options.

**Joint Venture Update**

The Company has made the final Goodwill payment of US\$897,605 under the Association Agreement between Amani subsidiary Amani Consulting SARL and La Société Minière De Kilo-Moto SA (SOKIMO) dated 3 January 2012 (the Association Agreement).

In addition, Amani has agreed to defer the submission of a feasibility study to SOKIMO under the Association Agreement. The deadline for the submission of the feasibility study has been deferred to 30 June 2023. In consideration for the deferment, SOKIMO will be paid a monthly fee of US\$60,000 until the end of the deferment period.

The decision to defer the feasibility study provides the Company with the opportunity to undertake an extensive exploration program to further define and potentially expand the existing resource.

**Appointment of CEO**

The Company has promoted Amani Chief Operating Officer Conrad Karageorge to the title of Chief Executive Officer. Conrad Karageorge is a corporate adviser and resources executive with experience in precious and base metals projects in Australia and Africa. He has degrees in law and commerce and is a non-executive director of gold explorer Orange Minerals NL (ASX:OMX).

**Resignation of Mr Tsang King Sun as Director**

On 18 November 2021, Mr Tsang King Sun resigned as a director of Amani Gold Limited.



**Subsequent Events****GRDD036 Drill Results**

Amani Gold completed and received assay for results for the first drillhole of the diamond program. These results were released to the ASX on 28 February 2021.

The results of this first drillhole confirmed broad zones of mineralization within the existing Kebigada resource (302.05m@1.18g/t Au from surface) as well as a mineralized zone below the resource area.

Assays results were returned to a depth of 475m with the final 76.16m for GRDD036 to be dispatched to the lab for assay with the samples for the second diamond hole in the program (GRDD037) which is currently being completed.

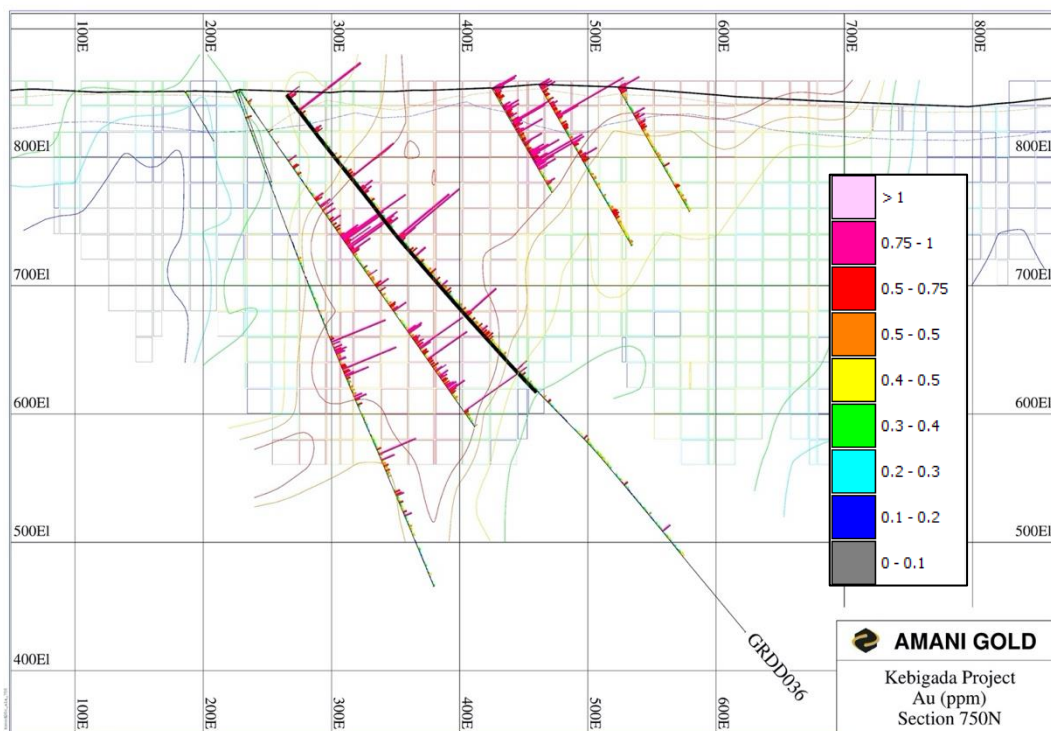
**TABLE 3 - DRILLHOLE SUMMARY**

Hole ID	Easting	Northing	Elevation (m)	End-of-Hole (m)	Azimuth	Dip	Line
<b>GRDD036</b>	748971	344313	852.04	551.16	43	-55	725N

**TABLE 4 - SIGNIFICANT INTERCEPTS<sup>1</sup>**

Hole ID	From (m)	To (m)	Interval (m)	Gold Grade (g/t)
<b>GRDD036</b>	0	302.05	302.05	1.18
<b>GRDD036</b>	13.6	22	8.4	14.35
<b>Including</b>	14.5	16	1.5	<b>75.85</b>
<b>GRDD036</b>	75.08	82	6.92	2.8
<b>Including</b>	80.93	82	1.07	14.60
<b>GRDD036</b>	139.73	149	9.27	5.71
<b>Including</b>	139.73	144	4.27	11.8
	142.10	143.13	1.03	<b>22.80</b>

<sup>1</sup> Intercepts calculated on an interval weighted average basis.



**Figure 5** - Cross Section 750N showing 2020 resource model blocks and Au (ppm) contours with GRDD036 intersection of 302.05m@1.18g/t Au highlighted as a thick black line along the drillhole trace.

### Repayment of Convertible Note

Amani Gold has undertaken full repayment of all outstanding convertible notes issued to Neo Gold Limited for a total amount of A\$2,191,670.84. The Company issued 2.1M notes with a face value of \$1 per note, a 2.5% interest rate and a maturity date of 29 January 2022. (See ASX Announcement "Amani Gold Raises \$2.1M via Convertible Note and a further \$3.0M via Placement" dated 29 January 2020).

### Resignation of Cong Maohuai

On 11 March 2021, Mr Cong Maohuai resigned as a director of Amani Gold Limited.

### Changes in Affairs

#### Amago Trading

Amago Trading Limited has not purchased or completed any shipments of gold during the reporting period.

### Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires the auditor, BDO Audit (SA) Pty Ltd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on the following page.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306 (3) of the Corporations Act 2001, and on behalf of the Board by:

**Klaus Eckhof**

Managing Director

Dated: 14 March 2022

**Competent Person's Statement**

*The information in this report that relates to the Giro Gold Project has been previously reported by the Company in compliance with JORC2012 in various market releases. The Company confirms that it is not aware of any new information or data that materially affects the information included in those earlier market announcements.*

**Forward Looking Statements**

*Statements regarding the Company's plans with respect to its mineral properties are forward-looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that the Company will be able to confirm the presence of additional mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.*

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**DECLARATION OF INDEPENDENCE  
BY ANDREW TICKLE  
TO THE DIRECTORS OF AMANI GOLD LIMITED**

As lead auditor for the review of Amani Gold Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

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

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



Andrew Tickle  
Director

**BDO Audit (SA) Pty Ltd**

Adelaide, 14 March 2022

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**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	Notes	Consolidated	
		31 December 2021 \$	31 December 2020 \$
Revenue from continuing operations		209	-
Consultants and corporate costs		(413,048)	(216,396)
Employee benefits expense		(163,314)	(537,280)
Depreciation expense		(413)	(28,772)
Occupancy expenses		(47,768)	(54,083)
Travel expenses		(8,000)	(1,030)
Share based payments expense	2	(1,035,111)	(352,908)
Foreign exchange (loss)/gain	2	(19,236)	(24,856)
Other		-	(4,486)
Impairment of exploration and evaluation assets	2	(1,779)	(1,242,199)
<b>Loss before related income tax expense</b>		<b>(1,688,460)</b>	<b>(2,462,010)</b>
Income tax (expense) / benefit		-	-
<b>Loss for the period from continuing operations</b>		<b>(1,688,460)</b>	<b>(2,462,010)</b>
<b>Loss for the period from discontinued operations</b>		<b>(400,955)</b>	<b>(261,573)</b>
<b>Loss for the period</b>		<b>(2,089,415)</b>	<b>(2,723,583)</b>
Net loss attributable to:			
Owners of Amani Gold Limited		(2,058,753)	(2,687,256)
Non-controlling interest		(30,662)	(36,327)
		<b>(2,089,415)</b>	<b>(2,723,583)</b>
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operations		609,488	(1,900,454)
<b>Total comprehensive income for the half year</b>		<b>(1,479,927)</b>	<b>(4,624,037)</b>
Total comprehensive income is attributable to:			
Owners of Amani Gold Limited		(1,617,525)	(3,565,132)
Non-controlling interest		137,598	(1,058,905)
		<b>(1,479,927)</b>	<b>(4,624,037)</b>
<b>(Loss) / earning per share from continuing operations attributable to owners of Amani Gold Limited'</b>			
Basic and diluted (loss) per share (cents)		(0.0119)	(0.0002)
<b>(Loss) / earning per share from discontinued operations attributable to owners of Amani Gold Limited'</b>			
Basic and diluted (loss) per share (cents)		(0.0028)	(0.0003)
<b>(Loss) / earning per share from attributable to owners of Amani Gold Limited'</b>			
Basic and diluted (loss) per share (cents)		(0.0147)	(0.0005)

The accompanying notes form part of these financial statements

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

	Notes	Consolidated	
		31 December 2021 \$	30 June 2021 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents		9,028,576	874,608
Other receivables		64,134	62,404
<b>Total Current Assets</b>		<b>9,092,710</b>	<b>937,012</b>
<b>Non-Current Assets</b>			
Property, plant and equipment		33,269	30,231
Exploration and evaluation expenditure	3	25,671,288	22,611,498
<b>Total Non-Current Assets</b>		<b>25,704,557</b>	<b>22,641,729</b>
<b>Total Assets</b>		<b>34,797,267</b>	<b>23,578,741</b>
<b>Current Liabilities</b>			
Trade and other payables		1,270,697	903,105
Interest-bearing Convertible Notes		2,100,000	2,100,000
<b>Total Current Liabilities</b>		<b>3,370,697</b>	<b>3,003,105</b>
<b>Total Liabilities</b>		<b>3,070,697</b>	<b>3,003,105</b>
<b>Net Assets</b>		<b>31,726,570</b>	<b>20,575,636</b>
<b>Equity</b>			
Contributed equity	4	92,343,125	80,352,042
Reserves		12,919,959	12,258,954
Accumulated losses		(60,708,759)	(58,770,006)
<b>Capital and reserves attributed to the owners of Amani Gold Limited</b>		<b>44,854,325</b>	<b>33,840,990</b>
Non-controlling interest		(13,127,755)	(13,265,354)
<b>Total Equity</b>		<b>31,426,570</b>	<b>20,575,636</b>

The accompanying notes form part of these financial statements.

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

**2020**

	Contributed Equity	Accumulated Losses	Share Based Reserve	Option Premium Reserve	Foreign Currency Translation Reserve	Non- controlling interests	Total Equity
	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2020</b>	76,642,247	(54,659,847)	6,569,972	1,585,693	4,180,830	(13,949,392)	20,369,503
<b>Total comprehensive income for the half year</b>							
Loss for the half year	-	(2,687,256)	-	-	-	(36,327)	(2,723,583)
<i>Other comprehensive income</i>							
Exchange differences on translation of foreign operations	-	-	-	-	(877,876)	(1,022,578)	(1,900,454)
<b>Total comprehensive income for the half year</b>	-	(2,687,256)	-	-	(877,876)	(1,058,905)	(4,624,037)
<b>Transactions with equity holders in their capacity as equity holders</b>							
Share and listed option issues	2,552,500	-	-	1,498,435	-	-	4,050,935
Share issue costs	(1,641,306)	-	-	-	-	-	(1,641,306)
Share based payments expense	-	-	-	-	-	-	-
Share based payments expense – performance rights	-	-	352,908	-	-	-	352,908
<b>Balance at 31 December 2020</b>	<b>77,553,441</b>	<b>(57,347,103)</b>	<b>6,922,880</b>	<b>3,084,128</b>	<b>3,302,954</b>	<b>(15,008,297)</b>	<b>18,508,003</b>

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

**2021**

	Contributed Equity	Accumulated Losses	Share Based Reserve	Option Premium Reserve	Foreign Currency Translation Reserve	Non controlling interests	Total Equity
	\$	\$	\$	\$	\$	\$	\$
<b>Balance at 1 July 2021</b>	80,352,042	(58,770,006)	7,289,417	3,084,128	1,885,409	(13,265,354)	20,575,636
<b>Total comprehensive income for the half year</b>							
Loss for the half year	-	(2,058,753)	-	-	-	(30,662)	(2,089,415)
<i>Other comprehensive income</i>							
Exchange differences on translation of foreign operations	-	-	-	-	441,227	168,261	609,488
<b>Total comprehensive income for the half year</b>	-	(2,058,753)	-	-	441,227	(137,599)	(1,479,927)
<b>Transactions with equity holders in their capacity as equity holders</b>							
Share and listed option issues	12,303,184	-	(695,333)	-	-	-	11,607,851
Share issue costs	(312,101)	-	-	-	-	-	(312,101)
Share based payments expense - Expiry	-	120,000	(120,000)	-	-	-	-
Share based payments expense	-	-	-	-	-	-	-
Share based payments expense – performance rights	-	-	1,035,111	-	-	-	1,035,111
<b>Balance at 31 December 2021</b>	<b>92,343,125</b>	<b>(60,708,759)</b>	<b>7,509,195</b>	<b>3,084,128</b>	<b>2,326,636</b>	<b>(13,127,755)</b>	<b>31,426,570</b>

The accompanying notes form part of these financial statements.



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

	Note	Consolidated	
		31 December 2021 \$	31 December 2020 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		-	-
Payments to suppliers and employees		(988,690)	(1,352,216)
Interest received		209	100
Other revenue		-	67,674
Net cash used in operating activities		<b>(988,481)</b>	<b>(1,284,442)</b>
<b>Cash flows from investing activities</b>			
Payment for plant and equipment		(3,038)	-
Payments for exploration expenditure		(2,069,263)	(720,710)
Net cash used in investing activities		<b>(2,072,301)</b>	<b>(720,710)</b>
<b>Cash flows from financing activities</b>			
Proceeds from securities issued		11,607,851	1,566,616
Payment for share issue costs		(398,100)	(142,870)
Proceeds from borrowings		-	-
Net cash provided by financing activities		<b>11,209,751</b>	<b>1,423,746</b>
Net increase/(decrease) in cash held		<b>8,148,969</b>	<b>(581,406)</b>
Cash and cash equivalents at 1 July		<b>874,608</b>	<b>1,129,978</b>
Effect of exchange rate fluctuations on the balances of cash held in foreign currencies		<b>4,998</b>	<b>(14,084)</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>9,028,575</b>	<b>534,488</b>

The accompanying notes form part of these financial statements.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE HALF YEAR ENDED 31 DECEMBER 2021****NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

These general purpose interim financial statements for half-year reporting period ended 31 December 2021 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Amani Gold Limited. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2021, together with any public announcements made during the following half-year.

**Significant accounting judgments and key estimates**

The preparation of the interim financial report requires management to make judgments, 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.

In preparing this interim financial report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2021.

**(a) Accounting Policies**

The accounting policies are consistent with those applied in the previous financial year and those of the corresponding interim reporting period, other than as detailed below;

**(b) Adoption of new and revised accounting standards**

The AASB has issued a number of standards and amendments to standards that are mandatory for the first time in the reporting period commenced 1 July 2021. The consolidated entity has assessed and determined that there are no new or amended standards applicable for the first time for the December 2021 half-year report that materially affect the Group's accounting policies or any of the amounts recognised in the financial statements.

**Going Concern Basis**

These financial statements have been prepared on the going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business.

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

**NOTE 2: EXPENSES**

**Consolidated**

	<b>31 December 2021</b>	<b>31 December 2020</b>
	\$	\$

Loss for the period includes the following specific expenses:

Foreign exchange loss/(gain)	19,236	24,856
Share based payment expense (a)	1,035,111	352,908
Write off of exploration and evaluation assets (b)	1,779	1,297,965

- (a) The consolidated entity has recognized an expense of \$1,035,111 (2020: \$352,908) in relation to the calculated fair value of performance rights (over ordinary shares) in the Company. These rights have been vesting either from the previous period issue of rights or issued during the current period (refer Note 4).
- (b) During the previous period the consolidated entity has written off an exploration and evaluation asset of \$1,297,965 relating the capitalized expenditure of Gada project. On 23 December 2020, Amani announced that after further detailed Due Diligence, including technical and legal aspects, along with recent field inspections of tenement areas by field geologists, the Company has decided not to pursue the Gada project.

**NOTE 3: DEFERRED EXPLORATION AND EVALUATION EXPENDITURE**

	<b>31 December 2021</b>	<b>30 June 2021</b>
	\$	\$

***Exploration and evaluation phase – at cost***

Balance at beginning of the period	22,611,498	23,451,883
Expenditure incurred during the period (a)	2,467,962	1,996,085
Impairment (b)	(1,779)	(1,014,806)
Foreign currency translation differences	593,607	(1,791,664)
Total exploration and evaluation expenditure	25,671,288	22,611,498

- (a) During the period, Amani Gold Limited has continued their Diamond drilling campaign at the 4.1Moz Kebiagada gold deposit to further define the existing resource and test mineralization extensions at depth and alone strike. Giro Gold Project Feasibility study deferred to allow for additional exploration and resource drilling.

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

- (b) During the previous period the consolidated entity has written off an exploration and evaluation asset of \$1,014,806 relating the capitalized expenditure of Gada project. On 23 December 2020, Amani announced that after further detailed Due Diligence, including technical and legal aspects, along with recent field inspections of tenement areas by field geologists, the Company has decided not to pursue the Gada project. No material impairment was noted for the period

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

**NOTE 4: CONTRIBUTED EQUITY**

	<b>31 December 2021 \$</b>	<b>30 June 2021 \$</b>
(a) <i>Ordinary shares</i>		
Issued and fully paid 22,875,564,107 (30 June 2021: 12,386,996,747)	92,343,125	80,352,042
<i>Movements in ordinary shares on issue for the period</i>		
	<b>No.</b>	<b>\$</b>
Balance at beginning of current period (1 July 2021)	12,386,996,747	80,352,042
Placement issue of shares at \$0.001 each in September 2021 <sup>1</sup>	1,800,000,000	1,800,000
Option Conversion - during the period	4,238,567,360	6,357,851
Placement issue of shares at \$0.001 each in November 2021 <sup>1</sup>	3,450,000,000	3,450,000
Conversion of Performance Rights	1,000,000,000	695,333
Share issue expenses	-	(312,101)
Balance at end of current period (31 December 2021)	<u>22,875,564,107</u>	<u>92,343,125</u>

<sup>1</sup>The placement includes 1.5 free attaching listed options per share as outlined in Note 4(b)

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2021

### NOTE 4 CONTRIBUTED EQUITY (continued)

#### (b) Listed Share Options

Exercise Period	Note	Exercise Price	Opening Balance 1 July 2021	Issued 2021	Exercised/ Cancelled/ Expired 2021	Closing Balance 31 December 2021
			<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>
15 Jan 2021 – 15 Jan 2024		\$0.0015	1,500,000,000	-	(1,500,000,000)	-
15 Jan 2021 – 15 Jan 2024		\$0.0015	6,828,747,997	-	(2,738,567,360)	4,090,180,637
15 Jan 2021 – 15 Jan 2024	(i)	\$0.0015		- 5,250,000,000	-	5,250,000,000
			8,328,747,997	5,250,000,000	(4,238,567,360)	9,340,180,637

- (i) On the 25th of November 2021 the company issued free attaching options to shareholders under the tranche 1 and tranche 2 of the share placement.

#### (c) Unlisted Share Options

2021 – Unlisted Options to subscribe for ordinary shares in the Company have been granted as follows:

Exercise Period	Note	Exercise Price	Opening Balance 1 July 2021	Issued During the period	Exercised/ Cancelled/ Expired In the period	Closing Balance 31 December 2021
			<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>
27 May 2019 - 27 May 2022	(ii)	\$0.0075	40,000,000	-	-	40,000,000
27 May 2019 – 27 May 2022	(ii)	\$0.01	40,000,000	-	-	40,000,000
27 May 2019 – 27 May 2022	(ii)	\$0.0125	40,000,000	-	-	40,000,000
15 Oct 2019 – 15 Oct 2022	(iii)	\$0.0075	12,000,000	-	-	12,000,000
15 Oct 2019 – 15 Oct 2022	(iii)	\$0.01	12,000,000	-	-	12,000,000
15 Oct 2019 – 15 Oct 2022	(iii)	\$0.0125	12,000,000	-	-	12,000,000
			156,000,000	-	-	156,000,000

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2021

### NOTE 4 CONTRIBUTED EQUITY (continued)

#### (d) Performance Rights

2021 - Performance Rights over ordinary shares in the capital of the Company have been granted as follows:

Expiry date	Note	Opening Balance 1 July 2021 Number	Issued 2021 Number	Exercised/ Cancelled 2021 Number	Closing Balance 31 December 2021 Number
31 December 2021	(i)	30,000,000	-	(30,000,000)	-
27 May 2022	(ii)	687,000,000	-	-	687,000,000
31 December 2022	(iii)	349,999,998	-	-	349,999,998
25 February 2024	(iv)	1,000,000,000	-	(1,000,000,000)	-
31 December 2026	(v)	-	1,200,000,000	-	1,200,000,000
		2,066,999,998	1,200,000,000	(1,030,000,000)	2,236,999,998

- (i) Performance rights vest subject to meeting specific performance conditions. 30 million performance rights were issued comprising three tranches of 10 million each. All tranches of performance rights have market vesting condition being share prices of \$0.0075 (tranche 1); \$0.01 (tranche 2); and \$0.0125 (tranche 3) or more over a consecutive 10 day business period. Each right is converted to one ordinary share upon vesting. No performance rights vested during the Period. A balance of \$12,744 was recognised as a share-based payment expense during the period.
- (ii) Performance rights vest subject to meeting specific performance conditions. 687 million performance rights were issued comprising three tranches of 229 million each. All tranches of performance rights have market vesting condition being share prices of \$0.0075 (tranche 1); \$0.01 (tranche 2); and \$0.0125 (tranche 3) or more over a consecutive 10 day business period. Each right is converted to one ordinary share upon vesting. No performance rights vested during the period. A balance of \$198,467 was recognised as a share-based payment expense during the period.
- (iii) Performance rights vest subject to meeting specific performance conditions. 350 million performance rights were issued comprising three tranches of 117 million each. All tranches of performance rights have market vesting condition being share prices of \$0.0075 (tranche 1); \$0.01 (tranche 2); and \$0.0125 (tranche 3) or more over a consecutive 10 day business period. Each right is converted to one ordinary share upon vesting. No performance rights vested during the period. A balance of \$233,333 was recognised as a share-based payment expense during the period.
- (iv) (Performance rights vest subject to meeting specific performance conditions. 1 billion performance rights were issued comprising three tranches of 333.333 million each. All tranches of performance rights have market vesting condition being share prices of \$0.0015 (tranche 1); \$0.002 (tranche 2); and \$0.003 (tranche 3) or more over a consecutive 20 day business period. Each right is converted to one ordinary share upon vesting. During the period the performance rights have been converted to shares. A balance of \$656,704 was recognised as a share-based payment expense during the period due to vesting conditions being met.
- (v) Performance rights vest subject to meeting specific performance conditions. 1.2 billion performance rights were issued comprising three tranches of 400 million each. All tranches of performance rights have market vesting condition being share prices of \$0.0015 (tranche 1); \$0.002 (tranche 2); and \$0.003 (tranche 3) or more over a consecutive 20 day business period. Each right is converted to one ordinary share upon vesting. A balance of \$50,500 was recognised as a share-based payment expense during the period.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2021

### NOTE 4 CONTRIBUTED EQUITY (continued)

The fair value per Performance Right and the following inputs were used in the valuation model:

Performance Rights	Tranche 1	Tranche 2	Tranche 3
Grant Date	16/11/2021	16/11/2021	16/11/2021
Expiry Date	15/12/2026	15/12/2026	15/12/2026
Exercise Price	Nil	Nil	Nil
Expected volatility	120%	120%	120%
Risk-free rate	1.43%	1.43%	1.43%
Life of rights	5 years	5 years	5 years
Underlying security price at issue (\$)	0.001	0.001	0.001
Fair Value per Performance Right (\$)	0.00184	0.00167	0.00154

### NOTE 5: SEGMENT INFORMATION

The Directors have determined that the Group has two reportable segments, being mineral exploration and gold trading in Africa. As the Group is focused on mineral exploration and gold trading. The Board monitors the Group based on actual versus budgeted exploration expenditure incurred by area of interest for exploration activities. The Board monitors the Group based on actual versus budgeted gold sales incurred by area of interest (Tanzania).

This internal reporting framework is the most relevant to assist the Board with making decisions regarding the Group and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date.

	Revenue from external sources	Reportable segment loss	Reportable segment assets	Reportable segment liabilities
	\$	\$	\$	\$
<b>For the period end 31 December 2021</b>				
<b>Gold Trading</b>				
Investment in Joint Venture	-	-	-	-
<b>Mineral Exploration</b>				
Exploration activity	-	(2,089,415)	34,797,267	(3,070,697)
Total	-	(2,089,415)	34,797,267	(3,070,697)
		<b>For the period end 31 December 2020</b>	<b>For year ended 30 June 2021</b>	
<b>Gold Trading</b>				
Investment in Joint Venture	-	(48,747)	-	-
<b>Mineral Exploration</b>				
Exploration activity	67,774	(2,674,836)	23,578,741	(3,003,105)
Total	67,774	(2,723,583)	23,578,741	(3,003,105)

### NOTE 6: CONTINGENT ASSETS AND LIABILITIES

If 3moz (measured and indicated category) gold resources at a cut-off grade of 2.5g/t Au are estimated at the Giro Project, Amani will be required to pay US\$5,350,000 to the former shareholders of Amani Consulting sarl ("Amani Consulting") from whom Amani acquired its 85% interest in the capital of Amani Consulting. At Amani's election, 50% of this amount can be settled by an issue of Amani shares at the then market value of Amani shares. In any case, the liability for this amount of US\$5.35M only falls due for payment upon drawdown of development funds. At the date of this report, the condition has not been met.

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Under the terms the Association Agreement between Amani subsidiary Amani Consulting SARL and La Société Minière De Kilo-Moto SA (SOKIMO) a company wholly owned by the DRC Government (the original holder of the Giro exploitation permits) dated 3 January 2012 (the Association Agreement), a feasibility study was required to be completed by 31st December 2018 for the Giro Gold Project. In the absence of a completed study, SOKIMO has the right to terminate the shareholders' agreement with Amani Consulting by issuing a termination notice with a six-month duration. In December 2021, Amani Consulting and SOKIMO agreed to defer the submission of the feasibility study under the Association Agreement until 30 June 2023 in exchange for monthly payments to SOKIMO of US\$60,000 and payment of the goodwill amount to SOKIMO of US\$897,605.75 which would have been payable on the conclusion of the feasibility studies and decision to mine at the Giro Project under the Association Agreement.

On 14 October 2019 Amani Gold provided an update in relation to the Gada Gold Project. The update provided background to the acquisition of the Gada Gold Project and that it had been made aware that BN Mining had commenced proceedings against SOKIMO for the wrongful termination of an Option Agreement over the Gada Gold Project. Amani Gold also advised that it understood that BN Mining had, or intended to, commence proceedings against the Company. Amani Gold has now confirmed that proceedings have also been commenced against the Company for purportedly causing SOKIMO to terminate the Option Agreement and has sought damages amounting to USD\$100m as a result of the termination of the Option Agreement. The court case with Amani Gold and BN Mining is continuing. On 29 January 2020 the Kinshasa Court gave a decision stating that SOKIMO had not wrongfully terminated their Option Agreement with BN Mining. Furthermore, our lawyers reported that BN failed to appear at the last hearing session on the 25th February 2020. The Company has requested the simple cancellation of the matter. In April of the year 2021, the commercial court of Kinshasa/Gombé had rendered its final judgment in favour of the Company by declaring the action of BN Mining not receivable for lack of quality.

In view of the nature of the trigger events relating to the Giro Gold Project and unlikelihood of a successful claim by BN Mining on Gada Gold Project legal proceedings, these liabilities are contingent in nature and no values were allocated as liabilities in this financial report (30 June 2021: Nil).

### NOTE 7: RELATED PARTY TRASACTIONS

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. There were no significant changes in the nature of related party transactions since 30 June 2021. (Refer to Note 4 for options and performance rights issued to Directors and Management)

### NOTE 8: EVENTS SUBSEQUENT TO REPORTING DATE

Since the end of the half year and to the date of this report no matter or circumstance has arisen which has significantly affected, or may significantly affect, the operations of the consolidated entity, the results of those operations or the state of affairs of the consolidated entity in subsequent financial years other than the matters referred to below.

- On 31 January 2021 the Company had issue in lieu of partial settlement of outstanding fees/wages 57,877,018 fully paid ordinary shares at a price of \$0.002 per share.
- Subsequent to 31 December 2021 the company had settled the \$2.1million convertible note.

### NOTE 9: DIVIDENDS

No dividends have been declared during the period.



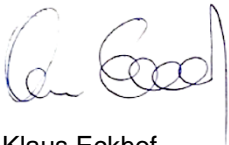
## DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Amani Gold Limited we state that:

In the opinion of the directors:

- (a) the financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
  - (i) 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
  - (ii) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and other mandatory professional reporting requirements.
- (b) there are reasonable grounds to believe that Amani Gold Limited 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, and on behalf of the Board by:



Klaus Eckhof  
Managing Director

Dated: 14 March 2022

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF AMANI GOLD LIMITED

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Amani Gold Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2021 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the 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 (including Independence Standards)* (the Code) that are relevant to the 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 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 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.

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### **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 Group'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.

A handwritten signature in blue ink that reads 'BDO'.

**BDO Audit (SA) Pty Ltd**

A handwritten signature in blue ink that reads 'Andrew Tickle'.

Andrew Tickle  
Director

Adelaide, 14 March 2022

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