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ABN 75 644 571 826

Consolidated Financial Report
for the Half Year
31 December 2021

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CORPORATE DIRECTORY

Directors

Mr Justin Boylson
Non-Executive Chairman

Mr Simon Andrew
Non-Executive Director

Mr Michael Dunbar
Managing Director

Company Secretary

Mr Alan Armstrong

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Auditors

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Securities Exchange Listing

ASX Limited
Exchange Plaza
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Perth WA 6000
ASX Code:M24

Country of Incorporation and Domicile

Australia

The Directors present their report, together with the financial statements, of Mamba Exploration Limited (“the Group” or “Mamba”) for the half year ending 31 December 2021.

Directors

The following persons were directors of the Company during the whole of the financial period and up to the date of this report, unless otherwise stated:

- Justin Boylson – Non-Executive Chairman (appointed 23 September 2020)
- Michael Dunbar – Managing Director (appointed 23 September 2020)
- Simon Andrew – Non-Executive Director (appointed 23 September 2020)

Principal activities and review of operations

During the period the Group has commenced exploring the Calyerup Creek and Darling Range Projects.

Mamba’s key areas of focus was the permitting activities at the Darling Range Project, northeast of Perth, WA, and the Calyerup Creek Project in the Great Southern region of WA; followed by RC drilling on the Darling Range and Calyerup Creek Gold Projects and geochemical sampling of the Ashburton Gold Project; as well as initial field investigations on the Kimberley projects, primarily focused on the Copper Flats area.

Exploration Activities

The Company commenced drilling activities on the Darling Range Project and the Calyerup Creek Gold Project during the half year, while also progressing the Kimberley and Ashburton Projects through geochemical sampling and data compilation.

Darling Range Nickel, Copper and PGE Project (100% Mamba) (E70/5147, E70/5329, E70/5753 and E70/5203)

The Darling Range Project comprises of four granted exploration licences. The project covers approximately 100km² and is located between 100km and 120km north-east of Perth. The nearby towns include Northam, Toodyay, New Norcia, and Gingin (Figure 1).

Black Hills Project Area:

The Black Hills Project area is located approximately 30km east of Chalice Mining’s Julimar discovery (Figure 1), north-east of Perth, WA. This area is a priority for the Company.

During the half year Mamba completed land access negotiations with the key farmer in the Black Hills area as well as conducting initial RC drilling of the AEM target defined from the survey over the Darling Range Project completed late in CY21 (Figure 2). The Black Hills area has been the priority for the project with detailed ground based EM and detailed drone magnetic surveys undertaken during the half year. This data has defined an intrusion to the north of the tenement that has undergone initial RC drill testing late in the half year.

The initial RC drilling identified a number of narrow zones of disseminated sulphide mineralisation in the first two holes.

The RC drilling intersected the interpreted mafic / ultramafic intrusion that is considered to be key rock type for hosting mineralisation similar to that found by Chalice Mining at the Julimar discovery. (Figure 3). Additionally, the RC drilling did not intersect any stratigraphic units (like black shales) that could explain the AEM anomaly identified. This has led the Company’s geophysical consultants to conclude that the EM response is most likely from a sulphide source.

The disseminated sulphides intersected to date would not produce an EM anomaly as they are not interconnected, so the potential for a sulphide accumulation within the gabbro norite intrusion which would explain the EM response has not been adequately tested. Assay results for the initial RC drilling are still pending and are expected to be received shortly.

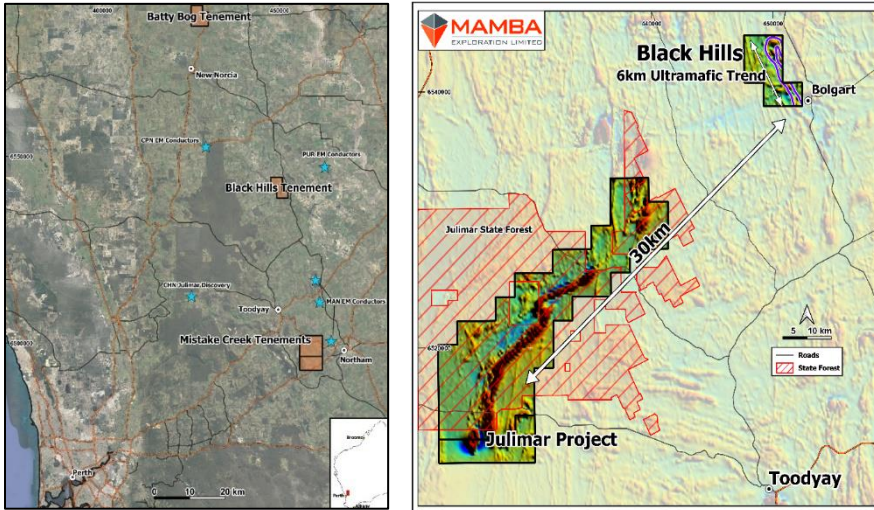


Figure 1: Location of Mamba Exploration's Darling Range Tenements (LHS) and the Black Hills Project area in relation to Chalice Mining's Julimar discovery (RHS).

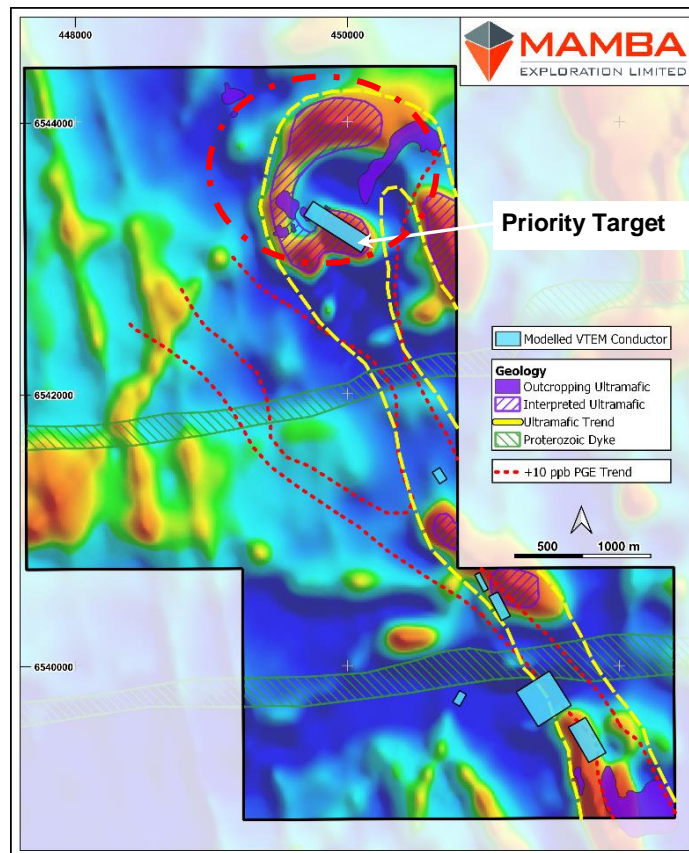


Figure 2: Mamba Exploration's Black Hills Area with AEM modelled conductors, 6km long 2PGE anomaly (dashed red line) and mapped ultramafic trend (dashed yellow line) over Total Magnetic Intensity magnetic image.

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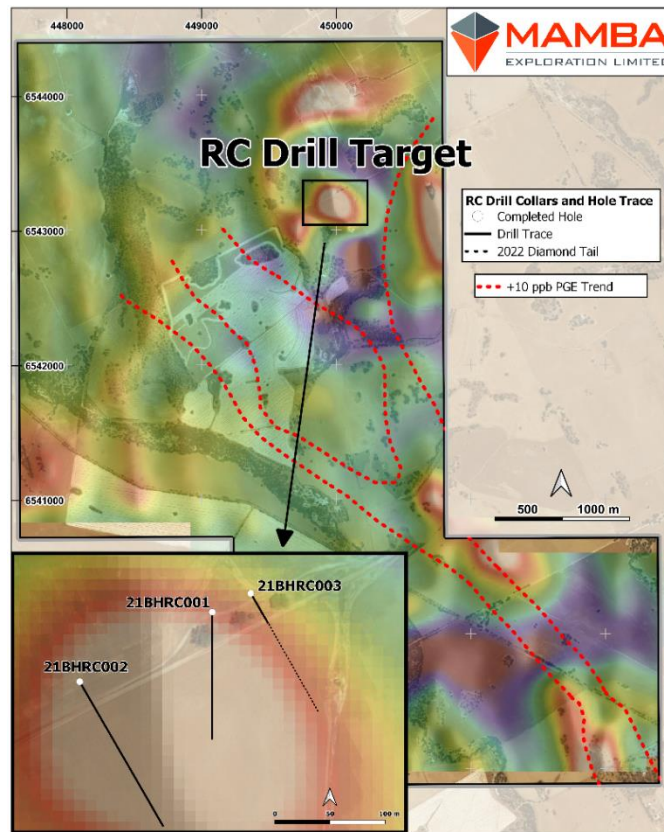


Figure 3: Drill Hole Locations for the Priority Target at the Black Hills Tenement

Calyerup Creek Gold Project (100% Mamba)
(E70/4998 & E70/5707)

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The Calyerup Creek Project which comprises of two exploration licences (E70/4998 and E70/5707) approximately 45km² in area. It is located approximately 12km east of Jerramungup township in the Great Southern region of Western Australia.

The final approval for RC drilling at the Calyerup Creek Gold Project was received in December and a 50 RC hole programme commenced with 8 holes completed prior to the end of the half year.

In Early 2022 Mamba received the results from the first 8 holes, with seven holes intersecting significant mineralisation and 5 intersecting mineralisation greater than 10m wide. Intersections included significant shallow gold mineralisation of **15m @ 2.2 g/t gold** from 1m downhole, including **3m @ 3.53 g/t gold**; **15m @ 2.08 g/t gold** from 3m downhole, including **2m @ 9.74 g/t gold**; **16m @ 1.05 g/t gold** from 18m downhole, including **3m @ 2.58 g/t gold**; and **2m @ 2.7 g/t gold** from surface and **11m @ 1.38 g/t gold** from 7m downhole (see Figures 5-9 and ASX announcement dated 17 January 2022, titled "High-Grade Shallow Gold Intersected at Calyerup Creek in Maiden Drill Programme").

These results significantly exceeded the expected results from the area. The RC programme has recommenced with the final 42 holes of the programme expected to be completed in the first half year of 2022.

In addition to the RC drilling, a programme of infill soil sampling was also completed in December 2021. This programme was designed to infill the existing soil sampling dataset and to better define the anomalous gold trends identified which extend for a total of 2,800m. This programme was a great success, identifying significant extensions to the mineralisation while also better defining the anomalous gold trends. The peak results were 2.8 g/t gold (2,800 ppb Au) from the southern trend and 1.3 g/t gold (1,300 ppb Au) from the northern trend (See Figure 10 in ASX announcement dated 17 January 2022, titled "High-Grade Shallow Gold Intersected at Calyerup Creek in Maiden Drill Programme")

Kimberley Copper, Silver, Nickel and Gold Projects

The Kimberley Project is comprised of 4 sub-projects in the Kimberley region of Western Australia. The Project includes Copper Flats, Ruby Plains, Spring Creek and Speewah East areas (Figure 4). The Copper Flats sub-project was the focus for the Kimberley exploration during the half year.

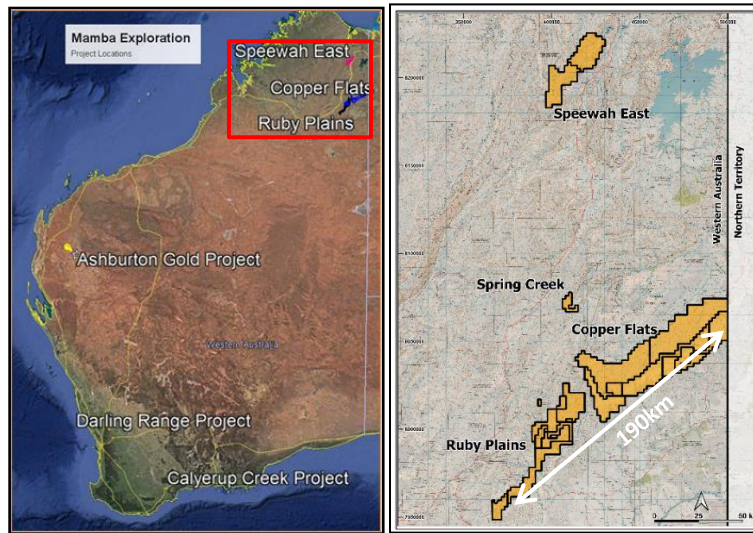


Figure 4: Kimberley Project – Locations

Copper Flats Area:

The Copper Flats Area is comprised of seven exploration licence applications (ELA 80/4569, 4586, 5247, 5280, 5281, 5708 & 5709) covering 715 blocks or approximately 2,320km² and is centred approximately 125km east-northeast of Halls Creek, and 215km south of Kununurra. The project area comprises Ord Basin sediments and volcanics within the Hardman Syncline (Figure 11). The Copper Flats area has been explored since the 1970s, with numerous reports of visible copper mineralisation in outcrop.

Recent sampling by Mamba confirmed the very high-grade copper and silver mineralisation at Area 5 and Area 4, with rock chip sampling including (see Figure 5):

- Area 5: **up to 34.3% Copper and 54.2 g/t Silver**
- Area 4 (Old Workings): **up to 22.8 % Copper and 230 g/t Silver**
- Forrest Creek: **up to 1.0 % Copper and 7.7 g/t Silver – New Prospect**
- Area 5 West: **up to 0.6% Copper – New Prospect**
- Nelson Shale: **up to 0.6 % Copper and 16.5 g/t Silver**

Following the field investigations and rock chip sample results, a detailed review of the historical exploration was undertaken. This highlighted that the Hardman sedimentary basin that hosts the mineralisation is far shallower than previously interpreted. As a result, a number of the conceptual stratigraphic and structural targets will be considerably shallower than previously interpreted, opening up the potential of the area to the north of the original project tenure. As a result, new tenement applications (E80/5708 & 5709) have been lodged with DMIRS, which more than double the size of the Copper Flats Project (see Figure 6).

Compilation of historical exploration on the new tenements has identified copper soil anomalies of up to 2,000m x 500m in size with peak results of 5% copper at the Ord Hill Prospect, historical auger sampling of up to 1m @ 0.4% copper and extremely high-grade copper rock chips up to 46.5% copper and 161 g/t silver (see Figure 7)

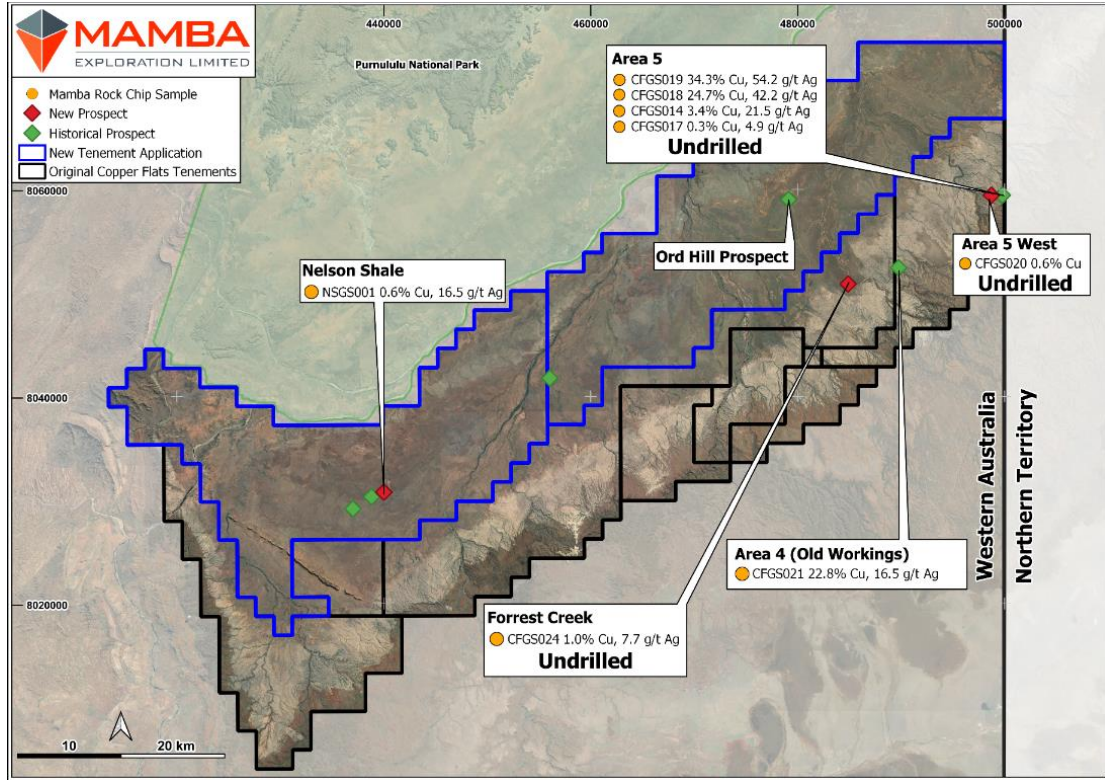


Figure 5: Copper Flats Project: Significant Copper and Silver Rock Chip Results

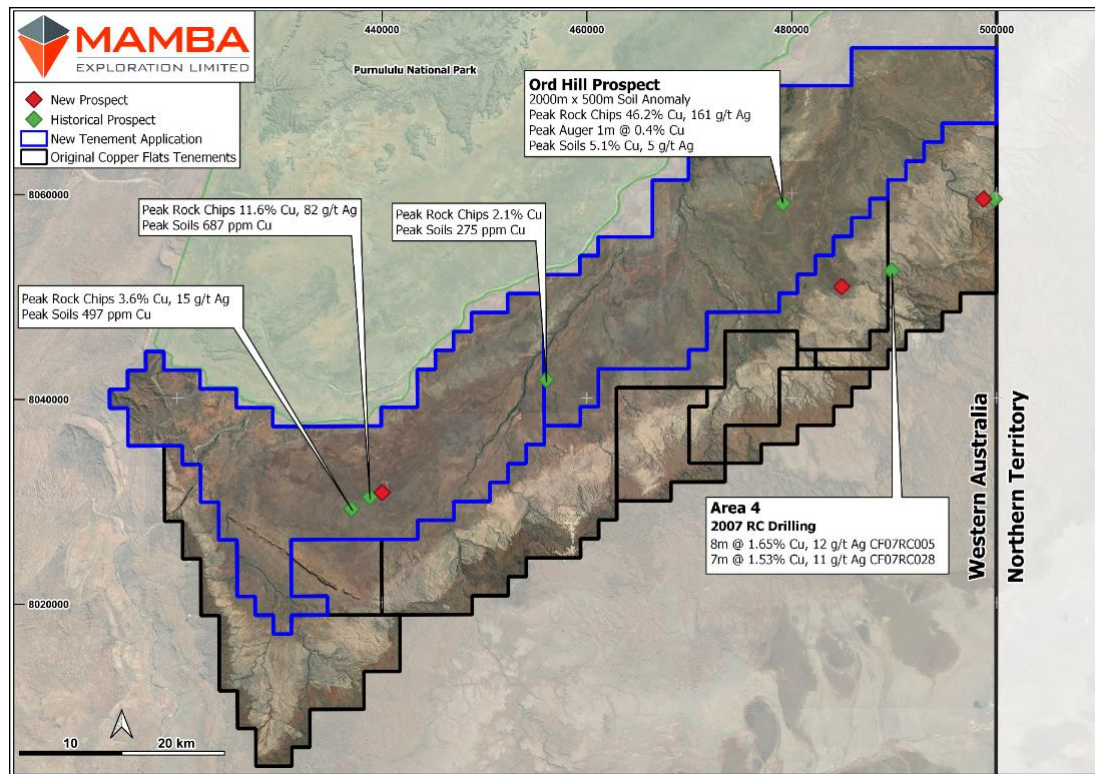


Figure 6: Copper Flats Project: Historical Sampling Results

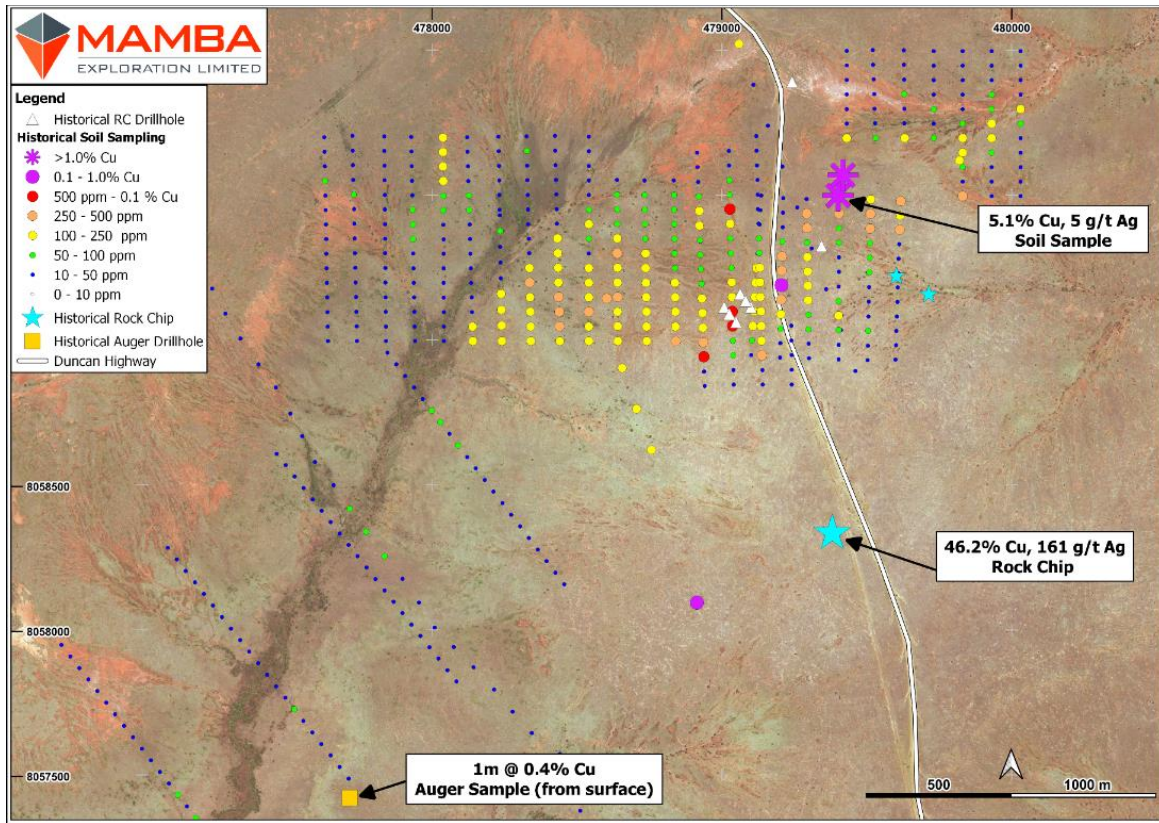


Figure 7: Ord Hill Prospect Historical Surface Sampling and Historical Drilling

Geophysical surveys and geochemical programmes for the 2022 field season are currently being planned for the Copper Flats Project.

The Company has executed Kimberley wide heritage protection agreements (HPA) with the native title owners of the land and the Kimberley Land Council (KLC). The HPAs have been negotiated to ensure that heritage is protected, while also allowing exploration to be undertaken on the projects.

Importantly, the HPAs not only cover the Company's existing tenements but also allow any future tenements that Mamba has an interest in to be included in the agreement. This significantly improves access to future opportunities that the Company identify in the Kimberley.

Ashburton Gold Project

(E08/2913, E09/2332 and ELA 09/3343)

The Ashburton Project is comprised of two granted exploration licences and one exploration licence application, covering 204 blocks or approximately 610km² of the established mineralogical terrain in the eastern part of the Gascoyne Mining District of Western Australia. The project is approximately 190km south of Onslow, 240km west of Paraburdoo and 220km north-east of Carnarvon.

During the half year auger drilling was completed on several large regional structures that run through the Osbourne Well and Lyndon tenements. Subsequent to the end of the half year the results for this geochemical sampling were received. The sampling identified a base of transported cover gold anomaly which extends for approximately 300m by 200m at the Bettina Prospect at Lyndon. The anomaly includes gold anomalism of up to 36ppb gold, which is more than 15 times the background gold level of around 2 ppb gold (Figure 8).

The historical rock chip sampling within the workings identified a number of high-grade quartz veins with grades up to 46.5 g/t gold and 4m @ 21.5 g/t gold in historical RC drilling (see Section 9 of the Mamba Prospectus dated 14 December 2020 for details). Mamba has rock chip sampled a number of the quartz veins in the workings and confirmed the mineralisation with grades of up to 36.5 g/t gold identified. Sampling of the waste dump also identified high grade mineralisation of up to 17.6 g/t gold (see Figure 9).

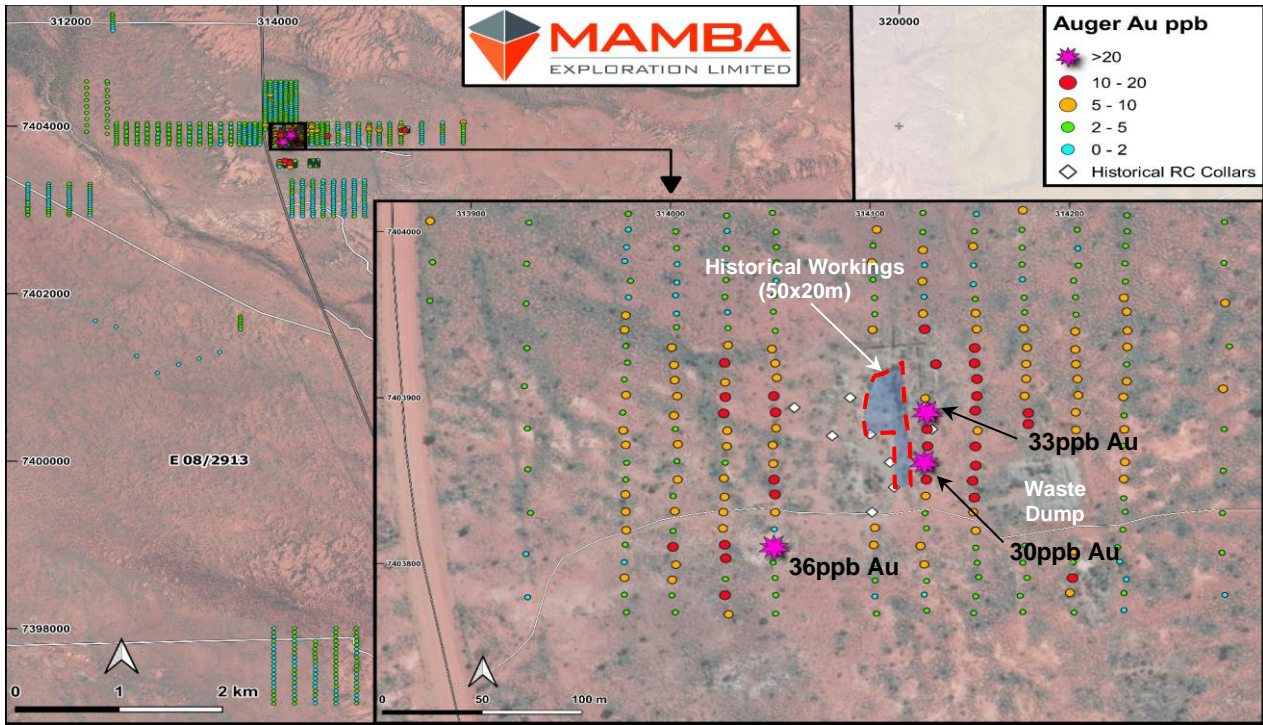


Figure 8: Lyndon Project Auger Sampling and Bettina Prospect Auger Sample Anomaly

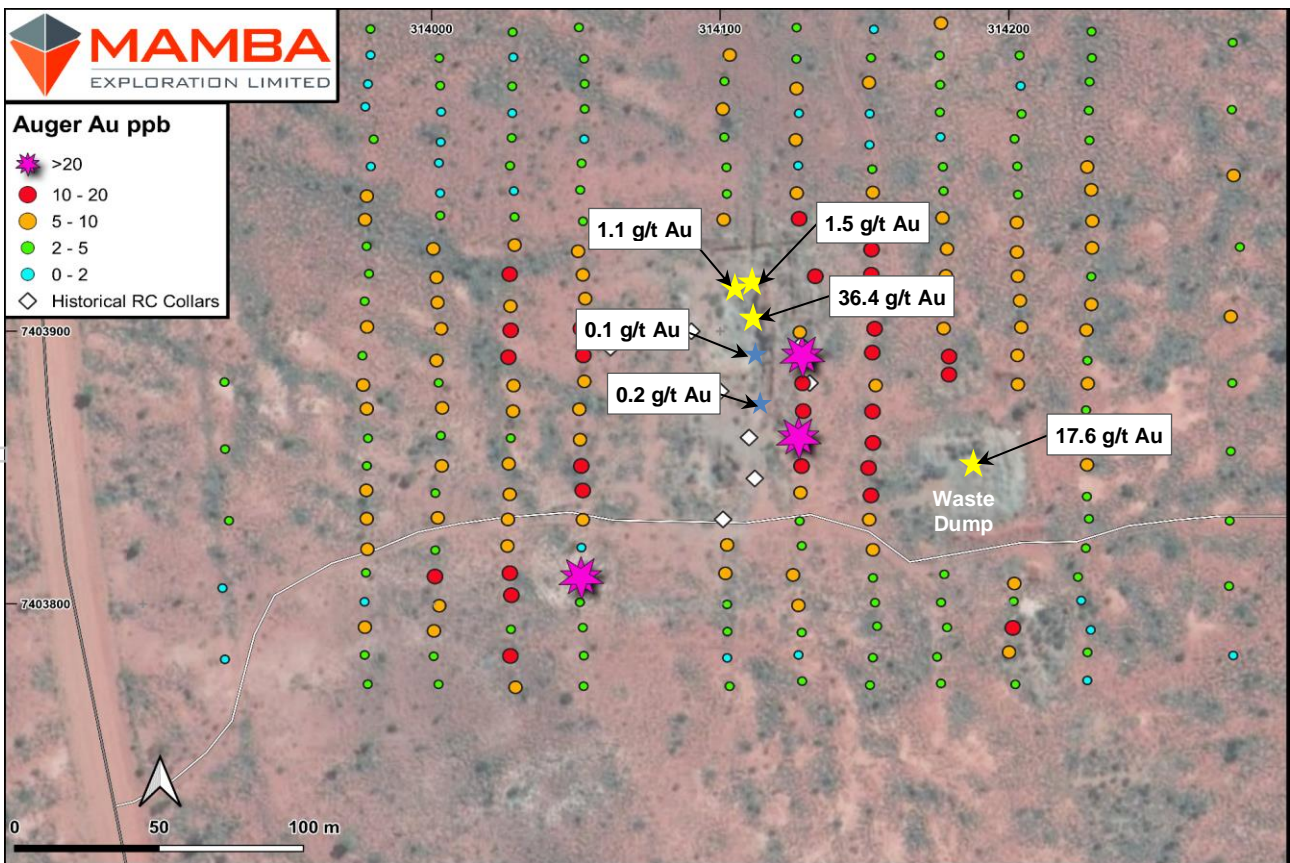


Figure 9: Bettina Prospect Rock Chip Sample Locations and Results (yellow & red stars and labels) with Auger Locations and Grades

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Operating results

The net loss after income tax for the period was \$647,647.

Dividends

No dividends were paid during the period and no dividend has been declared for the half year ended 31 December 2021.

Significant changes in the state of affairs

There have been no significant changes in the state of affairs of the Company during the half year.

Matters subsequent to the end of the financial period

No matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect, the Company's operations, the results of those operations, or the Company's state of affairs in the future financial years.

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Future Developments

Brief discussion have been included in the 'review of operations'. More detailed information on likely developments in the operations of the Company and the expected results of operations have not been included in this report because the directors believe it would be likely to result in unreasonable prejudice to the Company.

Environmental Regulation

The Company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Indemnity and insurance of auditor

The Company has not, during or since the end of the half year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.
During the half year, the company has not paid a premium in respect of a contract to insure the auditor of the company or any related entity.

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

The lead auditor's independence declaration is set out on the next page and forms part of the Directors' Report for the half year ended 31 December 2021.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.
On behalf of the directors



Mike Dunbar
Managing Director

14 March 2022

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DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF MAMBA EXPLORATION

As lead auditor for the review of Mamba Exploration 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 Mamba Exploration Limited and the entity it controlled during the period.



Jarrad Prue
Director

BDO Audit (WA) Pty Ltd
Perth, 14 March 2022

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

	Notes	Consolidated 31 December 2021 \$	Consolidated 30 December 2020 \$
Interest Income		13,996	-
Corporate Expenses	3	(243,040)	(158,144)
Salary and Wages		(317,000)	(33,043)
Exploration and evaluation expenses		(12,071)	-
Share Based Expenses	8	(50,643)	-
Depreciation		(25,951)	(2,727)
Other Expenses		(12,938)	-
LOSS BEFORE INCOME TAX EXPENSE		(647,647)	(193,914)
Income tax expense		-	-
LOSS FROM CONTINUING OPERATIONS FOR THE PERIOD		(647,647)	(193,914)
Other comprehensive income, net of tax		-	-
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		(647,647)	(193,914)
Loss per share for the period attributable to the members of Mamba Exploration Ltd (cents per share)		(1.06)	(2.33)
Diluted Loss per share for the period attributable to the members of Mamba Exploration Ltd (cents per share)		(1.06)	(2.33)

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

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

	Notes	Consolidated 31 December 2021 \$	Consolidated 30 June 2021 \$
CURRENT ASSETS			
Cash and cash equivalents		4,456,022	5,684,338
Trade and other receivables	4	97,246	79,694
TOTAL CURRENT ASSETS		4,553,268	5,764,032
NON-CURRENT ASSETS			
Right-Of-Use Assets		67,271	80,890
Property, plant and equipment		123,966	48,861
Exploration and evaluation asset	11	4,682,762	4,127,732
Other assets		2,233	1,559
TOTAL NON-CURRENT ASSETS		4,876,232	4,259,042
TOTAL ASSETS		9,429,500	10,023,074
CURRENT LIABILITIES			
Trade and other payables	6	294,661	297,481
Lease liabilities- Current		41,175	27,175
Other liabilities		9,720	3,471
TOTAL CURRENT LIABILITIES		345,556	328,127
NON-CURRENT LIABILITIES			
Lease Liabilities – Non-Current		41,220	55,219
TOTAL NON-CURRENT LIABILITIES		41,220	55,219
TOTAL LIABILITIES		386,776	383,346
NET ASSETS		9,042,724	9,639,728
EQUITY			
Issued capital	7	10,043,709	10,043,709
Share based payments reserve		506,914	456,271
Accumulated losses		(1,507,899)	(860,252)
TOTAL EQUITY		9,042,724	9,639,728

The above 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 \$	Share based payment reserve \$	Accumulated Losses \$	Total \$
Balance as at 1 July 2021	10,043,709	456,271	(860,252)	9,639,728
Profit/(Loss) for the Period	-	-	(647,647)	(647,647)
Other comprehensive loss	-	-	-	-
Total Comprehensive Loss for the Period	-	-	(647,647)	(647,647)
Transactions with owners in their capacity as owners				
Shares Issued during the period	-	-	-	-
Share based payments	-	50,643	-	50,643
BALANCE AT 31 December 2021	10,043,709	506,914	(1,507,899)	9,042,724
	Issued Capital \$	Share based payment reserve \$	Accumulated Losses \$	Total \$
Incorporated on the 23 September 2020	1	-	-	1
Profit/(Loss) for the Period	-	-	(193,914)	(193,914)
Other comprehensive loss	-	-	-	-
Total Comprehensive Loss for the Period	-	-	(193,914)	(193,914)
Transactions with owners in their capacity as owners				
Shares Issued during the period	400,300	-	-	400,300
BALANCE AT 31 December 2020	400,301	-	(193,914)	206,387

The above 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**

Notes	Consolidated 31 December 2021 \$	Consolidated 31 December 2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(588,825)	(139,886)
Interest Received	6,342	-
NET CASH FLOWS USED IN OPERATING ACTIVITIES	(582,483)	(139,886)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for Exploration and Evaluation	(555,031)	-
Payments for Plant and Equipment	(90,802)	-
Payments for acquisition costs	-	(45,251)
NET CASH FLOWS USED IN INVESTING ACTIVITIES	(645,833)	(45,251)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net proceeds from issue of shares	-	400,301
NET CASH FLOWS USED IN FINANCING ACTIVITIES	-	400,301
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS HELD	(1,228,316)	215,165
Cash and cash equivalents at beginning of financial period	5,684,338	-
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	4,456,022	215,165

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

NOTES TO THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION & STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Corporate Information

The financial report of Mamba Exploration Limited for the half year ended 31 December 2021 was authorised for issue in accordance with a resolution of the Directors on 14 March 2022.

Basis of Preparation

The general purpose financial statements for the half year period ended 31 December 2021 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

The financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with any public announcements made by the company during the half year in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The following are the accounting policies adopted by the Company in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

New and amended standards adopted by the Company

The Company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the half year ended 31 December 2021.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the company.

a) Going concern

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

b) Reporting basis and conventions

The financial information has been prepared on an accruals basis and is based on historical costs.

c) Comparatives

The information presented for the period ended 31 December 2020 is from the date of incorporation 23 September 2020 to 31 December 2020, not a full 6 months period.

d) Cash and cash equivalents

Cash and cash equivalents include cash on hand and in the bank's short-term deposits with an original maturity not exceeding three months and if greater than three months, principal amounts can be redeemed in full with interest payable at the same cash rate from inception as per the agreement with each bank, net of bank overdrafts.

NOTES TO THE FINANCIAL STATEMENTS

e) Trade and other payables

Trade and other payables are initially recognised at fair value and subsequently measured at amortised cost when the Company becomes obliged to make payments resulting from the purchase of goods and services. The amounts are non-interest-bearing, unsecured and are usually paid within 30 days of recognition.

f) Exploration and evaluation asset

Exploration and evaluation expenditure are assessed and carried forward where right to tenure of the area of interest (i.e. tenement) is current and is expected to be recouped through sale or successful development and exploitation of the area of interest, or where exploration and evaluation activities in the area of interest have not reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to the area of interest. The carrying value of any capitalised expenditure is assessed by the Directors each period to determine if any provision should be made for the impairment of the carrying value. The appropriateness of the Group's ability to recover these capitalised costs has been assessed at period end and the Directors are satisfied that the value is recoverable. The carrying value of exploration and evaluation expenditure assets are assessed for impairment at an overall level whenever facts and circumstances suggest that the carrying amount of the assets may exceed recoverable amount. An impairment exists when the carrying amount of the assets exceed the estimated recoverable amount. The assets are then written down to their recoverable amount. Any impairment losses are recognised in the income statement.

g) Contributed equity

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown as a deduction from the equity proceeds.

h) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the Consolidated Statement of Financial Position.

i) Income tax

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the statement of financial position date.

Deferred income tax is provided on all temporary differences at the statement of financial position date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred income tax liabilities are recognised for all taxable temporary differences:

- except where the deferred income tax liability arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, except where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred income tax assets are recognised for all deductible temporary differences, carry-forward of unused tax assets and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry-forward of unused tax assets and unused tax losses can be utilised:

NOTES TO THE FINANCIAL STATEMENTS

- except where the deferred income tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are only recognised to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred income tax assets is reviewed at each statement of financial position date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Unrecognised deferred tax assets and liabilities are reassessed at each statement of financial position date and reduced to the extent that it is no longer probable that future taxable profit will allow the deferred tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the statement of financial position date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in profit or loss.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and liabilities relate to the same taxable entity and the same taxation authority.

j) Fair value estimation

The nominal value less estimated credit loss adjustments of trade receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments.

k) Critical accounting estimates and judgements

The Directors evaluate estimates and judgements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data.

Share based payments

Share-based compensation payments are made available to Directors and employees.

The fair value of options granted is recognised as an employee benefit expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the employees become unconditionally entitled to the options.

The fair value at grant date is independently determined using a Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free rate for the term of the option. A discount is applied, where appropriate, to reflect the non-marketability and non-transferability of unlisted options, as the Black-Scholes option pricing model does not incorporate these factors into its valuation.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the consolidated entity based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the consolidated entity operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the consolidated entity unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

NOTES TO THE FINANCIAL STATEMENTS

2. SEGMENT REPORTING

The consolidated group has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The Board of Directors has considered the business from both a geographic and business segment perspective and the following are reportable segments under AASB 8.

	31 December 2021	31 December 2020
<i>Segment Revenue</i>	13,996	-
<i>Segment Result</i>	(647,647)	(193,914)
	31 December 2021	30 June 2021
<i>Segment Assets</i>	9,429,500	10,023,074
<i>Segment Liability</i>	(386,776)	(383,346)

3. EXPENSES

	31 December 2021	31 December 2020
Corporate Expenses		
Accounting Expenses	61,620	26,377
ASX Fees	34,841	84,255
Audit Fee	17,541	19,794
Professional Fees	-	23,800
Legal Fees	1,852	-
Office Expenses	33,809	-
Marketing Expenses	51,091	-
Other	42,286	3,917
	243,040	158,144

4. TRADE AND OTHER RECEIVABLES

	31 December 2021	30 June 2021
GST Receivables	51,242	25,315
Security Deposit	30,000	30,000
Interest Receivable	13,292	5,575
Prepayments	2,712	18,804
	97,246	79,694

NOTES TO THE FINANCIAL STATEMENTS

5. PROJECT EXPENDITURE COMMITMENTS

31 December 2021

\$

Planned project expenditure commitments contracted for:

Exploration Permits	<u>1,889,132</u>
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Payable:

- not later than 12 months	525,699
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- between 12 months and 5 periods	1,336,433
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- more than 5 periods	-
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	<u>1,889,132</u>
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6. TRADE AND OTHER PAYABLES

	31 December 2021	30 June 2021
Trade Creditors	260,012	263,859
Accrued Expenses	10,000	23,504
Other Creditors	24,649	10,118
	<u>294,661</u>	<u>297,481</u>

7. ISSUED CAPITAL

SHARE CAPITAL

31 December 2021

	Number	\$
fully paid ordinary shares	60,983,338	\$10,043,709
Balance as at 31 December 2021	<u>60,983,338</u>	<u>\$10,043,709</u>

SHARE CAPITAL

30 June 2021

	Number	\$
fully paid ordinary shares	60,983,338	\$10,043,709
Balance as at 30 June 2021	<u>60,983,338</u>	<u>\$10,043,709</u>

8. OPTIONS

On 20 July 2021 the Company issued 1,000,000 options over unissued shares with an exercise price of \$0.25 to employees and all with an expiry date of 20 July 2024, all issued under the employee incentive plan adopted on 30 November 2020. The vesting conditions attached to these options are:

- 200,000 options vests on issue
- 400,000 options vests on 1 year of service
- 400,000 options vests on 2 years of service

NOTES TO THE FINANCIAL STATEMENTS

8. OPTIONS (CONTINUED)

Valuation Assumptions

All options issued, including related party options were issued using the Black-Scholes option valuation methodology on the basis that the services were unable to be reliably valued.

Date Granted	Number of Options	Exercise Price	Expiry Date	Risk Free Interest Rate	Volatility	Underlying share price	Value of Options	Expense for Half year ended 31 December 2021
20 July 2021	1,000,000	\$0.25	20/7/2024	0.19%	80%	\$0.19	\$84,435	50,643

The total number of unquoted options on issue as at half year reporting date was 11,000,000.

9. CONTINGENT LIABILITIES

There have been no additional contingent liabilities or contingent assets recognised since the end of the previous annual reporting period, 30 June 2021.

10. DIVIDENDS

No dividends were paid or proposed during the period.
The Company has no franking credits available as at 31 December 2021.

11. EXPLORATION AND EVALUATION ASSETS

	31 December 2021	30 June 2021
A reconciliation of the carrying amount or exploration and evaluation expenditure is set out below:		
Carrying amount at the beginning of the period	4,127,732	-
Acquisition costs incurred during the period	-	3,700,833
Exploration Expenditure Capitalised	555,030	426,899
Carrying Value at the end of the period	4,682,762	4,127,732

12. CONTROLLED ENTITIES

The consolidated financial statements incorporate the assets, liabilities, and the results of the following subsidiary in accordance with the accounting policy described in note 1:

Controlled Entities	Country of Origin	Percentage owned 31 December 2021	Percentage owned 30 June 2021
Worthy Exploration Pty Ltd	Australia	100%	100%
Kimberly Infrastructure Pty Ltd	Australia	100%	-

NOTES TO THE FINANCIAL STATEMENTS

13. EVENTS AFTER BALANCE DATE

Subsequent to balance date no matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect, the Company's operations, the results of those operations, or the Company's state of affairs in the future financial years.

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DIRECTORS' DECLARATION

The Directors of the Group declare that:

1. The financial statements, comprising the Consolidated Statement of Profit or Loss and Other Comprehensive Income, the Consolidated Statement of Financial Position, the Consolidated Statement of Cash Flows, the Consolidated Statement of Changes in Equity and accompanying notes, are in accordance with the Corporations Act 2001 and:
 - a) comply with AASB 134 Interim Financial Reporting and the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b) give a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance as represented by the results of its operations, changes in equity and its cash flows, for the period ended on that date.
2. In the Directors' opinion, there are reasonable grounds to believe that the Group 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 and is signed for and on behalf of the directors by:

Dated this 14th day of March 2022.



Mike Dunbar
Managing Director

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Directors of Mamba Exploration Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Mamba Exploration 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 profit or loss and other 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.

BDO Audit (WA) Pty Ltd

BDO



Jarrad Prue

Director

Perth, 14 March 2022

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