GLADIATOR RESOURCES LIMITED AND CONTROLLED ENTITIES

ABN: 58 101 026 859

Financial Report For The Half-Year Ended 31 December 2021

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Your directors present their report on the consolidated entity (referred to herein as the Group) consisting of Gladiator Resources Limited and its controlled entities for the half-year ended 31 December 2021.

General Information

Directors

The following persons were directors of Gladiator Resources Limited during or since the end of the financial year up to the date of this report:

Mr Ian Hastings
Mr Andrew Draffin
Mr Ian Richer

DIRECTORS' REPORT

In accordance with continuous disclosure requirements, it is recommended that this half-year report be read in conjunction with any public announcements lodged with the Australian Securities Exchange for the half-year and to the date of this report.

Review of Operations

During the period ending 31 December 2021, Gladiator Resources (GLA or the Company) substantially progressed its Victorian gold projects and acquired (subject to final government approvals) seven exploration licenses prospective for Uranium and Phosphate. During and immediately following the period the Company also raised additional capital and with its Australian gold and African Uranium interests is now well placed to take advantage of the current commodities boom.

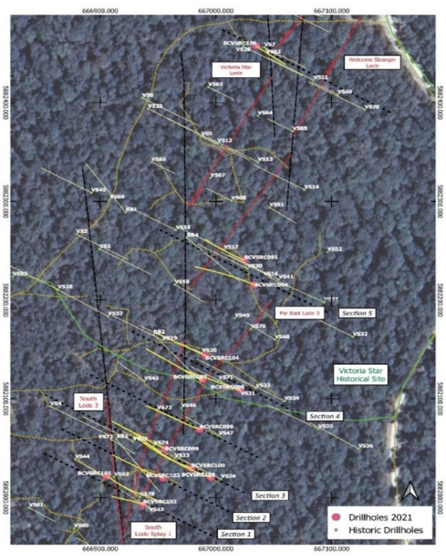
Victorian Gold Projects

Bendoc Gold Project (EL006187)

Exploration Licence (EL006187) is in the north Gippsland region of Victoria with the Victoria Star Prospect located some 4.5km south of the township of Bendoc. EL006187 covers an area of 220km2 over the historic Bendoc, Bonang and Clarkeville goldfields. During the period the Company completed its maiden drilling program at Bendoc following delays due to COVID restrictions and poor weather. The results largely confirm the historical results and place the company on track to report its maiden JORC resource. All drill holes were surveyed downhole whilst the drill rig was in place, however the rig did not have a stainless-steel tube. As such surveys of azimuth were undertaken 'open hole', with dips taken both 'open hole' and 'in the rods'. Due to the difficulty confirming relative levels (RL), the Victorian Government supplied topographic contour data was used to create a gridded surface which more accurately reflected the relative levels of each of the drill holes.

Thirteen (13) RC drill holes were completed on 14th September 2021, for a total of 1146m. Significant results included :

- 3m @ 3.08 g/t from 73m (BCVSRC094), including 1m @ 6.33 g/t from 74m
- 10m @ 5.2 g/t from 85m (BCVSRC094), including
  2m @ 18.9 g/t from 88m and 1m @ 29.3 g/t from 88m
- 21m @ 0.9g/t from 18m (BCVSRC102), including
  6m @ 2.29 g/t from 30m and 1m @ 5.83 g/t from 31m
- 5m @ 4.15 g/t from 91m (BCVSRC105), including
  3m @ 5.98g/t from 92m and 1m @ 8.54 g/t from 92m
- 14m @ 1.1g/t from 28m (BCVSRC098), including
  3m @ 1.96 g/t from 28m and 6m @ 1.39 g/t from 36m



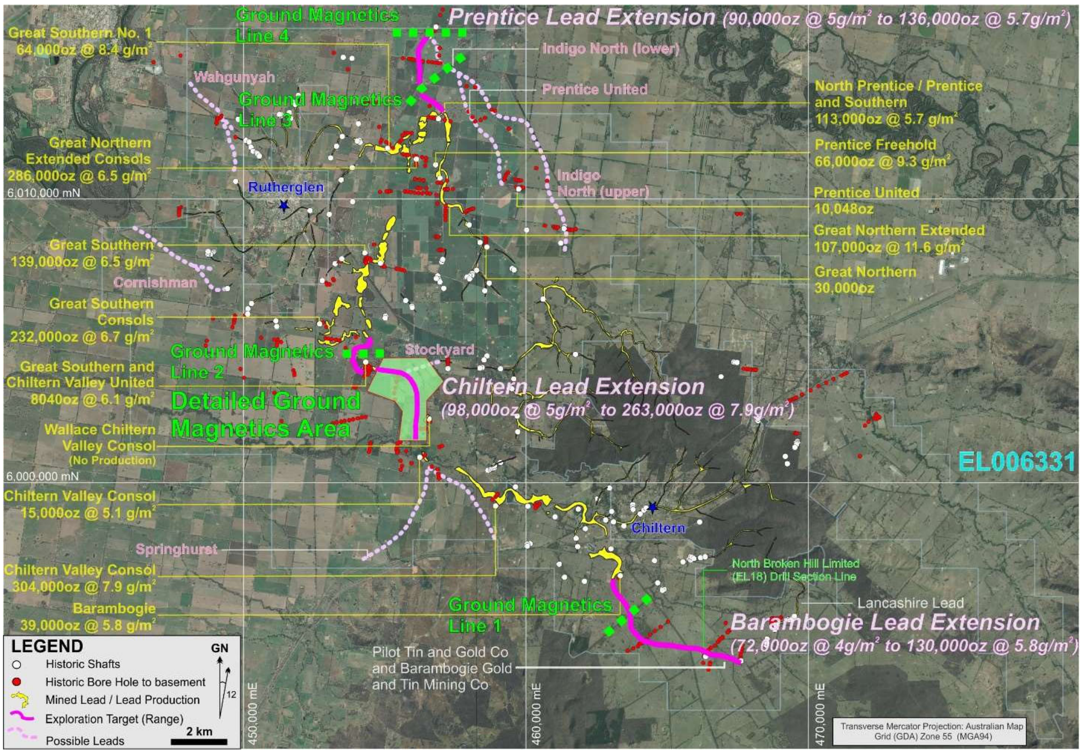
Bendoc Drillholes 2021 and Historic Drillholes

The Company is progressing with the preparation and submission of a Low Impact Exploration (LIE) work plan application to secure a Section 44 Ministerial approval to undertake exploration work to uncover as many historical drill collars as practicable at the Victoria Star prospect, using a small machine, such as a skid steer Bobcat. The historical drillhole collars will be accurately surveyed at surface by engaging a licensed surveyor to accurately record the exact location and relative level (MSL) of each collar. Having accurately located each historical drill collar, downhole surveying (using a Gyro or Reflex multishot camera equipment) will be undertaken to gather accurate downhole surveying of each of the drill holes direction (azimuths) and dips. Following the accurate surveying of the drill collars, the Company will engage an independent resource consultant to work toward upgrading the Mineral Resource Estimate (MRE) into one that is JORC compliant, whilst also working toward an accurate Geological Model. A thorough review of lithologies, assay results and mineralisation at Bendoc will be undertaken to better understand the nature of the mineralisation and the nature of the resource. The Company is arranging to have 4 historical core drill holes (BB1 – BB4) that were drilled by Dynasty Metals Australia Ltd, to be relogged and re-assayed, as only very specific portions of core have been sampled to date.

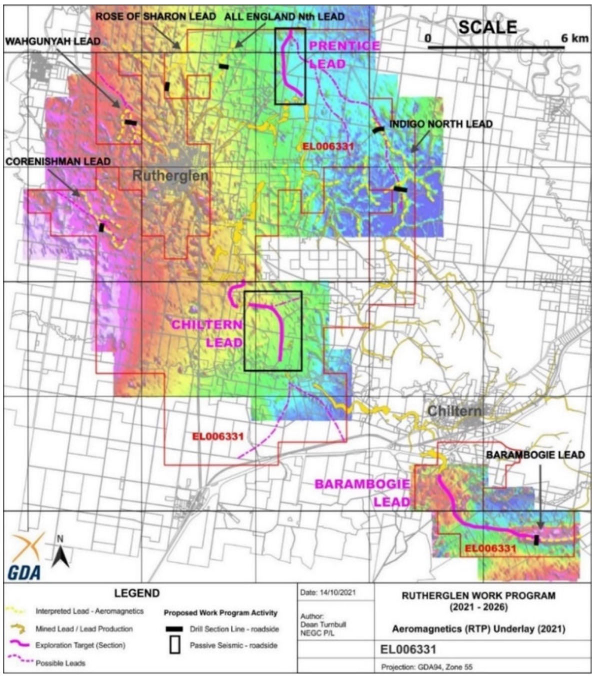
Rutherglen Gold Project (EL006631)

During the period the Company completed aeromagnetic modelling which together with the ground magnetic survey and government aeromagnetic data allowed the company to continue to focus its exploration plans for this potentially large gold opportunity based in Victoria. EL006331 covers The Rutherglen Gold Project and is located some 30km west of the regional city of Albury – Wodonga. The Rutherglen – Chiltern Goldfield is known for being a major centre of deep lead mining from the 1860's through to 1920 with gold production reported in excess of 1.45Moz (ASX 28 September 2020). The ancient river systems are buried by up to 120m of unconsolidated sediments. The concentration of magnetic minerals in the paleo-drainage has been detected with both open source and recent low level aeromagnetic data; the shallow leads appear well defined but rapidly loose definition with depth. The high magnetic response of abundant cultural magnetic features across the survey area is likely to have reduced sensitivity to the low response in the processed data, making it difficult to interpret the paths of the deeper lead sections.

As previously announced an Exploration Target was defined for the project. The Exploration Target is identified within some 16.8km of the main lead system, with potential for between 260,000 and 529,000oz at a grade range from 4 to 7.9 g/m2, which includes the Prentice Lead Extension, Chiltern Lead Extension and the Barambogie Lead Extension.

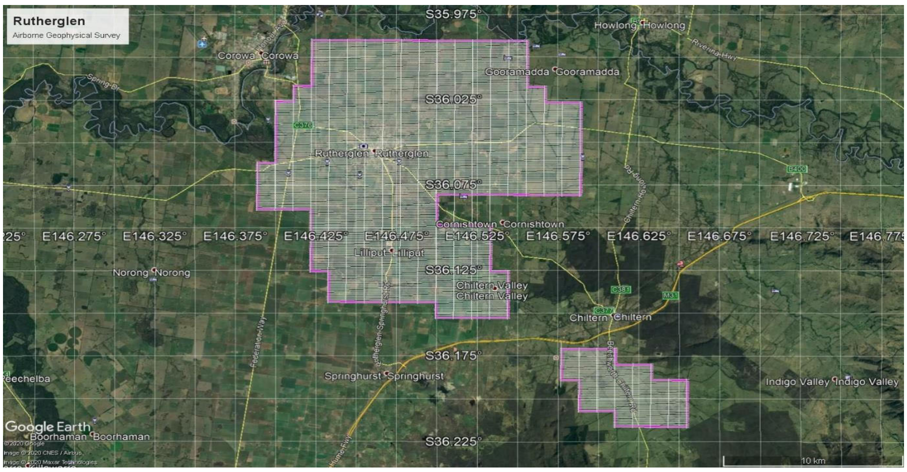


Chiltern – Rutherglen Goldfield showing historical production details after Canavan (1988), bore hole locations, historic shafts and mined lead areas. The location of the Exploration Target lead sections (Exploration Target and grade concentration range) and interpreted leads are shown within EL006331.



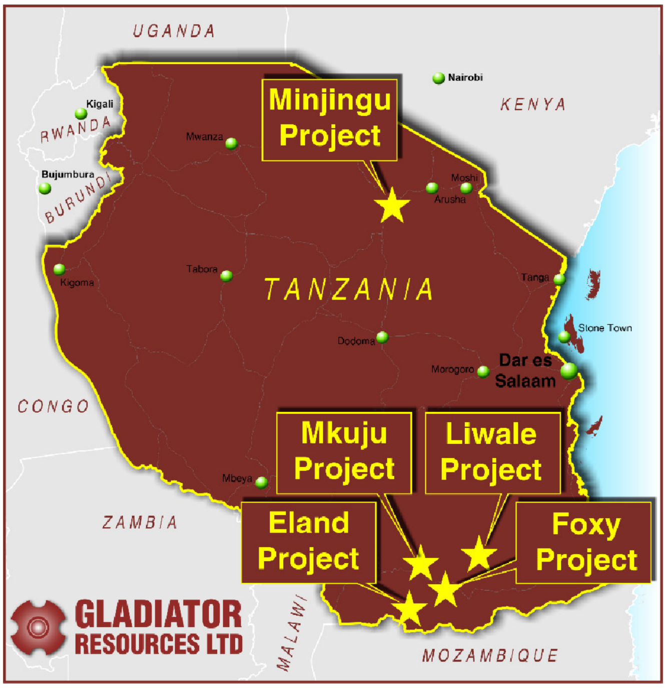
EL006331 showing interpreted shallow lead sections for initial drill testing and follow-up exploration.
Exploration Target lead sections (solid Magenta Lines) require testing via passive seismic traverses and drill follow-up to establish lead path and tenure.
Reduced to pole (RTP) aeromagnetic underlay (data acquisition and processing June-July 2021)

The detailed ground magnetics survey covered a significant proportion of the Chiltern Lead Extension section identified as part of the announced Exploration Target but failed to define the deep channels (at depths of >100m). The Government aeromagnetic data (1995) had already shown application in targeting the shallow leads and as previously reported (ASX 9 July 2021) high resolution (100m spacing) aeromagnetic survey over the Rutherglen Exploration Licence was completed in July 2021 by MAGSPEC Airborne Surveys Pty Ltd, and has further enhanced the definition of shallow lead sections for targeting. The detailed aeromagnetic over the tenement is considered adequate to outline the shallow sections of leads with sufficient detail to allow for the planning of initial drilling fences across a number of key lead targets. The rationale for this initial drill testing based on aeromagnetic, is to establish if individual lead extensions are auriferous and to determine the accuracy of the magnetic data to locate the paleochannel paths. The initial use of low impact passive seismic traverses along roadsides is also being designed to minimize landholder access requests to only landholders along the lead channel path, prior to any drilling. The passive seismic traverses may also assist with defining the paleochannels at depth. Landholder searches and investigations into the requirements necessary to explore on council managed roads are underway together with application processes to progress relevant government permits required to facilitate drilling.



Rutherglen Survey Area

Tanzanian Uranium and Phosphate Projects



Zeus project locations in Tanzania

During the period Gladiator announced its acquisition of a prospective Tanzanian exploration portfolio with the Company entering into a binding Memorandum of Understanding to acquire Tanzanian company Zeus Resources (T) Limited (Zeus Resources) which holds over 1,170km2 of highly prospective exploration tenements located in Tanzania, East Africa. Under the terms of the MOU, the Company acquired 100% of Zeus Resources (subject to regulatory approval) which was at the time the current registered applicant of Tanzanian exploration tenements PL/17785/2021, PL/17723/2021, PL/17793/2021, PL/17783/201 and PL/17724/2021, which all have subsequently been granted. The Tenements, which are prospective for several commodities including Uranium and Phosphate, have previously been owned by Uranium One, Uranex, Mantra Resources, Western Metals and Uranium Resources. The Company satisfactorily completed due diligence and exchanged contracts to finalise the acquisition with licenses applied for by Zeus to be granted on payment of relevant application fees and the proposed acquisition of Zeus by the Company subject to regulatory approvals. During the due diligence period an opportunity arose for Zeus Resources to apply for two additional neighbouring tenements PL/17890/2021 and PL/17891/2021 which it considered would enhance the existing five tenement portfolio with Licenses PL/17890/2021 and PL/17891/2021 covering a combined area of approximately 594km2 and neighbouring the Mkuju and Liwale prospects in Southern Tanzania. Zeus successfully lodged applications for those two tenements and following payment of relevant fees the tenements have been granted. The Tanzanian exploration portfolio now holds over 1,764km2 of highly prospective exploration tenements.

Share Purchase and Key Personnel Services Agreements were finalised and exchanged with milestones as follows :

- 6,000,000 Fully Paid Ordinary shares in the Company to be issued on completion of binding acquisition agreements;
- 12,000,000 Fully Paid Ordinary shares in the Company to be issued on formal grant of applications (noting that the proposed capital raising has already been successfully completed);
- 6,000,000 Fully Paid Ordinary shares in the Company to be issued on completion of a positive desktop study including evaluation of all available Tenement Information from all former owners of the Tenements;
- 6,000,000 Fully Paid Ordinary shares in the Company to be issued on identification of drill targets in each Tenement based on the results of pitting, trenching and sampling;

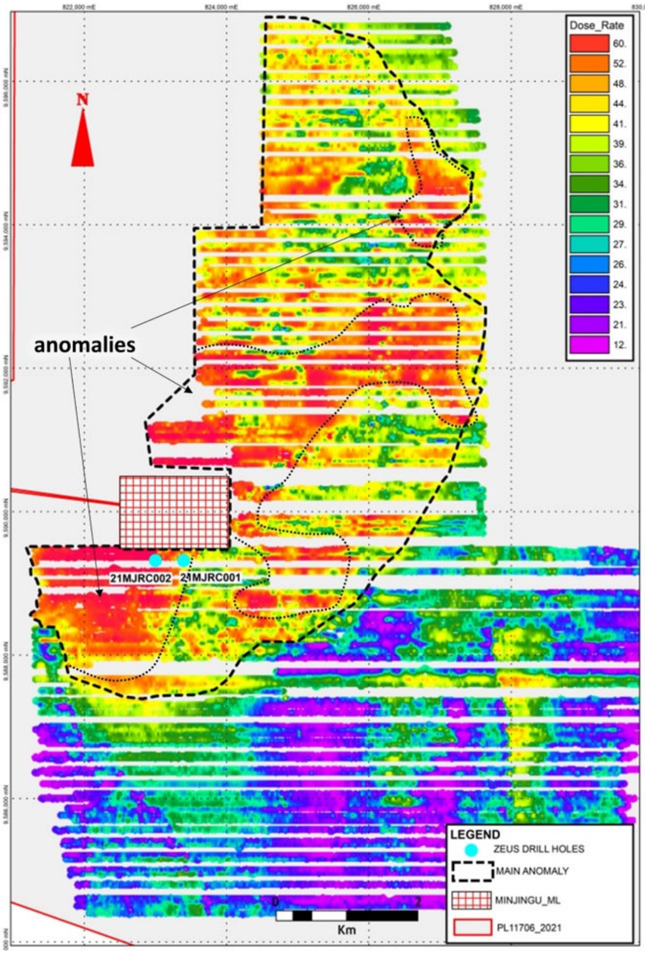
Zeus Resources has an existing on ground operational team including geologists, field staff and mining engineers many of whom have been involved in the projects with previous owners and has recently announced the appointment of The MSA Group, an experienced mining team to supplement its team. Zeus Resources has prepared a 12 month work plan to complete initial exploration on each target to a point of identifying suitable drill targets and has already commenced early stage exploration on the Northern project. Pursuant to the terms of the Share Purchase Agreements executed the Company has appointed three Directors to the Board of Zeus Resources with the existing two Zeus Resources Directors remaining and the Company is funding Zeus on an interim basis (until final approvals are received and the acquisition completed) by way of secured loan. To date works progressed primarily relate to the Northern Uranium and Phosphate project (Minjingu) and the Southern Uranium project (Mkuju).

The Tanzanian license portfolio includes the following :

Minjingu – (Uranium and Phosphate) 100% Gladiator

Minjingu covers a total area of 296.9km2 and is situated in northern Tanzania, 106km southwest of Arusha the main administrative city in the area and 520km northwest of Dar es salaam. The Minjingu Project area possesses great infrastructure such as quality tarmac roads, power lines, airport services via both Arusha and Kilimanjaro International airports and ample water. The Project is part of the East Africa Rift Valley on the eastern margin of the Tanzania craton. The tectonics of the area are dominated by a series of northeast to southwest trending rift related faults and the area is underlain by Neogene volcanics. Geology of the Prospect largely comprises young undifferentiated flat lying Neogene Lake beds which are part of the Lake Manyara Formation.

In mid-October, the Company has successfully acquired data for the Minjingu Uranium Project which encompasses licence PL11706. Gladiator was encouraged by the data which shows attractive levels of surface Uranium and Phosphate mineralization. In addition, the Tanzanian on ground team conducted a site visit to Minjingu to validate and ground truth the recently acquired project database. In December, the Company commenced its first exploration and drilling program, including the on-going ground radiometric traverses) with the planned 1000m maiden RC drilling program having been designed to evaluate historical intercepts (reported by Montero Mining and Exploration Ltd: ((TSX.V: MON)) in 2007. The previous Montero drilling program was drilled randomly, with wide spaced intervals and encouraging Uranium mineralisation was reported. The priority holes being 21MJRC001 and 21MJRC002 were drilled and delays which followed due to ground conditions provided an opportunity to dispatch samples to ALS Johannesburg) for analysis.



The new Minjingu ground radiometric data.

Mkuju – (Uranium) 100% Gladiator

In early November, Gladiator announced the acquisition of data relating to the Mkuju Uranium Project with results revealing a number of high-grade intercepts. Mkuju tenements cover 678.73km2 including well known uranium anomalies of Grand Central, Likuyu South and Likuyu North. The tenements at the closest point are less than 30km from Uranium One's Mkuju River Project. A review of the data which was acquired from previous owners and originally compiled by Uranex following drilling by various parties including Tandrill and Wallis Drilling, confirm multiple thick zones of mineralisation at shallow drilling depths which underpins the exploration potential for secondary roll-front style Uranium mineralisation across the newly consolidated project portfolio, along with numerous drill ready targets that will be aggressively explored by our in-country team. High grade uranium results included :

- 10.5m @ 1124ppm, including 2m @ 2135ppm
- 10m @ 1779ppm, including 5m @ 3193ppm and 2m @ 5124ppm
- 4m @ 1075ppm, including 1m @ 2575ppm
- 2m @ 1244ppm, including 0.5m @ 2348ppm
- 13m@ 614ppm, including 4.5m @ 1154 and 0.5m @ 3580ppm

As part of the Tanzanian portfolio the Company has also acquired the following Licenses :

Liwale – (Uranium) 100% Gladiator

The Liwale project covers 195km2 and is located outside of the Nyerere National Park and was previously owned by Mantra Resources and Uranium One. Arrangements are underway to secure historical exploration data.

Foxy Project – (Uranium) 100% Gladiator

The Foxy Project covers 299.70km2 and was previously owned by Western Metals and is known to contain uranium mineralisation similar to the Mkuju region. At its closest point Foxy is approximately 25km from the Mkuju tenements. The Company is arranging to acquire historical data.

Eland Project – (Uranium) 100% Gladiator

The Eland Project covers 294.70km2 and was previously owned by Western Metals and is known to contain uranium mineralisation. The Company is arranging to acquire historical data.

Next steps

The acquisition of Zeus Resources remains conditional on final Tanzanian Government approvals which are believed to be imminent. The Company is therefore proceeding cautiously and funding Zeus by way of secured loan until it owns Zeus unconditionally. Current activities have been limited to a small initial drill program at Minjungu in the North and to finalizing an exploration program for Mkuju in the south, expected to commence after the end of the wet season and once the acquisition is unconditional. Following the end of the period Zeus appointed well known African mining consultants MSA Group to commence the process of upgrading the Mkuju Mineral Resource Estimate to JORC 2012 standard and once that process is completed and the database review and compilation have been finalised, the proposed work plan and budget will be finalized with an expected focus initially on ground follow-up and drilling of existing radiometric anomalies and the conducting of a detailed ground radiometric survey over the prospective regional geology within the project areas.

Mkuju is expected to be the Company's focus in 2022 and additional targets generated will be ranked, prioritised and then systematically explored by auger drilling, trenching and further drilling as the year progresses.

Auditors' Independence Declaration

The lead auditor's independence declaration for the half-year ended 31 December 2021 has been received and can be found on page 7 of the Financial Report.

Signed in accordance with a resolution of directors made pursuant to s.306(3)(a) of the Corporations Act 2001.

On behalf of the Directors
Mr Andrew Draffin
Director
Dated 16 March 2022

morrows
AUDIT

Level 13, Freshwater Place, 2 Southbank Boulevard,
Southbank VIC 3006

Phone: 03 9690 5700
Facsimile: 03 9690 6509
Website: www.morrows.com.au

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF GLADIATOR RESOURCES LIMITED

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2021 there have been:

(i) no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and

(ii) no contraventions of any applicable code of professional conduct in relation to the review.

MORROWS AUDIT PTY LTD

I.L. JENKINS
Director

Melbourne: 16 March 2022

GLADIATOR RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 58 101 026 859
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

	Note	Consolidated Group	
		31 December 2021 $	31 December 2020 $
Continuing operations			
Other income		-	100,867
Audit and accounting expenses		(36,000)	(28,500)
Company secretarial fees		(5,000)	(10,000)
Consulting fees		(97,576)	(5,000)
Directors' benefits expense		(78,000)	(78,000)
Exploration expenditure (written off)		(279)	(1,383)
Fees and permits		(1,096)	(947)
Insurance		(12,991)	(11,269)
Legal costs		(79,021)	(9,799)
Rent and outgoings		-	(1,500)
Share registry maintenance fees		(8,024)	(16,385)
Travel and accomodation		(27,172)	-
Realised foreign exchange		-	-
Other expenses		(35,098)	(38,577)
Loss before income tax		(380,257)	(100,493)
Tax expense		-	-
Net loss for the period		(380,257)	(100,493)
Other comprenhensive income:			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translating foreign operations, net of tax		-	-
Total other comprehensive income for the half-year		-	-
Total comprehensive income for the half-year		(380,257)	(100,493)
Net profit attributable to:			
Owners of the parent entity		(380,257)	(100,493)
		(380,257)	(100,493)
Total comprehensive income attributable to:			
Owners of the parent entity		(380,257)	(100,493)
		(380,257)	(100,493)
Earnings per share			
From continuing and discontinued operations			
Basic and diluted loss per share (cents)	7	(0.09)	(0.04)

The accompanying notes form part of these financial statements.

GLADIATOR RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 58 101 026 859
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	Consolidated Group 31 December 2021 $	30 June 2021 $
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		1,120,656	941,733
Trade and other receivables		19,869	15,172
Other assets	4	636,714	227,289
TOTAL CURRENT ASSETS		1,777,239	1,184,194
NON-CURRENT ASSETS			
Exploration expenditure	3	585,377	244,031
TOTAL NON-CURRENT ASSETS		585,377	244,031
TOTAL ASSETS		2,362,616	1,428,225
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		81,711	146,514
TOTAL CURRENT LIABILITIES		81,711	146,514
TOTAL LIABILITIES		81,711	146,514
NET ASSETS		2,280,905	1,281,711
EQUITY			
Issued capital	5	24,729,251	23,349,800
Reserves	10	-	-
Retained earnings		(22,448,346)	(22,068,089)
TOTAL EQUITY		2,280,905	1,281,711

The accompanying notes form part of these financial statements.

GLADIATOR RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 58 101 026 859
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

GLADIATOR RESOURCES LTD

	Issued Capital $	Accumulldated Losses $	Option Reserve $	Foreign Currency Translation $	Total $
Consolidated Group					
Balance at 1 July 2020	21,581,003	(21,758,179)	-	-	(177,176)
Comprehensive income					
Loss for the period	-	(100,493)	-	-	(100,493)
Total comprehensive income for the year	-	(100,493)	-	-	(100,493)
Transactions with owners, in their capacity as owners, and other					
Shares issued during the period	877,500	-	-	-	877,500
Transaction costs	(59,859)	-	-	-	(59,859)
Total transactions with owners and other transfers	817,641	-	-	-	817,641
Balance at 31 December 2020	22,398,644	(21,858,672)	-	-	539,972
Balance at 1 July 2021	23,349,800	(22,068,089)	-	-	1,281,711
Comprehensive income					
Loss for the period	-	(380,257)	-	-	(380,257)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the year	-	(380,257)	-	-	(380,257)
Transactions with owners, in their capacity as owners, and other					
Shares issued during the period	1,439,451	-	-	-	1,439,451
Transaction costs net of tax	(60,000)	-	-	-	(60,000)
Options issued during the period	-	-	42,576		42,576
Options exercised during the period	-	-	(42,576)		(42,576)
Total transactions with owners and other transfers	1,379,451	-	-	-	1,379,451
Balance at 31 December 2021	24,729,251	(22,448,346)	-	-	2,280,905

The accompanying notes form part of these financial statements.

GLADIATOR RESOURCES LIMITED AND CONTROLLED ENTITIES
ABN: 58 101 026 859
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

	Consolidated Group	
	31 December 2021 $	**31 December 2020 $**
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(401,487)	(252,088)
Net cash (used in) operating activities	(401,487)	(252,088)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for exploration expenditure	(379,030)	(138,045)
Loan to Zeus Resources (T) Limited	(394,011)	-
Payments for bonds paid	(20,000)	-
Net cash (used in) investing activities	(793,041)	(138,045)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	1,042,576	647,500
Proceeds from exercise of options	396,875	-
Transaction costs	(66,000)	(39,800)
Net cash provided by financing activities	1,373,451	607,700
Net increase in cash held	178,923	217,567
Cash and cash equivalents at beginning of financial year	941,733	212,799
Cash and cash equivalents at end of financial year	1,120,656	430,366

The accompanying notes form part of these financial statements.

These consolidated financial statements and notes represent those of Gladiator Resources Limited and Controlled Entities (the "consolidated group" or "group").

The financial statements were authorised for issue on 16 March 2022 by the directors of the company.

Note 1 Summary of Significant Accounting Policies

Statement of compliance

The half-year financial report is prepared in accordance with the Corporations Act 2001 and AASB 134 'Interim Financial Reporting'. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year financial report does not include all the notes of the type usually included in the annual financial report. It is therefore recommended that this financial report be read in conjunction with the financial report for the year ended 30 June 2021 and any public announcements made by the Company since 30 June 2021 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001.

Basis of Preparation

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

Accounting policies

The same accounting policies and methods of computation have been followed in this interim financial report as were used in the Group's last reported annual financial statements at 30 June 2021, unless otherwise stated.

Except for cash flow information, the financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

(a) Exploration and Development Expenditure

Exploration, evaluation and development expenditures incurred are capitalised in respect of each identifiable area of interest. These costs are only capitalised to the extent that they are expected to be recovered through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit or loss in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to capitalise costs in relation to that area.

Costs of site restoration are provided for over the life of the project from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal, and rehabilitation of the site in accordance with local laws and regulations and clauses of the permits. Such costs have been determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Any changes in the estimates for the costs are accounted for on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly the costs have been determined on the basis that the restoration will be completed within one year of abandoning the site.

(b) Foreign Currency Transactions and Balances

Functional and presentation currency

The functional currency of the Company is the currency of the primary economic environment in which that entity operates. The financial statements are presented in Australian dollars, which is the Company's functional currency.

Transaction and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in profit or loss, except exchange differences that arise from net investment hedges.

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income to the extent that the underlying gain or loss is recognised in other comprehensive income, otherwise the exchange difference is recognised in the profit or loss.

Note 1: Summary of Significant Accounting Policies (continued)

The Company

The financial results and position of foreign operations whose functional currency is different from the entity's presentation currency are translated as follows:

— assets and liabilities are translated at exchange rates prevailing at the end of the reporting period;
— income and expenses are translated at exchange rates on the date of transaction; and
— all resulting exchange differences are recognised in other comprehensive income.

Exchange differences arising on translation of foreign operations with functional currencies other than Australian dollars are recognised in other comprehensive income and included in the foreign currency translation reserve in the statement of financial position and allocated to non-controlling interest where relevant. The cumulative amount of these differences is reclassified into profit or loss in the period in which the operation is disposed of.

(c) Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into the financial statements 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, obtained both externally and within the company.

Key Judgements

Exploration and Evaluation Expenditure

Exploration expenditures incurred are capitalised in respect of each identifiable area of interest. These costs are only capitalised to the extent that they are expected to be recovered through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to a relinquished area are written off in full against the profit or loss in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest will be amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

(d) Going Concern

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group generated a loss of $397,807 (31 December 2020: Loss of $100,493) and net cash outflows from the operating activities of $375,623 (31 December 2020: outflows of $252,088) for the half-year ended 31 December 2021. As of that date, the Group had a net asset position of $2,264,018 (30 June 2021: net assets of $1,281,711). These conditions indicate a material uncertainty that may cast significant doubt concerning the ability of the Group to continue as a going concern.

The Directors have prepared a cashflow forecast for the next 12 months based on best estimates of future inflows and outflows of cash to support the Group's ability to continue as a going concern. The Directors are confident that they can raise capital when required as they have been successful in the past.

Provision is made in respect of the Group's best estimate of the liability on all products and services under warranty at the end of the reporting period. The provision is measured as the present value of future cash flows estimated to be required to settle the warranty obligation. The future cash flows have been estimated by reference to the consolidated group's history of warranty claims.

Note 2 Interests in Subsidiaries

(a) Information about Principal Subsidiaries

The subsidiaries listed below have share capital consisting solely of ordinary shares or ordinary units which are held directly by the Group. The proportion of ownership interests held equals the voting rights held by Group. Each subsidiary's principal place of business is also its country of incorporation.

		Ownership interest held by the Group	
Name of subsidiary	Principal place of business	As at 31 December 2021	As at 30 June 2021
Ecochar Pty Ltd	Australia	100%	100%
Ion Resources Pty Ltd	Australia	100%	100%
Ferrous Resources Pty Ltd	Australia	100%	100%

Subsidiary financial statements used in the preparation of these consolidated financial statements have also been prepared as at the same reporting date as the Group's financial statements.

Note 3 Capitalised Expenditure

NON-CURRENT	$
Mineral exploration and evaluation expenditure	
Balance at 1 July 2020	72,259
Exploration expenditure incurred during the year	171,772
Balance at 30 June 2021	244,031
Balance at 1 July 2021	244,031
Exploration expenditure incurred during the period	341,346
Balance at 31 December 2021	585,377
Total Exploration Expenditure	
Mineral exploration and evaluation expenditure	585,377
Balance at period end	585,377

The value of the Company's interest in exploration expenditure is dependent upon the:

- continuance of the economic entity's right to tenure of the areas of interest;
- the results of future exploration; and
- the recoupment of costs through successful development and exploitation of the areas of interest, or alternatively, by their sale.

Ultimate recovery of deferred exploration and evaluation costs is dependent upon the success of pre-feasibility studies, exploration and evaluation or sale or farm-out of the exploration interest. Broadly, the Company has three cost centres, Corporate, Pre-feasibility and Exploration. Where identifiable, costs associated with the Pre-feasibility and Exploration cost centres are capitalised. These costs are annually reviewed for impairment and a charge is made direct to the Statement of profit or loss and other comprehensive income of the Company where an impairment is identified.

The Group has reviewed all of its tenements and has only carried forward the expenses on the tenements that give rise to a potential economic benefit to the Company through development or exploration.

Impairment Indicators

- The period for which the entity has the right to explore in the specific area has expired during the period or will expire in the near future, and is not expected to be renewed;
- Substantiative expenditure on further exploration for and evaluation of mineral resources in the specific area is neither budgeted nor planned;
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resources and the entity has decided to discontinue such activities in the specific area;
- Sufficient data exist to indicate that, although a development in the specific area is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale;
- Evidence is available of obsolescence or physical damage of an asset;
- The net assets of the Group exceeds its market capitalisation.

Note 4 Other Assets

	Consolidated Group	
	31 December 2021 $	30 June 2021 $
CURRENT		
Prepayments	20,401	24,401
Deposits paid	47,888	27,888
Loan to Zeus Resources (T) Limited	393,425	-
Exclusion options to purchase Bendoc and Rutherglen licences paid	175,000	175,000
	636,714	227,289

Note 5 Issued Capital

(a) Ordinary Shares

Ordinary Shares	No.	$
Balance at 1 July 2020	2,001,834,171	21,581,002
Shares issued during the year	661,261,226	1,900,276
Shares consolidated during the reporting period	(2,302,050,493)	-
Less transaction costs	-	(131,478)
Balance at 30 June 2021	361,044,904	23,349,800
Balance at 1 July 2021	361,044,904	23,349,800
Shares issued during the reporting period	105,125,000	1,439,451
Less transaction costs	-	(60,000)
Balance at 31 December 2021	466,169,904	24,729,251

(b) Options

The following reconciles the outstanding options to subscribe for fully paid ordinary shares in the Company at the beginning and end of the financial period.

	No.
Balance at 1 July 2020	95,000,000
Issued during the financial year	312,500,000
Consolidated during the year	(335,250,000)
Expired during the financial year	(35,000,000)
Balance at 30 June 2021	37,250,000
Balance at 1 July 2021	37,250,000
Issued during the period	2,000,000
Exercised during the period	(25,125,000)
Balance at 31 December 2021	14,125,000

Details of options on issue as at the date of this report are as follows:

	Number	Issue Date	Expiry Date	Exercise Price $
Unlisted Options	6,000,000	25/07/2017	24/07/2022	$0.050
Unlisted Options	8,125,000	17/11/2020	17/11/2023	$0.015
	14,125,000			

Note 6 Operating Segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and in determining the allocation of resources.

Unless otherwise stated, all accounts are reported to the Board of Directors, being the chief decision makers with respect to operating segments, which are determined in accordance with accounting policies that are consistent to those adapted in the annual financial statements of the consolidated entity.

(i) **Segment performance**

31 December 2021	Australia $	Total $
REVENUE		
Other income	-	-
Total segment revenue	-	-
Reconciliation of segment revenue to group revenue		
Total consolidated revenue	-	-
Expenses		
Directors benefits expense	(78,000)	(78,000)
Travel and accommodation	(27,172)	(27,172)
Exploration written off	(279)	(279)
Other expenses	(274,806)	(274,806)
Net profit before tax from continuing operations	(380,257)	(380,257)
Segment loss before tax	(380,257)	(380,257)

31 December 2020	Australia $	Total $
REVENUE		
Other income	100,867	100,867
Total segment revenue	100,867	100,867
Reconciliation of segment revenue to group revenue		
Total consolidated revenue	-	-
Expenses		
Directors benefits expense	(78,000)	(78,000)
Travel and accommodation	-	-
Exploration written off	(1,383)	(1,383)
Other expenses	(121,977)	(121,977)
Net profit before tax from continuing operations	(201,360)	(201,360)
Segment loss before tax	(100,493)	(100,493)

(ii) **Segment assets**

31 December 2021	Australia $	Total $
Segment assets	2,362,616	2,362,616
Segment assets		
Reconciliation of segment assets to group assets		
Intersegment eliminations		-
Total group assets		2,362,616

30 June 2021	Australia $	Total $
Segment assets	1,428,225	1,428,225
Segment assets		
Reconciliation of segment assets to group assets		
Intersegment eliminations		-
Total group assets		1,428,225

Note 6: Operating Segments (continued)

(iii) **Segment liabilities**

31 December 2021	**Australia $**	**Total $**
Segment liabilities	107,734	107,734
Segment liabilities		
Reconciliation of segment assets to group liabilities		
Intersegment eliminations		(26,023)
Total group liabilities		81,711

30 June 2021	**Australia $**	**Total $**
Segment liabilities	146,514	146,514
Segment liabilities		-
Reconciliation of segment assets to group liabilities		
Intersegment eliminations		-
Total group liabilities		146,514

Note 7 Earnings per Share

	Consolidated Group	
	31 December 2021 $	**31 December 2020 $**
(a) Reconciliation of earnings to profit or loss		
Loss	(380,257)	(100,493)
Losses used to calculate basic EPS	(380,257)	(100,493)
	No.	**No.**
(b) Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	431,053,736	231,010,702
Weighted average number of ordinary shares outstanding during the year used in calculating dilutive EPS	431,053,736	231,010,702

Note 8 Events After the Reporting Period

Other than the following, the directors are not aware of any significant events since the end of the reporting period.

On 24 January 2022, the Company issued 40,000,000 fully paid ordinary shares at $0.03 per share, raising a total of $1,200,000.

On 28 January 2022, the Company issued a total of 2,000,000 unlisted options with an expiry date of 24 January 2024, exercise price of $0.06. These options were issued as part settlement for services provided in relation to the $1,200,000 capital raise.

On 28 January 2022, the Company issued a total of 5,000,000 fully paid ordinary shares at $0.01 per share. The shares were issued as part settlement of the acquisition of EL 6187 (the Bendoc Gold Project) following the formal registration of its transfer with the relevant Government Department in accordance with the acquisition agreement. No cash was raised.

Note 9 Fair Value Measurements

The Group's financial instruments consist of those which are measured at amortised cost including trade and other receivables and trade and other payables.

The carrying amount of these financial assets and liabilities approximate their fair value.

The Group does not hold any trading financial assets up to the date of this report. (30 June 2021: nil)

Note 10 Reserves

(a) **Foreign Currency Translation Reserve**

The foreign currency translation reserve records exchange differences arising on translation of a foreign controlled subsidiary.

(b) **Option Reserve**

The option reserve records items recognised as expenses on valuation of employee share options.

i. **Analysis of items of other comprehensive income by each class of reserve**

	Consolidated Group	
	31 December 2021 $	30 June 2021 $
Foreign currency translation reserve		
Opening Balance	-	-
Exchange differences on translation of foreign operations	-	-
	-	-
Option reserve		
Opening Balance	-	-
Fair value of options issued	42,576	-
Options exercised during the reporting period	(42,576)	-
	-	-
Total	-	-

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Gladiator Resources Limited, the directors of the company declare that:

1. the financial statements and notes, as set out on pages 8 to 18, are in accordance with the Corporations Act 2001 and:
   (a) comply with Australian Accounting Standards applicable to the entity, which, as stated in accounting policy Note 1 to the financial statements, constitutes compliance with International Financial Reporting Standards; and
   (b) give a true and fair view of the financial position as at 31 December 2021 and of the performance for the year ended on that date of the consolidated group;
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
3. the directors have been given the declarations required by section 295A of the *Corporations Act 2001* from the Chief Executive Officer and Chief Financial Officer.

Director

Mr Andrew Draffin

Dated this 16 March 2022

Level 13, Freshwater Place, 2 Southbank Boulevard,
Southbank VIC 3006

Phone: 03 9690 5700
Facsimile: 03 9690 6509
Website: www.morrows.com.au

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

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Gladiator Resources Limited (the Entity), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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 the Entity is not in accordance with the Corporations Act 2001 including:

i. giving a true and fair view of the 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 Corporations Regulations 2001.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Entity are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) 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 gives a true and fair view and 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 financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the 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 the Entity, 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.

Independence

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

MORROWS AUDIT PTY LTD

I.L. JENKINS
Director
Melbourne: 16 March 2022