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MIRAMAR
RESOURCES LTD.

ABN 34 635 359 965

Financial Report for the half-year ended 31 December 2022

www.miramarresources.com.au

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CORPORATE DIRECTORY

Board of Directors

Executive Chairman	Mr Allan Kelly	Company Secretary	Mrs Mindy Ku
Technical Director	Ms Marion Bush		
Non-Executive Director	Mr Terry Gadenne		

Principal Office

Unit 1, 22 Hardy Street,
South Perth, Western Australia 6151

Registered Office

Unit 1, 22 Hardy Street,
South Perth, Western Australia 6151

Postal Address

PO Box 810,
South Perth, Western Australia 6951

Contact Details

+61 8 6166 6302 (Telephone)
info@miramarresources.com.au (Email)
www.miramarresources.com.au (Website)

ABN 34 635 359 965

Auditors

RSM Australia Partners
Level 32, Exchange Tower
2 The Esplanade
Perth, Western Australia, 6000

Share Registry

Automic
Level 5/191 St George's Terrace
Perth, Western Australia, 6000
1300 288 664 (Telephone)
www.automicgroup.com.au (Website)

Lawyers

Steinepreis Paganin
Level 4, The Read Buildings
16 Milligan Street, Perth, Western Australia, 6000

DIRECTORS' REPORT

The Directors of Miramar Resources Limited (**Miramar, Company, Group** or **consolidated entity**) submit the financial report for the half-year ended 31 December 2022. In order to comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

The names of the Directors of the Company who have held office during and since the end of the half-year are:

Executive Chairman

Mr Allan Kelly

Non-Executive Director

Mr Terry Gadenne

Technical Director

Ms Marion Bush

The Directors held their position throughout the entire half-year period and up to the date of this report unless stated otherwise.

Principal activities

The principal activity of the Group during the half-year period was mineral exploration with projects in the Eastern Goldfields, the Murchison and Gascoyne regions.

Results

The consolidated net loss of the Group for the half-year period after income tax expense was **\$632,167** (31 December 2021: loss **\$546,276**).

Review of operations

EASTERN GOLDFIELDS PROJECTS

Miramar has three highly prospective projects in the Eastern Goldfields with the potential for new gold discoveries within proximity to existing mining and/or processing operations.

Gidji JV (80%)

The Gidji JV Project is located within a major regional structure, the "Boorara Shear Zone", approximately 15km north of Kalgoorlie. The Project is underexplored despite proximity to numerous gold operations.

The Company has been actively exploring the Gidji JV Project since listing on the ASX in October 2020, resulting in the identification of several new targets and outlining large aircore gold anomalies at Marylebone, Blackfriars & Highway/Piccadilly, each of which could host a significant gold discovery. The Marylebone target has the same geology, structural setting and scale as the 4Moz Paddington gold deposit which is also located in the 'Boorara Shear Zone' to the north.

During the reporting period, the Company completed the following activities at the Gidji JV:

- › Received significant gold results from 'Marylebone West' and 'Highway' targets - with 'Highway' becoming the 3rd new gold discovery at Gidji
- › Conducted a 12,000m aircore drilling programme at the 'Boorara North' target
- › Conducted re-assay and re-analysis of selected aircore samples from the Gidji JV which returned significant platinum group element (PGE) results, indicating the potential for nickel sulphide mineralisation hosted in ultramafic rocks.

Miramar believes there is potential for Gidji to host a new gold camp with multiple supergene and/or primary gold deposits within the Boorara Shear Zone.

Glandore

The 100% owned Glandore Project is located approximately 40km east of Kalgoorlie and covers approximately 42 square km.

The western part of the Project is underlain by a layered mafic sill intruded by a later granodiorite where previous explorers identified a large aircore gold footprint and high-grade gold mineralisation at the eastern contact of the granodiorite.

Historic aircore drilling outlined gold anomalism on the eastern side of this granodiorite and limited diamond drilling in 2005 returned significant results including 4m @ 44.3g/t Au. Miramar completed a substantial land and lake aircore drilling programme in 2021 which extended this anomalism to the west and north.

Miramar believes there is potential for the discovery of mineralisation hosted in multiple NE-trending structures, like the nearby Majestic and Imperial deposits. During the Reporting Period, the Company:

- › Completed a diamond drilling program at the high-grade 'Glandore East' target, at the edge of the salt lake, with the following results -
 - First diamond hole at Glandore East intersected shallow high-grade gold
 - Second diamond hole intersected high-grade gold and visible gold
 - Step-out diamond drilling hole intersected further high-grade gold mineralisation
 - 6th diamond hole and deepest drilled to date, intersected further gold mineralisation
 - Multiple parallel mineralised structures outlined beneath large aircore footprint

Glandore (cont'd)

- High-grade gold mineralisation intersected in the northernmost diamond drill hole
- Bedrock gold mineralisation present over 600m of strike and open
- › Completed a detailed UAV magnetic survey over the Glandore Project which highlighted multiple NE-trending target structures
- › Planned for a more detailed ground or UAV magnetic survey in 2023 to help refine the position of structures and to aid targeting of further drill holes.

Randalls

The Randalls project is located immediately east of Silver Lake Resources Limited's Maxwell's and Cockeyed Bob gold mines, approximately 70km east of Kalgoorlie. The project consists of a single Exploration Licence Application.

The project covers extensions to the folded Banded Iron Formation (**BIF**) and sediments that host the gold mineralisation currently being mined by Silver Lake. Soil sampling followed by aircore drilling has proven to be an effective exploration technique in this area and will be used to define further targets.

During the period an initial programme of aircore holes was completed testing the folded BIF targets. No significant results were obtained.

MURCHISON REGION PROJECTS

Miramar has two under-explored gold projects in the Murchison region within proximity of existing mining and/or processing operations.

Lang Well

The Lang Well project consists of a single granted exploration licence covering a large, complexly folded greenstone belt located between the Deflector and Golden Grove operations.

Auger drilling by Jervis Mining Limited in 2010 identified several large +5km long gold +/-pathfinder anomalies that have not been followed up with deeper drilling.

During the reporting period, the Company planned an initial aircore programme testing the potential for shallow REE mineralisation.

Lakeside

The Lakeside Project covers a concealed greenstone belt north east of the Dalgaranga gold operations which has seen minimal gold exploration. The Project consists of a single Exploration Licence Application.

Previous exploration identified a large, 8km long auger anomaly however only 3 shallow RAB holes have been completed over the entire 25km strike length of the greenstone belt.

Surface geochemical sampling followed by reconnaissance aircore drill traverses are planned for this project, once granted.

No work was completed during the reporting period as the Company waits for the tenement to be granted.

GASCOYNE REGION PROJECTS

WA's Proterozoic Orogens are host to several large gold, copper and Nickel-Copper-Platinum Group Elements (Ni-Cu-PGE) deposits such as Tropicana, Telfer and Nebo-Babel. The Capricorn Orogen is significantly under-explored, despite similar geology and mineral potential to the Albany-Fraser and Paterson Orogens.

Miramar has two projects in this region: Whaleshark and Bangemall respectively.

Whaleshark (IOCG)

Whaleshark is located approximately 40km east of Onslow, in the Ashburton region of Western Australia, and is characterised by a large folded Proterozoic Banded Iron Formation (BIF) and granite complex under approximately 100m of Cretaceous Carnarvon Basin sediments.

The project is located at the north-western end of the Proterozoic Capricorn Orogen and has potential for Iron Oxide Copper Gold (IOCG) mineralisation and/or gold mineralisation hosted in BIF.

The recent discovery of the Haviron deposit by Greatland Gold in the Paterson Orogen also highlights the potential for this style of deposit.

Previous exploration has been limited, but WMC Resources intersected gold mineralisation in sulphidised BIF with limited diamond drilling in the mid-1990s. More recently, a limited programme of EM was conducted over the main target in 2017, but no follow-up work was completed.

Gravity data is relatively wide spaced but shows some significant anomalism, notably to the northwest of the BIF. Infill gravity along with partial leach surface geochemistry is planned for the project. Given the association of the gold mineralisation with sulphides, this also highlights the potential to use further ground and/or airborne EM surveys for defining drill targets.

During the reporting period, the Company completed an initial aircore drilling campaign testing for geochemical anomalism at the interface between the Proterozoic basement and basin sediments.

The aircore drilling outlined large copper and multi-element anomalies suggestive of buried IOCG mineralisation.

The scale, magnitude and suite of elements seen at Whaleshark is very similar to the large Ernest Henry IOCG deposit in Queensland.

In addition, comparison of results from aircore drilling at Whaleshark with published results from research carried out at the Prominent Hill IOCG deposit in South Australia also indicate the potential for the rare earth element (**REE**) anomalism seen at Whaleshark to be related to buried IOCG mineralisation.

Further work including a heritage survey, ground EM and further bedrock drilling is planned.

Bangemall (Ni-Cu-PGE, +/- REE)

Miramar's 100% owned Bangemall Projects includes several granted Exploration Licences and Applications covering approximately 1,970 km² within the Proterozoic Capricorn Orogen. The region has been identified by both the Geological Survey of Western Australia and Geoscience Australia as having high prospectivity for numerous mineral deposit types, including Proterozoic craton margin-related Ni-Cu-PGE mineralisation and REE mineralisation.

During the period, the Company conducted:

- › A review of historical data which outlined several new targets, including a diamondiferous lamproite, containing 27 microdiamonds, within the "Blue Bar" Prospect.
- › A review of regional radiometric data which revealed a very large and high amplitude uranium anomaly stretching over at least 100km of strike within several of Miramar's tenement applications.
- › A detailed aeromagnetic and radiometric survey over the 'Dooley Downs Project' which identified several large magnetic and/or radiometric anomalies indicating the potential for unmapped igneous intrusions, including carbonatites capable of hosting rare earth element (REE) mineralisation.

Further work will include more detailed ground geophysics and geochemical surveys with the aim of defining drill targets for testing.

CORPORATE

Options Rights Issue

On 14 July 2022, the Company completed the options rights issue (entitlement offer) announced on 14 June 2022 with a replacement prospectus announced on 20 June 2022 and raised \$353,409. Funds from the offer will be used to accelerate exploration at the Gidji Joint Venture, undertake further exploration at projects located in the Eastern Goldfields, Murchison and Gascoyne regions of Western Australia, and fund working capital of the Company.

2023 JMEI Credit Granted

On 19 July 2022, the Company was advised by the Australian Taxation Office (ATO) that its 2023 Junior Minerals Exploration Incentive (JMEI) application was accepted and that the Company was allocated with up to \$925,000 JMEI credit which may be distributed to eligible shareholders. Eligible shareholders must be Australian resident who apply for and are issued new shares in the Company capital raising activities between 1 July 2022 and 30 June 2023. JMEI credits will be distributed to all eligible shareholders proportionate to the amount invested. These JMEI credits will apply to their income tax assessment for the year ended 30 June 2023.

Annual General Meeting

The Company held its Annual General Meeting on 3 November 2022 and all resolutions were carried by a poll.

Performance Rights Issue

Pursuant to the incentive performance rights plan approved at the Annual General Meeting, the Company issued 1,046,513 performance rights to Mr Allan Kelly and Ms Marion Bush. The performance rights were issued for nil cash consideration and are subject to vesting conditions as determined by the Board in its discretion and as specified in the offer for the performance right. Each performance right converts into one share upon achievements of the applicable milestone prior to the expiry date of the performance rights. The terms and conditions of the performance rights are available from the Notice of Annual General Meeting. Refer to note 11 and 14 for further information.

Subsequent events

The below matters or circumstances have arisen since 31 December 2022 that may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

On 14 March 2023 the Company announced that it has received firm commitments to raise \$592,000 at \$0.05 per share together with a free attaching option exercisable at \$0.25 each and expiring 18 July 2024 (**Options**) on the basis of one (1) Option for each one (1) Share issued (the **Placement**). The Placement will be issued in two (2) tranches.

Tranche One: issued pursuant to the Company's placement capacity under ASX Listing Rule (LR) 7.1 for 9,640,000 Shares. The issue of the 9,640,000 Placement Options is subject to shareholder approval to be sought at a General Meeting to be held in April 2023; and

Tranche Two: subject to shareholder approval to be sought at a General Meeting to be held in April 2023, will consist of:

- › up to 2,200,000 Shares and up to 2,200,000 Placement Options to Miramar's Board; and
- › up to 7,800,000 Shares and up to 7,800,000 Placement Options for up to \$390,000 to additional sophisticated investors.

Auditor's independence declaration

The auditor's independence declaration is included on page 6 and forms part of the Directors' report for the six months ended 31 December 2022.

Signed in accordance with a resolution of directors.

On behalf of the Directors



Allan Kelly

Executive Chairman
14th of March 2023

DIRECTORS' DECLARATION

The Directors declare that in the Directors' opinion:

- (a) 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
- (b) the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with Australian Accounting Standard AASB 134 and the *Corporations Regulations 2001* as disclosed in note 2 and giving a true and fair view of the financial position of the consolidated entity as at 31 December 2022 and performance of the consolidated entity for the half-year ended 31 December 2022.

Signed in accordance with a resolution of the Directors made pursuant to section 303(5) of the *Corporations Act 2001*.

On behalf of the Directors



Allan Kelly

Executive Chairman

Perth, Western Australia this 14th of March 2023

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AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF MIRAMAR RESOURCES LIMITED

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RSM Australia Partners

Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 92619100
F +61 (0) 8 92619111

www.rsm.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Miramar Resources Limited for the half-year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

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


RSM AUSTRALIA PARTNERS



TUTU PHONG
Partner

Perth, WA
Dated: 14 March 2023

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RSM Australia Partners ABN 36 965 185 036

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



RSM Australia Partners
Level 32, Exchange Tower
2 The Esplanade Perth WA 6000
GPO Box R1253 Perth WA 6844

T +61 (0) 8 9261 9100
F +61 (0) 8 9261 9111
www.rsm.com.au

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

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Miramar Resources Limited which comprises the consolidated statement of financial position as at 31 December 2022, 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 of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 Miramar Resources Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report. We are independent of the consolidated entity 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of Miramar Resources Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MIRAMAR RESOURCES LIMITED (cont'd)



Directors' Responsibility for the Half-Year Financial Report

The directors of Miramar Resources Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 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 stylized, handwritten-style signature of 'RSM' in a dark grey color.

RSM AUSTRALIA PARTNERS

A handwritten signature in dark grey ink, appearing to read 'Tutu Phong'.

TUTU PHONG
Partner

Perth, WA
Dated: 14 March 2023

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half-year ended 31 December 2022

	Note	Half-year ended 31 Dec 2022 \$	Half-year ended 31 Dec 2021 \$
Other income		10,087	22,654
Employee expenses		(233,398)	(207,673)
Depreciation expense		(21,991)	(28,646)
Consultants expenses		(110,641)	(106,255)
Occupancy expenses		(48,112)	(10,421)
Marketing expenses		(73,115)	(75,870)
Exploration and evaluation expenses		(56,820)	(39,651)
Fair value changes in financial assets designated at fair value through P&L		(1,696)	(5,085)
Other expenses		(96,481)	(95,329)
Loss before income tax expense		(632,167)	(546,276)
Income tax expense		–	–
Loss for the period		(632,167)	(546,276)
Other comprehensive income for the period		–	–
Total comprehensive loss for the period		(632,167)	(546,276)
Loss per share:			
Basic (cents per share)		(0.89)	(0.98)
Diluted (cents per share)		(0.89)	(0.98)

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2022

	Note	31 Dec 2022 \$	30 Jun 2022 \$
Current assets			
Cash and cash equivalents		596,637	3,335,733
Trade and other receivables	3	156,377	93,257
Other financial assets at fair value through profit and loss	4	54,237	55,933
Total current assets		807,251	3,484,923
Non-current assets			
Other receivables		56,230	56,230
Plant and equipment	5	104,598	117,647
Right-of-use asset	9	36,856	81,805
Capitalised mineral exploration and evaluation expenditure	6	8,040,503	5,770,821
Total non-current assets		8,238,187	6,026,503
TOTAL ASSETS		9,045,438	9,511,426
Current liabilities			
Trade and other payables	7	218,334	409,831
Provisions	8	64,462	50,025
Lease liability	9	37,077	82,246
Total current liabilities		319,873	542,102
TOTAL LIABILITIES		319,873	542,102
NET ASSETS		8,725,565	8,969,324
Equity			
Issued capital	10	10,700,692	10,700,692
Reserves	11	1,240,728	853,294
Accumulated losses		(3,215,855)	(2,584,662)
TOTAL EQUITY		8,725,565	8,969,324

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half-year ended 31 December 2022

For the period ended 31 December 2022	Attributable to equity holders			
	Ordinary Shares \$	Option Reserves \$	Accumulated Losses \$	Total Equity \$
Balance as at 1 July 2022	10,700,692	853,294	(2,584,662)	8,969,324
Total comprehensive income				
Loss for the period	–	–	(632,167)	(632,167)
Other comprehensive loss for the period	–	–	–	–
Total comprehensive loss for the period	–	–	(632,167)	(632,167)
Transactions with owners recorded direct to equity				
Share-based payments	–	110,180	–	110,180
Proceeds from issue of equity	–	353,409	–	353,409
Equity issue costs	–	(73,623)	–	(73,623)
Options lapsed	–	(2,532)	974	(1,558)
Total transactions with owners	–	387,434	974	388,408
Balance as at 31 December 2022	10,700,692	1,240,728	(3,215,855)	8,725,565
For the period ended 31 December 2021	Ordinary Shares \$	Option Reserves \$	Accumulated Losses \$	Total Equity \$
Balance as at 1 July 2021	8,268,845	752,726	(1,209,426)	7,812,145
Total comprehensive income				
Loss for the period	–	–	(546,276)	(546,276)
Other comprehensive loss for the period	–	–	–	–
Total comprehensive loss for the period	–	–	(546,276)	(546,276)
Transactions with owners recorded direct to equity				
Issue of shares	243,750	–	–	243,750
Share-based payments	–	25,333	–	25,333
Total transactions with owners	243,750	25,333	–	269,083
Balance as at 31 December 2021	8,512,595	778,059	(1,755,702)	7,534,952

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF CASH FLOW

for the half-year ended 31 December 2022

	Half-year ended 31 Dec 2022 \$	Half-year ended 31 Dec 2021 \$
Cash flows from operating activities		
Payments for exploration and evaluation	(116,877)	(117,937)
Payments to suppliers and employees	(623,536)	(540,110)
Interest received	10,130	8,305
Net cash used in operating activities	(730,283)	(649,742)
Cash flows from investing activities		
Payment for acquisition of tenements	–	(50,000)
Payments for exploration and evaluation	(2,269,682)	(1,387,474)
Payment for plant and equipment	(8,942)	(11,635)
Net cash used in investing activities	(2,278,624)	(1,449,109)
Cash flows from financing activities		
Repayment of lease liabilities	(45,169)	–
Proceeds from issues of equity securities	353,409	–
Payment for equity issue costs	(38,429)	–
Net cash received from financing activities	269,811	–
Net (decrease) in cash and cash equivalents	(2,739,096)	(2,098,851)
Cash and cash equivalents at the beginning of the financial period	3,335,733	5,055,388
Cash and cash equivalents at the end of the financial period	596,637	2,956,537

The accompanying notes form part of the financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2022

1. Reporting Entity

Miramar Resources Limited (**Miramar** or **the Company**) is a company limited by shares, incorporated and domiciled in Australia, and whose shares are publicly traded on the Australian Securities Exchange. The consolidated half-year financial report of the Group as at and for the six months ended 31 December 2022 comprises the Company and its subsidiaries (together referred to as **the Group** or **the consolidated entity**).

The consolidated financial statements are presented in Australian Dollars, which is the Group's functional and presentation currency.

The financial report of Miramar for the half-year ended 31 December 2022 was authorised for issue by the Directors on 14 March 2023.

The nature of the operations and principal activities of the consolidated entity are described in the Directors' Report.

The consolidated annual financial report of the Group as at and for the year ended 30 June 2022 is available upon request from the Company's registered office or at www.miramarresources.com.au.

2. Basis of preparation and changes to the accounting policies

(a) Basis of preparation

This general purpose consolidated financial report for the half-year ended 31 December 2022 has been prepared in accordance with AASB 134 Interim Financial Reporting, the *Corporations Act 2001*, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board (AASB). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and operating, financing and investing activities of the consolidated entity as the full financial report. It is recommended that the half-year financial report be read in conjunction with the annual financial report for the year ended 30 June 2022 and considered together with any public announcements made by the Company during the half-year ended 31 December 2022 in accordance with the continuous disclosure obligations of the ASX Listing Rules.

The half-year financial report has been prepared on a historical cost basis except for financial assets which are measured at fair value through profit or loss.

Apart from the changes in accounting policy in note 2(b), the accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

Going concern basis of preparation

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

The Group recorded a loss of \$632,167 for the half-year ended 31 December 2022 and had a net cash outflow from operating and investing activities of \$3,008,907 for the half-year ended 31 December 2022. The Group had cash and cash equivalents at 31 December 2022 of \$596,637 and has a net current assets of \$487,378.

The Group's cashflow forecast for the period 1 February 2023 to 30 June 2024 reflects that the Group will need to raise additional working capital during the quarter ending 31 March 2023 to enable the Group to continue to meet its current committed exploration and administration expenditure.

Notwithstanding the above matters, the Directors are satisfied they will be able to raise additional working capital as required and thus it is appropriate to prepare the financial statements on a going concern basis. In arriving at this position, the Directors have considered the following pertinent matters:

- › The planned exploration expenditure is staged, and expenditure may or may not be spent depending on the result of the prior exploration stage; and
- › The Directors are satisfied that they will be able to raise additional funds by either an equity raising and/or implementation of joint ventures agreements to fund ongoing exploration commitments and for working capital.

(b) Changes in accounting policies

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30 June 2022. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

All other new standards and interpretations effective from 1 July 2022 were adopted with the main impact being disclosure changes. Changes to accounting policies due to the adoption of these standards and interpretations are not considered significant for the Group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2022

	31 Dec 2022 \$	30 Jun 2022 \$	
3. Current trade and other receivables			
Net goods and services tax (GST) receivable	101,033	71,898	
Other receivable	55,344	21,359	
	156,377	93,257	
4. Other financial assets at fair value through profit and loss			
Current available-for-sale investments			
Quoted equity shares	54,237	55,933	
	54,237	55,933	
5. Plant and equipment			
	Motor vehicles at cost \$	Furniture and equipment at cost \$	Total \$
Cost			
Balance at 1 July 2021	110,209	69,567	179,776
Additions	–	26,941	26,941
Balance at 1 July 2022	110,209	96,508	206,717
Additions	8,445	497	8,942
Balance at 31 December 2022	118,654	97,005	215,659
Accumulated depreciation			
Balance at 1 July 2021	9,085	21,562	30,647
Depreciation expense	25,282	33,141	58,423
Balance at 1 July 2022	34,367	54,703	89,070
Depreciation expense	10,445	11,546	21,991
Balance at 31 December 2022	44,812	66,249	111,061
Net book value			
As at 30 June 2022	75,842	41,805	117,647
As at 31 December 2022	73,842	30,756	104,598

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2022

	31 Dec 2022 \$	30 Jun 2022 \$
6. Capitalised mineral exploration and evaluation expenditure		
Balance at beginning of the financial period	5,770,821	3,038,658
Capitalised acquisition costs during the financial period	–	50,000
Exploration expenditure during the financial period	2,269,682	2,682,163
Balance at end of the financial period	8,040,503	5,770,821
<p>The recoverability of the carrying amount of the exploration and evaluation assets is dependent on the continuance of the consolidated entity's right to tenure of the interest, the results of future exploration and the successful development and commercial exploration, or alternatively, sale of the respective area of interest.</p>		
7. Current trade and other payables		
Trade payable	50,734	212,564
Accruals	107,499	143,565
Other payables	60,101	53,702
	218,334	409,831
8. Provisions		
Current		
Employee benefits	64,462	50,025
	64,462	50,025
	Employee benefits	Total
	\$	\$
Balance at beginning of the financial period	50,025	50,025
Increase/(decrease) in provisions	14,437	14,437
Balance at end of the financial period	64,462	64,462

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9. Leases

Right-of-use asset

	31 Dec 2022 \$	30 Jun 2022 \$
Non-current	36,856	81,805
	36,856	81,805

	Building \$	Total \$
Balance at beginning of financial period	81,805	81,805
Depreciation expense	(44,949)	(44,949)
Balance at end of financial period	36,856	36,856

Lease Liability

	31 Dec 2022 \$	30 Jun 2022 \$
Current	37,077	82,246
	37,077	82,246

Amounts recognised in profit or loss

Depreciation expense on right-of-use asset	44,949	78,325
Interest expense on lease liabilities	–	(865)

10. Issued capital

70,681,743 fully paid ordinary shares (Jun 2022: 70,681,743)	10,700,692	10,700,692
	10,700,692	10,700,692

	31 Dec 2022		30 Jun 2022	
	No.	\$	No.	\$
Balance at beginning of financial period	70,681,743	10,700,692	55,060,100	8,268,845
Issue of shares – Vendors for acquisition of tenements	–	–	1,250,000	243,750
Issue of shares – Placement	–	–	14,371,643	2,443,179
Share issue costs	–	–	–	(255,082)
Balance at end of financial period	70,681,743	10,700,692	70,681,743	10,700,692

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2022

	31 Dec 2022 \$	30 Jun 2022 \$
11. Reserves		
Movements in option reserve		
Balance at the beginning of the financial period	853,294	752,726
Options issued during the period	93,060	100,568
Rights issue to other non-related parties [®]	353,409	–
Options exercised / lapsed	(2,532)	–
Equity issue costs	(73,623)	–
Balance at the end of the financial period	1,223,608	853,294
Movements in performance rights reserve		
Balance at the beginning of the financial period	–	–
Share-based payment expense	17,120	–
Balance at the end of the financial period	17,120	–
The balance of reserves is made up of:		
Option reserve	1,223,608	853,294
Performance rights reserve	17,120	–
Total reserves	1,240,728	853,294

Nature and purpose

Option reserve

The option reserve recognises the fair value of options issued and valued using the Black-Scholes model.

Performance rights reserve

The performance rights reserve recognises the fair value of performance rights issued based on independent valuation and valued using the Black-Scholes model.

Share options

(i) The following unlisted options were issued during the financial period to other non-related parties.

Option series	Number	Grant date	Expiry date	Exercise Price
M2RO	38,693,334	18 Jul 2022	18 Jul 2024	\$0.25 each
M2RO	7,352,742	29 Aug 2022	18 Jul 2024	\$0.25 each
	46,046,076			

For the options granted during the financial period, the valuation model inputs used to determine the fair value at the grant date, are as follows:

Option series	Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility	Dividend yield	Risk-free interest rate	Fair value at grant date
M2RO	18 Jul 22	18 Jul 24	\$0.091	\$0.25	N/A	Nil	N/A	\$0.010
M2RO	29 Aug 22	18 Jul 24	\$0.125	\$0.25	N/A	Nil	N/A	\$0.010

As at 31 December 2022, options over 56,971,076 (Jun 2022: 19,210,000) ordinary shares in aggregate are as follow:

Issuing entity	No of shares under option	Class of shares	Exercise price of each option	Expiry date of option
Miramar Resources Limited	46,046,076	Ordinary	\$0.25 each	18 Jul 2024
Miramar Resources Limited	3,000,000	Ordinary	\$0.20 each	26 Jun 2025
Miramar Resources Limited	6,000,000	Ordinary	\$0.25 each	09 Oct 2023
Miramar Resources Limited	50,000	Ordinary	\$0.48 each	06 Jan 2023
Miramar Resources Limited	1,500,000	Ordinary	\$0.27 each	03 Nov 2025
Miramar Resources Limited	375,000	Ordinary	\$0.25 each	06 ar 2024

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2022

11. Reserves (cont'd)

Share options are all unlisted, carry no rights to dividends and no voting rights. A total of 46,121,076 options were issued during the period. A total of 8,360,000 options lapsed during the period. Refer to note 14 Share-based payment for details.

Performance rights

As at 31 December 2022, performance rights over 1,046,513 (Jun 2022: nil) ordinary shares in aggregate are as follow:

Issuing entity	No of shares under performance right	Class of shares	Exercise price of each option	Expiry date of performance right
Miramar Resources Limited	366,280	Ordinary	Class A Milestone ⁽ⁱ⁾	30 Jun 2025
Miramar Resources Limited	366,280	Ordinary	Class B Milestone ⁽ⁱⁱ⁾	30 Jun 2025
Miramar Resources Limited	313,953	Ordinary	Class C Milestone ⁽ⁱⁱⁱ⁾	30 Jun 2025

Note:

- (ii) Class A Milestone will vest upon 12 months (up to 30 June 2023) of continuous service as a Director of the Company and achieving the absolute total shareholder return (**Absolute TSR**) set out below:

$$\text{Absolute TSR} = \frac{\text{Market Price} - \text{Baseline Price} + \text{Dividend}}{\text{Baseline Price}}$$

Market Price = the Volume Weighted Average Shares Price (VWAP) for the 5 Business Days to the closing price of Shares on the Expiry Date

Baseline Price = the VWAP for the 5 Business Days to the closing price of Shares on 1 July 2022, being the representation of the face value of the issued

Dividend = any dividend received over the Performance Period.

- (iii) Class B Milestone will vest upon 12 months (up to the 30 June 2023) of continuous service as a Director of the Company and achieving the relative TSR set out below:

Relative TSR

The Company's TSR will be ranked against a peer group of companies over a three-year period. To measure performance and to determine the vesting outcome:

- › TSR of the companies in the peer group is calculated;
- › a percentile analysis is done to determine the percentile performance of the group in terms of 50th to 75th percentile performance;
- › the Company's TSR is calculated to determine what percentile in the peer group it relates to; and
- › this percentile determines how many Performance Rights will vest.

- (iv) Class C Milestone will vest upon 12 months (up to the 30 June 2023) of continuous service as a Director of the Company and achieving the exploration success set out below:

Exploration success

The Company announcing a JORC compliant Inferred Resource of $\geq 100,000$ oz's of gold or gold equivalent at its project(s).

Performance rights carry no rights to dividends and no voting rights. A total of 1,046,513 performance rights were issued during the period. Refer to note 14 Share-based payment for details.

12. Commitments for expenditure

Exploration, evaluation and development (expenditure commitments)

As at 31 December 2022, expenditure commitments for the Group totalled \$853,295 (Jun 2022: \$661,984).

Due to the nature of this expenditure, in that the expenditure commitments may be reduced by the relinquishment of tenements, estimates for the commitment have not been forecast beyond December 2022. However, should the Group continue to hold the tenements beyond this date additional expenditure commitments would arise.

13. Segment reporting

The Group operates in the mineral exploration industry in Australia. For management purposes, the Group is organised into one main operating segment which involves the exploration of minerals in Australia. All of the Group's activities are interrelated and discrete financial information is reported to the Board as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. Operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Group's Chief Operating Decision Maker which, for the Group, is the Board of Directors. In this regard, such information is provided using similar measures to those used in preparing the statement of comprehensive income and statement of financial position.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2022

14. Share-based payment expense

	31 Dec 2022 \$	31 Dec 2021 \$
Options issued to directors ^o	50,001	22,441
Options issued to employees ^o	7,865	2,892
Options issued to brokers ^o	35,194	–
Performance rights issued to directors ^o	17,120	–
	110,180	25,333

(i) Share-based payments in relation to options and performance rights to directors, and options to employees during the period are included in employee expenses in the consolidated statement of profit or loss and other comprehensive income.

(ii) Share-based payments in relation to options to brokers during the period are included in equity issue costs.

Unlisted options

The following unlisted options were in existence during the current and comparative reporting periods:

Option series	Number	Grant date	Expiry date	Exercise Price
OPT 1	3,000,000	26 June 2020	26 June 2025	\$0.20
OPT 3	6,000,000	9 October 2020	9 October 2023	\$0.25
OPT 4	50,000	7 January 2021	6 January 2023	\$0.48
OPT 5	1,500,000	4 November 2021	3 November 2025	\$0.27
OPT 6	300,000	7 March 2022	6 March 2024	\$0.25
	10,850,000			

The following unlisted options were issued during the financial period and relate to payments to employees and other non-related parties. The fair value of the options granted were valued at the date of grant using the Black Scholes model.

Option series	Number	Grant date	Expiry date	Exercise Price
OPT6	75,000	29 July 2022	6 March 2024	\$0.25 each

The following table summarised the share options during the financial period:

Grant date	Expiry date	Exercise price	Balance at 1 Jul No.	Granted No.	Exercised No.	Forfeited No.	Balance at 31 Dec No.	Vested and exercisable at 31 Dec No.
31 Dec 2022								
26 Jun 20	26 Jun 25	\$0.20	3,000,000	–	–	–	3,000,000	3,000,000
26 Jun 20	22 Oct 22	\$0.20	8,210,000	–	–	(8,210,000)	–	–
9 Oct 20	9 Oct 23	\$0.25	6,000,000	–	–	–	6,000,000	6,000,000
7 Jan 21	6 Jan 23	\$0.48	50,000	–	–	–	50,000	50,000
4 Nov 21	3 Nov 25	\$0.27	1,500,000	–	–	–	1,500,000	1,500,000
7 Mar 22	6 Mar 24	\$0.25	450,000	–	–	(150,000)	300,000	–
29 Jul 22	6 Mar 24	\$0.25	–	75,000	–	–	75,000	–
18 Jul 22	18 Jul 24	\$0.25	–	38,693,334	–	–	38,693,334	38,693,334
29 Aug 22	18 Jul 24	\$0.25	–	7,352,742	–	–	7,352,742	7,352,742
Total			19,210,000	46,121,076	–	(8,360,000)	56,971,076	56,596,076
Weighted average exercise price			\$0.22	\$0.25	–	\$0.20	\$0.25	\$0.25

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2022

14. Share-based payment (cont'd)

Grant date	Expiry date	Exercise price	Balance at 1 Jul No.	Granted No.	Exercised No.	Forfeited No.	Balance at 30 Jun No.	Vested and exercisable at 30 Jun No.
30 Jun 2022								
26 Jun 20	26 Jun 25	\$0.20	3,000,000	–	–	–	3,000,000	3,000,000
26 Jun 20	22 Oct 22	\$0.20	8,210,000	–	–	–	8,210,000	821,000
9 Oct 20	9 Oct 23	\$0.25	6,000,000	–	–	–	6,000,000	6,000,000
7 Jan 21	6 Jan 23	\$0.48	50,000	–	–	–	50,000	50,000
4 Nov 21	3 Nov 25	\$0.27	–	1,500,000	–	–	1,500,000	–
7 Mar 22	6 Mar 24	\$0.25	–	450,000	–	–	450,000	–
Total			17,260,000	1,950,000	–	–	19,210,000	17,260,000
Weighted average exercise price			\$0.22	\$0.27	–	–	\$0.22	\$0.22

The weighted average remaining contractual life of options outstanding at the end of the financial period was 1.55 years (30 Jun 2022: 1.30 years).

(i) Issued during the financial period

For the options granted during the financial period, the valuation model inputs used to determine the fair value at the grant date, are as follows:

Option series	Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility	Dividend yield	Risk-free interest rate	Fair value at grant date
OPT6	29 Jul 22	6 Mar 24	\$0.155	\$0.25	88.05%	Nil	1.07%	\$0.031

(ii) Expired during the financial period

During the financial period, a total of 8,360,000 (2021: nil) options over ordinary shares expired, comprising of the following:

- > 8,210,000 options exercisable at \$0.20 expired on 22 October 2022 expired on expiry date; and
- > 150,000 options exercisable at \$0.25 expired on 6 March 2024 lapsed as the vesting conditions were not achieved.

Performance rights

Each performance rights issued converts into one ordinary share of Miramar on exercise. Performance rights neither carry rights to dividends nor voting rights. Performance rights may be exercised at any time from the date of vesting to the date of their expiry. Performance rights vest subject to meeting applicable performance criteria.

The following performance rights issued to directors were issued and in existence during the current reporting period:

Performance rights series	Number	Grant date	Expiry date	Exercise Price
Class A	366,280	3 Nov 2022	30 Jun 2025	Milestone 1 [^]
Class B	366,280	3 Nov 2022	30 Jun 2025	Milestone 2 [^]
Class C	313,953	3 Nov 2022	30 Jun 2025	Milestone 3 [^]

[^] Refer to note 11 for the Milestones details.

The fair value of the performance rights granted were valued at the date of grant using the Black Scholes model. The valuation model inputs used to determine the fair value at the grant date, are as follows:

Performance rights series	Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility	Dividend yield	Risk-free interest rate	Fair value at grant date
Class A	3 Nov 2022	30 Jun 2025	\$0.091	Milestone 1 [^]	100%	Nil	3.46%	\$0.0447
Class B	3 Nov 2022	30 Jun 2025	\$0.091	Milestone 2 [^]	100%	Nil	3.46%	\$0.0699
Class C	3 Nov 2022	30 Jun 2025	\$0.091	Milestone 3 [^]	100%	Nil	3.46%	\$0.0910

[^] Refer to note 11 for the Milestones details.

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for the half-year ended 31 December 2022

15. Fair value measurement

The fair value of financial assets and financial liabilities of the Group approximated their carrying amount. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value. The table below analyses financial instruments carried at fair value by value measurement hierarchy.

Quantitative disclosures fair value measurement hierarchy	Quoted prices in active market (Level 1) \$	Significant observable inputs (Level 2) \$	Significant unobservable inputs (Level 3) \$	Total \$
31 Dec 2022				
Assets measured at fair value				
Financial assets at fair value through profit and loss (note 4)				
Quoted equity shares ^o	54,237	–	–	54,237
	54,237	–	–	54,237
30 Jun 2022				
Assets measured at fair value				
Financial assets at fair value through profit and loss:				
Quoted equity shares ^o	55,933	–	–	55,933
	55,933	–	–	55,933

The management assessed that cash and short-term deposits, trade receivables, trade payables and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. The fair value of the financial assets is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair value:

- (i) Fair value of equity instruments and financial assets is derived from quoted market prices in active markets.

16. Subsequent events

The below matters or circumstances have arisen since 31 December 2022 that may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

On 14 March 2023 the Company announced that it has received firm commitments to raise \$592,000 at \$0.05 per share together with a free attaching option exercisable at \$0.25 each and expiring 18 July 2024 (**Options**) on the basis of one (1) Option for each one (1) Share issued (the **Placement**). The Placement will be issued in two (2) tranches.

Tranche One: issued pursuant to the Company's placement capacity under ASX Listing Rule (LR) 7.1 for 9,640,000 Shares. The issue of the 9,640,000 Placement Options is subject to shareholder approval to be sought at a General Meeting to be held in April 2023; and

Tranche Two: subject to shareholder approval to be sought at a General Meeting to be held in April 2023, will consist of:

- > up to 2,200,000 Shares and up to 2,200,000 Placement Options to Miramar's Board; and
- > up to 7,800,000 Shares and up to 7,800,000 Placement Options for up to \$390,000 to additional sophisticated investors.