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MARQUEE RESOURCES
LIMITED

Interim Financial Report
31 December 2022

CONTENTS

Page

Directors' Report	2
Auditor's Independence Declaration	7
Consolidated Statement of Profit or Loss and Other Comprehensive Income	8
Consolidated Statement of Financial Position	9
Consolidated Statement of Changes in Equity	10
Consolidated Statement of Cash Flows	11
Notes to the Interim Consolidated Financial Statements	12
Directors' Declaration	18
Independent Auditor's Review Report	19

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DIRECTORS' REPORT

Your directors submit the financial report of the Group 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:

Directors

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

Charles Thomas	Executive Chairman
George Henderson	Non Executive Director
Daniel Moore	Non Executive Director

Review of Operations

West Spargoville Project (Lithium, Gold & Nickel Project)

The West Spargoville Project (WSP) is located in the core of the Southern Yilgarn Lithium Belt, a prominent lithium area that is well known for spodumene deposits that include; the Bald Hill Mine, the Mt Marion Mine, the Buldania Project and Essential Metals Pioneer Dome Project. The world-class Earl Grey deposit and the Mt Cattlin Mine are located further west and south respectively. Post quarter end, MQR exercised its option with Fyfehill Pty Ltd to take 100% ownership of the Project and is now finalising the documents required for completion of the sale to occur.

Exploration Program 2022

During the 2022 calendar year, Marquee completed its maiden lithium focused drilling program which consisted of:

- Completion of 122 holes of Reverse- Circulation Drilling (RC) for 18,687m.
- Completion of 258 holes of Aircore Drilling (AC) for 19,156m.

Post December 2022, Marquee provided the market an update on the ongoing exploration activities at the West Spargoville Project (refer ASX release dated 24 January 2023).

Due to increased lab turn-around times (+12 weeks), a large amount of assays are still outstanding.

Following receipt of assays forward work programs will focus on following up on anomalous intercepts with drilling to recommence in Q2 2023.

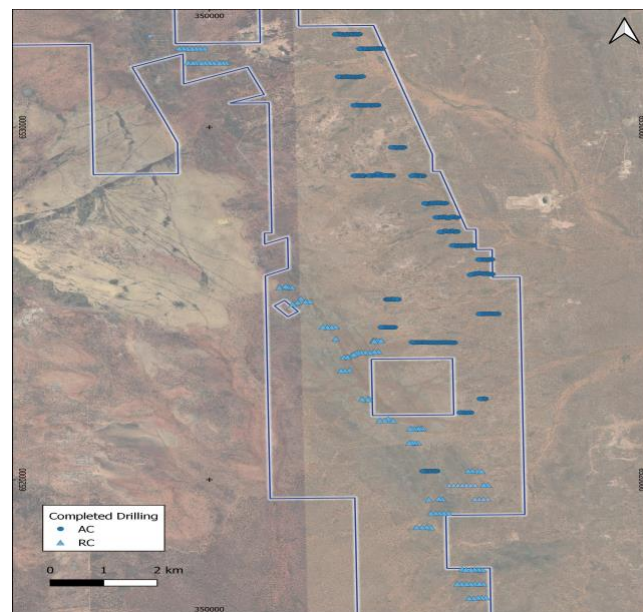


Figure 1 – Completed Drilling

Partnership with Mineral Resources Limited at the West Spargoville Project

The partnership with Mineral Resources Limited (**ASX:MIN**) (**Mineral Resources**) (**MinRes**) continues with total funding provided to 31 December 2022 amounting to \$1.656 million. A funding amount of \$500,000 (to exercise the Fyfehill option) was received subsequent to the December 2022 quarter (early January 2023) and a further \$2.569 million in exploration expenditure reimbursement has been invoiced to MinRes which was received in February 2023. The Key terms of the agreement are further outlined below.

Key Terms:

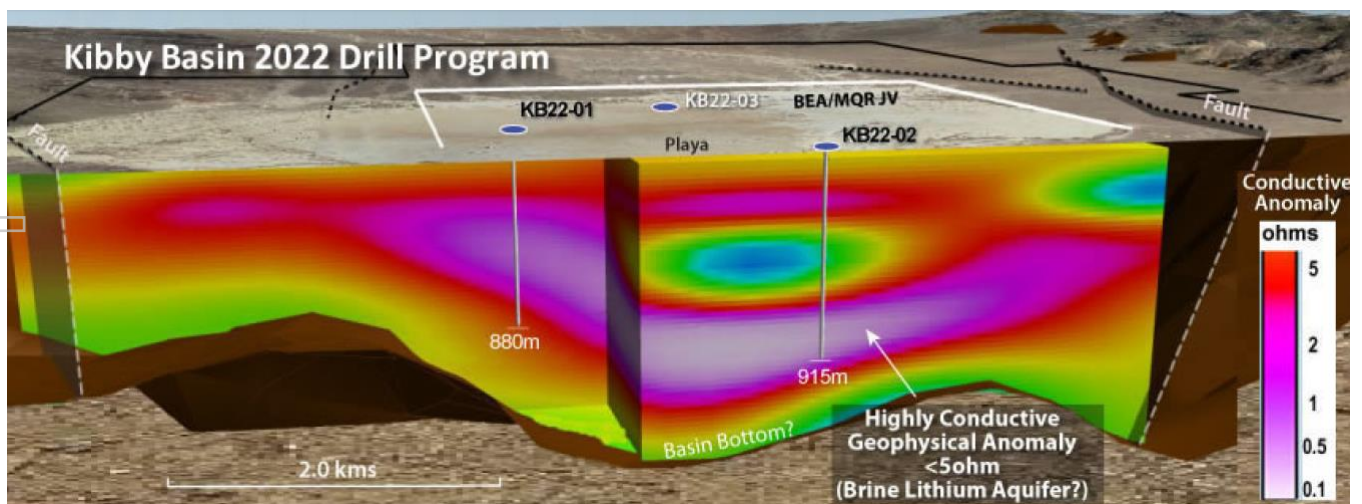
- MinRes has the right to acquire an initial 25% legal and beneficial interest in the lithium rights (**Initial Farm-in Interest**) by funding all exploration and development activities and completing a feasibility study for the Project, including a JORC compliant resource (**Initial Farm-in Obligation**) within 24 months (**Initial Farm-in Period**).
- In performing the Initial Farm-in Obligation, MinRes will fund at least \$1,000,000 of exploration and development activities on the Tenements by 31 December 2022; and the \$500,000 cost to exercise the Fyfehill Option - (Now complete).
- Marquee will be responsible for managing the implementation of the exploration and development activities on the Tenements during the Initial Farm-in Period.

Processing Farm-in: If MinRes elects to proceed with the Processing Farm-in, it has the right to acquire an additional 45% legal and beneficial interest in the lithium rights by funding the Project until the point of a final investment decision on a mine development for the Project (FID). MinRes will provide complete mine to port services to the JV including: mining; design, construction and operation of a processing plant; on-site power generation; haulage of product to nominated port facilities; marketing of product and shipment of product to purchasers.

Mine Gate Sale Farm-in: If MinRes instead elects to proceed with the Mine Gate Sale Farm-in (rather than the Processing Farm-in), it has the right to acquire an additional 26% legal and beneficial interest in the lithium rights by funding the Project until the development, construction and commissioning of a mine and related facilities. MinRes will build, own and operate all plant, equipment and infrastructure for the mining operations and buy lithium bearing ore from the JV for a mine gate sale price to be established on commercially competitive and industry standard terms.

Kibby Basin Lithium Project

Marquee Resources Limited provided the full results from its Kibby Basin Lithium Project 2022 drill campaign in January 2023. Assay results received indicated thick sequences of lithium-bearing sediments at the Project, with up to 924 ppm Lithium with greater than 300ppm lithium over thicknesses in excess of 450m identified in core samples of clay-rich playa sediments from the two exploration boreholes (KB 22-01 and KB 22-02) that were completed.



Kibby Basin Drill Program

Refer to ASX announcement dated 25 January 2023 for result details.

Following the significant results Marquee will now commence planning for the 2023 exploration program. All conditions of the Kibby Earn-In agreement have been satisfied and Marquee now holds 80% interest in the project.

Lone Star Copper-Gold Project

Lone Star's maiden Mineral Resource returns 13.2Mt @ 0.42% Cu & 0.23 g/t Au for 0.58% CuEq.

Marquee Resources Limited, announced in the December 2022 half the maiden Mineral Resource Estimate for the Lone Star Copper-Gold Project, Washington State, USA ("Lone Star"). The Mineral Resource is reported inside a conceptual pit shell at an internal cut-off grade of 0.112% copper equivalent. Based on these criteria, the Lone Star deposit contains an Indicated Mineral Resource of 9.7 Mt at 0.45% copper and 0.24 g/t gold and an Inferred Mineral Resource of 3.5 Mt at 0.31% copper and 0.20 g/t gold. The Mineral Resource is presented below in Table 1.

Lone Star Mineral Resource Estimate

Mining Plus Pty Ltd was requested by Marquee Resources Ltd to prepare an independent Mineral Resource Estimate for the Lone Star Copper-Gold Project in Washington State, USA. The Mineral Resource Estimate is stated in accordance with the provisions of the JORC Code (2012). The Competent Person is Mr. Brian Hartman, P.Geo., owner and Principal Geologist of Ridge Geoscience, LLC as a subcontractor to Mining Plus. Mr. Hartman has more than 5 years' experience in the estimation and reporting of Mineral Resources for gold and base metals mineralisation throughout the USA and internationally.

The Lone Star Mineral Resource estimate was completed using Leapfrog Geo version 2021.2.4 software in UTM coordinates. The block model was constrained by interpreted three-dimensional wireframes of the lithologies and mineralised horizons. Copper and gold were estimated into blocks using Inverse Distance Weighting Squared interpolation.

Table 1 - Lone Star Mineral Resource at a 0.112% CuEq Cut-off

Classification	Tonnes (Mt)	CuEq%	Cu%	Au g/t
Indicated	9.7	0.62	0.45	0.24
Inferred	3.5	0.45	0.31	0.20
Total	13.2	0.58	0.42	0.23

Notes:

- All Mineral Resources figures reported in the table above represent estimates as of 7 October 2022. Mineral Resource estimates are not precise calculations, being dependent on the interpretation of limited information on the location, shape and continuity of the occurrence and on the available sampling results. The totals contained in the above table have been rounded to reflect the relative uncertainty of the estimate. Rounding may cause some computational discrepancies.*
- Mineral Resources are reported on a dry in-situ basis at a 0.112% CuEq cut-off. Reporting cut-off grade was based on an economic pit shell assuming prices of US\$3.25/lb and US\$1,600/oz for copper and gold, respectively, assumed metallurgical recoveries of 90% and 90% respectively, mining costs of US\$2.00/tonne and processing costs of US\$7.00/tonne. An internal cut-off grade of 0.112% copper equivalent is needed to overcome processing costs.*
- Average SG values were assigned based on copper grade zones and/or lithologies as follows: waste = 2.74, low-grade zone = 2.80, high-grade zone = 3.05, overburden = 1.90.*

Marquee's attention at Lone Star is now focused on completing a PEA Study and results of this study will be reported to the market when they become available.

Clayton Valley Lithium Project

The Project covers an area of approx. 12km² of claims in a region that is endowed in both lithium-rich clays and brines. The Project is situated in the southern portion of the Clayton Valley Basin, proximal to the Silver Peak lithium mine which is currently the only producing lithium mine in North America - owned by the world's largest lithium producer, Albermarle. Clayton Valley is located 60km south of Marquee's Kibby Basin Lithium Project and 10km east of ASX-listed Ioneer Ltd (ASX: INR) flagship Rhyolite Ridge Lithium-Boron Project which has been joint ventured with Sibayne Stillwater Ltd.

Marquee Resources Limited provided the highly encouraging results from a completed ground gravity survey at the Clayton Valley Lithium Project, Nevada, USA in the June quarter of 2022. (See ASX Release 23 May 2022).

Mt Clement Project

The Mt Clement Project consists of exploration license applications E08/3214 and E08/3301. The Mt Clement Deposit is situated in the middle of the tenement package and numerous other historical gold and base metal mines and prospects surrounding the tenure. The Project consists of 360 square kilometers of tenure prospective for syngenetic gold-antimony mineralisation, a poorly understood and underexplored mineralisation style in the Ashburton Basin. This Project represents a genuine greenfields opportunity in one of Australia's most unexplored regions.

Redlings Rare Earth Project

In April 2022, results from auger sampling completed at the Redlings Rare-Earth Element Project were reported (See ASX Release 26 April 2022). Results identified significant and widespread zones of surficial rare-earth element ("REE") anomalism related to the intrusion of REE-bearing carbonatitic dykes.

1,292 auger holes were completed over previously untested areas with results highlighting the potential to identify additional REE-bearing dykes, or a 'dyke swarm', over the broader Project area. Further mapping and rock chip sampling has been undertaken, post the quarter end in January 2023, by MQR geologists to further understand the potential of the Project to host an economic REE mineral resource. Following receipt of rock chip results further auger geochemistry sampling is planned to be completed.

At Redlings, REE mineralisation is related to carbonatitic intrusions or dykes and associated fenitic alteration, which are elevated in REE compared to background. Economic mineralisation intersected in RC drilling was constrained to the laterite profile where supergene REE enrichment of the underlying carbonatite has occurred, not dissimilar to the mineralisation style encountered at the Mount Weld (LYC) and Yangibana (HAS) deposits. The potential for REE-bearing dykes to host economic fresh-rock mineralisation requires further assessment, however early results suggest there is the potential to define economic supergene REE mineralisation (0-20m vertical depth). Individual REE bearing dykes are often part of a larger dyke swarm.

The Company will continue to identify additional REE-bearing dykes by systematically testing numerous, analogous geophysical targets with further work planned later in Q2 2023 at the Project.

Werner Lake Cobalt Project

In November 2022, the Company, along with its joint-venture partner Global Energy Metals Corporation (GEMC) (TSXV: GEMC) agreed to sell the Werner Lake Cobalt Project (Werner Lake) to High-Tech Metals Limited (HTM). MQR held 30% of the Werner Lake Project with GEMC previously holding the controlling 70%.

HTM has now acquired 100% ownership of Werner Lake through a \$50,000 cash payment to GEMC and the issue of 3,250,000 fully paid ordinary shares in High-Tech to the Vendors, with GEMC receiving 2,500,000 Shares and Marquee receiving 750,000 Shares. Marquee Resources also has received 300,000 Founding Shares at a minimal cost of \$0.0001 (\$30) bringing its total holding to 1,050,000 shares in HTM. Additionally, MQR has received 500,000 options exercisable at \$0.25 each and expiring three years from the HTM's admission to the official list of the ASX.

HTM lodged its Initial Public Offer prospectus with the Australian Securities & Investments Commission on 31 October 2022. The Prospectus contained an offer of 22,500,000 Shares at an issue price of \$0.20 per Share together to raise \$4,500,000.

The Offer included a priority offer to shareholders of Marquee in Australia that held shares in Marquee at 5:00PM (AWST) on 1 November 2022 of up to 15,000,000 Shares.

Under the MQR Offer, Eligible Shareholders had priority in respect of the first \$3,000,000 (15,000,000 Shares) to be raised under the HTM Offer. The allocation of Shares under the Priority Offer was subject to a minimum investment of \$2,000 and made pro rata to Eligible Shareholders' shareholdings in Marquee on the Record Date and thereafter at the discretion of HTM.

Post December 2022, the Company, along with its joint-venture partner Global Energy Metals Corporation, completed the sale of the Werner Lake Cobalt Project to High-Tech Metals Limited. HTM was admitted to the official list of the ASX and began trading on 23 January 2023.

New Project Opportunities

Marquee continues to review a number of complimentary projects that would be a strategic fit for the Company and would add substantial value for shareholders.

Corporate**Annual General Meeting**

The annual general meeting was held on 28 November 2022 and all resolutions were passed via a poll. As more than 25% of the votes were cast against Resolution 1, this constitutes a first strike for the purposes of the Corporation Act 2001 (Cth).

Events subsequent to reporting date

The Company, along with its joint-venture partner Global Energy Metals Corporation (GEMC) completed the sale of the Werner Lake Cobalt Project (Werner Lake) to High-Tech Metals Limited (HTM).

HTM has acquired 100% ownership of Werner Lake through the issue of 750,000 fully paid ordinary shares in High-Tech shares to Marquee Resources Ltd. Marquee also received 300,000 Founding Shares at a minimal cost of \$0.0001 (\$30) bringing its total holding to 1,050,000 shares in HTM. Additionally, MQR have received 500,000 options exercisable at \$0.25 each and expiring three years from HTM's admission to the official list of the ASX.

In late January 2023 and March 2023, the Company provided an update on the exploration activities at the West Spargoville Project. Refer to ASX announcement dated 24 January 2023 and 15 March 2023.

Further to the above the Company provided the Complete Sampling Results at the Kibby Basin Lithium Project. Refer to ASX announcement dated 25 January 2023 for further details.

No other matters or circumstances have occurred subsequent to reporting date that would have a material impact on the consolidated financial statements.

Financial Position

The cash balance at the end of the half-year was \$2,253,008 (30 June 2022: \$9,182,210). The net loss for the 6 months to December 2022 was \$907,568 (Dec 2021: \$2,116,664).

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, BDO Audit (WA) Pty Ltd, to provide the directors of the company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 5 and forms part of this directors' report for the half-year ended 31 December 2022.

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



Charles Thomas
Executive Chairman
16 March 2023

DECLARATION OF INDEPENDENCE BY PHILLIP MURDOCH TO THE DIRECTORS OF MARQUEE RESOURCES LIMITED

As lead auditor for the review of Marquee Resources Limited for the half-year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Marquee Resources Limited and the entities it controlled during the period.



Phillip Murdoch

Director

BDO Audit (WA) Pty Ltd

Perth, 16 March 2023

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**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

	31 December 2022	31 December 2021
Notes	\$	\$
Continuing operations		
Interest income	12,893	193
Profit on sale of equity investments	131,564	-
Foreign Currency Gain	834	-
Other income	-	27,767
Administrative expenses	(385,497)	(377,905)
Staff expenses	(382,464)	(328,992)
Share based payment	-	(28,750)
Finance cost lease	(925)	(2,839)
Fair value loss on financial assets	(252,336)	-
Unrealised currency loss	(10,308)	-
Depreciation and amortisation expense	(21,330)	(19,534)
Loss before income tax	(907,568)	(730,060)
Income tax expense	-	-
Net Loss for the period from continuing operations	(907,568)	(730,060)
Other comprehensive income/(loss), net of income tax		
Loss from discontinued operations	-	(1,386,604)
Loss for the year	(907,568)	(2,116,664)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(29,488)	48,628
Other comprehensive income/(loss) for the period, net of income tax	(29,488)	48,628
Total Comprehensive loss attributable to owners of the parent	(937,057)	(2,068,036)
Basic profit/(loss) per share attributable to the members of Marquee Resources Ltd (cents per share)	(0.287)	(1.407)
Basic profit/(loss) per share for continuing operations attributable to the members of Marquee Resources Ltd (cents per share)	(0.287)	(0.485)

The accompanying notes form part of these consolidated financial statements

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**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022**

	Notes	31 December 2022 \$	30 June 2022 \$
Assets			
Current assets			
Cash and cash equivalents		2,253,008	9,182,210
Trade and other receivables	5	3,097,172	194,066
Prepayments		6,575	38,647
Asset held for sale (Werner Lake)		277,764	-
Total current assets		5,634,518	9,414,923
Non-current assets			
Property, plant and equipment		49,122	30,357
Right-of-use asset		77,344	57,310
Deferred exploration and evaluation expenditure	3	13,550,260	10,701,500
Financial assets at fair value through profit or loss		678,042	665,219
Total non-current assets		14,354,768	11,454,385
Total assets		19,989,286	20,868,309
Liabilities			
Current liabilities			
Trade and other payables		384,680	644,738
Lease liability		37,640	33,095
Accruals		17,500	370,831
Total current liabilities		439,820	1,048,664
Non-Current Liabilities			
Lease liability		40,814	26,381
Total non-current liabilities		40,814	26,381
Total Liabilities		480,634	1,075,045
Net assets		19,508,652	19,794,264
Equity			
Issued capital	6	31,307,980	30,656,534
Reserves	7	5,973,501	6,002,989
Accumulated losses		(17,772,829)	(16,865,260)
Total Equity		19,508,652	19,794,264

The accompanying notes form part of these consolidated financial statements

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

		Issued capital	Option reserve	Share- based payment reserve	Foreign currency translation reserve	Accumulated losses	Total Equity
	Note	\$	\$	\$	\$	\$	\$
Balance at 1 July 2022		30,656,534	3,321,919	2,548,000	133,070	(16,865,261)	19,794,264
Loss for the period		-	-	-	-	(907,568)	(907,568)
Exchange differences arising on translation of foreign operations		-	-	-	(29,488)	-	(29,488)
Total comprehensive loss for the period		-	-	-	(29,488)	(907,568)	(937,057)
Issue of Shares	6	651,446	-	-	-	-	651,446
Share issue costs		-	-	-	-	-	-
Balance at 31 December 2022		31,307,980	3,321,919	2,548,000	103,582	(17,772,829)	19,508,652
Balance at 1 July 2021		14,661,637	1,978,340	2,548,000	(35,013)	(13,797,322)	5,355,642
Loss for the period		-	-	-	-	(2,116,664)	(2,116,664)
Exchange differences arising on translation of foreign operations		-	-	-	48,628	-	48,628
Total comprehensive loss for the period		-	-	-	48,628	(2,116,664)	(2,068,529)
Issue of shares		6,087,325	-	-	-	-	6,087,325
Issue of options		-	747,338	-	-	-	747,338
Share issue costs		(536,040)	-	-	-	-	(536,040)
Balance at 31 December 2021		20,212,922	2,725,678	2,548,000	13,615	(15,913,985)	9,586,230

The accompanying notes form part of these consolidated financial statements

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

	31 December 2022	31 December 2021
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(755,090)	(752,313)
Interest received	12,893	193
Foreign currency gain	834	-
Net cash outflow from operating activities	(741,363)	(752,120)
Cash flows from investing activities		
Payments for exploration and evaluation expenditure	(7,508,083)	(1,482,541)
Funding from Mineral Resources Farm-In and JV agreement	1,506,222	-
Payment for plant and equipment	(24,076)	(6,907)
Payment to acquire financial assets	(1,048,101)	-
Proceeds from sale of financial assets	904,198	-
Proceeds from sale of Centenario	-	687,412
Net cash outflow from investing activities	(6,169,840)	(802,036)
Cash flows from financing activities		
Proceeds from issue of equity securities	-	2,747,500
Proceeds from Convertible note	-	3,000,000
Payment for share issue costs	-	(397,702)
Repayment of lease	(18,000)	(18,000)
Net cash (outflow)/inflow from financing activities	(18,000)	5,331,798
Net increase/(decrease) in cash held	(6,929,202)	3,777,642
Cash and cash equivalents at the beginning of the period	9,182,210	1,233,817
Cash and cash equivalents at the end of the period	2,253,008	5,011,459

The accompanying notes form part of these consolidated financial statements.

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**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022****NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES****Basis of preparation**

The interim report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

The interim report is a General Purpose Financial Report prepared in accordance with *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period.

Accounting policies and methods of computation

The accounting policies and methods of computation adopted are consistent with those of the previous financial year ended 30 June 2022 and corresponding half-year. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Adoption of new and amended Accounting Standards

For the half-year ended 31 December 2022 the Group has reviewed all of the new and revised Standards and interpretations issued by the Australian Accounting Standards Board ("AASB") that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2022. The adoption of these new and revised standards and interpretations did not have any effect on the financial position or performance of the Group.

Significant accounting judgments and key estimates

The preparation of interim financial reports requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this interim report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2022.

Statement of compliance

The interim financial statements were authorised for issue on 15 March 2023.

The interim financial statements comply with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report, comprising the interim financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

Historical Cost Convention

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets as described in the accounting policies.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. In preparing this interim report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2022.

Functional and presentation currency

The functional currency of the Group is measured using the currency of the primary economic environment in which the entity operates (United States and Canada), however the financial statements are presented in Australian dollars, which is the economic environment that the parent operates.

NOTE 2: OPERATING SEGMENTS

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the Chief Operating Decision Maker in order to allocate resources to the segment and to assess its performance.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

The Group's operating segments have been determined with reference to the monthly management accounts used by the Chief Operating Decision maker to make decisions regarding the Group's operations and allocation of working capital. Due to the size and nature of the Group, the Board as a whole has been determined as the Chief Operating Decision Maker.

Information reported to the Group's Board of Directors for the purposes of resource allocation and assessment of performance is more specifically focused on the exploration and development of mineral resource projects. The Group's reportable segments under AASB 8 are therefore as follows:

- Exploration and evaluation – USA
- Exploration and evaluation – Canada
- Exploration and evaluation – Argentina
- Exploration and evaluation – Australia
- Other sector

Exploration and evaluation – Nevada refers to the Clayton Valley Project Exploration licenses (EL's) held in Nevada USA. The Group holds a 100% interest in these licences through Sovereign Gold Nevada Inc, a wholly owned subsidiary of Marquee Resources Limited. During the December 2021 half two projects have been added to this segment, the Lone Star and Kibby projects located in the US.

Exploration and evaluation – Canada refers to the 30% interest in the Werner Lake project in Canada.

Exploration and evaluation – Argentina refers to the 30% interest via its 100% subsidiary Centenario Lithium Ltd in a Lithium exploration project in the Centenario-Ratones, an area of the Andes in the north-west of Argentina. Subsequent to the sale of Centenario, this segment within the prior period, is no longer in place.

Exploration and evaluation – Australia refers to Redlings, West Spargoville and Mt Clement Projects in Western Australia.

The other sector relates to head office operations, including cash management. Information regarding these segments is presented below. The accounting policies of the reportable segments are the same as the Group's accounting policies.

Segment information

The following table presents revenue and profit information and certain asset and liability information regarding business segments for the period ended 31 December 2021, 30 June 2022 and 31 December 2022.

	E & E Canada	E&E USA	E&E Argentina	E & E Australia	Other	Consolidated
SEGMENT REPORTING						
Half Year ended 31 December 2022						
Segment Revenue	-	-	-	-	145,292	145,292
Segment net operating loss/(profit) before tax	(202)	-	-	-	(907,366)	(907,568)
Half Year ended 31 December 2021						
Segment Revenue	-	-	27,767	-	193	27,960
Segment net operating loss before tax	1,386,799	-	-	-	729,865	2,116,664
Segment assets						
At 31 December 2022	277,764	10,668,708	-	2,728,113	6,161,261	19,835,846
At 30 June 2022	321,895	7,386,791	-	2,992,814	10,167,809	20,869,309
Segment liabilities						
At 31 December 2022	-	-	-	-	480,634	480,634
At 30 June 2022	-	-	-	-	1,075,045	1,075,045

Segment results earned by each segment are without allocation of central administration costs and directors' salaries, share of profits from associates, investment revenue and finance costs, income tax expense, gains or losses of associates and discontinued operations. This is the measure reported to the chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

NOTE 3: EXPLORATION AND EVALUATION EXPENDITURE

	Six months to 31 December 2022	Year to 30 June 2022
	\$	\$
Costs carried forward in respect of areas of interest in the following phases:		
Exploration and evaluation phase – at cost		
Balance at beginning of period	10,701,500	3,528,723
Asset acquired	-	1,582,181
Expenditure incurred (i)	7,494,198	6,810,790
Funding exploration and evaluation	(4,341,995)	
Impaired exploration expenditure	-	(1,386,604)
Transfer to asset held for sale	(277,764)	
Foreign Exchange	(25,679)	166,409
Total exploration and evaluation expenditure	13,550,260	10,701,500

- (i) In the period the Group issued facilitator shares and consideration as part of the Earn-in agreement with Belmont Resources Inc for Lone Star and Kibby projects as disclosed in Note 6.

The exploration assets satisfy AASB 6 and remain as exploration assets in the statement of financial position. The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent upon the successful development and commercial exploitation or sale of the respective areas.

NOTE 4: JOINT VENTURES

The Company is a party to a number of unincorporated exploration joint ventures. The following is a list of unincorporated exploration joint ventures under which the Company has diluted and may yet dilute its original interest:

Name of Joint Venture and Project	31 December 2022 Interest %	30 June 2022 Interest %
Earn-In Lone Star Project (i)	50%	50%
Earn-In Kibby Project (ii)	80%	10%
West Spargoville Project (iii)	0%	0%

(i) Marquee earning into the project. Belmont Resources Inc. diluting out of the Lone Star Project.

(ii) Marquee earning into the project. Belmont Resources Inc. diluting out of the Kibby Project.

(iii) Marquee Resources executed the option agreement with Fyfehill Pty Ltd post December 2022 to acquire 100% interest in the West Spargoville Project. Marquee is potentially diluting out of the project, with Mineral Resources earning into the West Spargoville Project (25%).

As at 31 December 2022, the above listed joint ventures are not joint arrangements under the accounting standards as the joint venture partners do not have collective and joint control. The company therefore accounts for the interest in the joint ventures in accordance with the relevant accounting standards and not under AASB 11 Joint Arrangements. All exploration and evaluation expenditure is capitalised as incurred. Contributed funds received from Mineral Resources Ltd in relation to the West Spargoville project are deducted from exploration expenditure when cash is received or the right to receive the payment is established

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

Joint Venture at West Spargoville Project

In June 2022 Marquee announced that it had entered into a legally binding term sheet with Mineral Resources Limited with respect to Lithium rights at MQR's West Spargoville Project. Mineral Resources has the right to acquire the initial 25% interest in lithium rights at WSP by funding exploration and development activities and completing a feasibility study on the project within 24 months. As at 31 December 2022, \$3,069,350 is recorded as a receivable as disclosed in Note 5.

	31 December 2022	30 June 2022
	\$	\$
Opening Balance	-	-
Contributions received	1,656,844	-
Joint Venture expenditure	(4,726,194)	-
	<u>(3,069,350)</u>	<u>-</u>

NOTE 5: TRADE AND OTHER RECEIVABLES

	31 December 2022	30 June 2022
	\$	\$
Other receivables	27,822	194,066
Joint Venture contributions	3,069,350	-
	<u>3,097,172</u>	<u>194,066</u>

The movement in receivables is largely due to the Joint Venture funding. Refer Note 4 for details

NOTE 6: ISSUED CAPITAL

	31 Dec 2022	30 June 2022
	\$	\$
<i>Ordinary shares</i>		
Issued and fully paid	<u>31,307,980</u>	<u>30,656,534</u>

	Six months to 31 December 2022		Year to 30 June 2022	
	Number	\$	Number	\$
<i>Movements in ordinary shares</i>				
Balance at beginning of period	315,617,580	30,656,534	119,910,102	14,661,637
Issue of shares Belmont Resources Inc – Kibby (i)	2,000,000	124,000	-	-
Facilitator Shares Lone Star and Kibby projects (i)	9,589,925	527,446	-	-
Placement	-	-	29,750,000	1,487,500
Option exercise @ 8 cents per share	-	-	15,750,000	1,260,000
Conversion Convertible Note	-	-	37,500,000	3,000,000
Vendor and facilitation shares	-	-	2,705,000	311,075
Technical Officer shares	-	-	250,000	28,750
Exercise of Options	-	-	13,650,000	1,100,500
Placement	-	-	54,338,144	5,705,505
Share Purchase Plan	-	-	38,095,239	4,000,000
Lone Star earn-in shares and facilitation shares	-	-	3,669,095	234,822
Equity Issue Costs	-	-	-	(1,133,755)
Balance at end of period	<u>327,207,505</u>	<u>31,307,980</u>	<u>315,617,580</u>	<u>30,656,534</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

(i) Refer to Note 8 for further details on the issue of these shares

Options

Total options on issue at reporting date:

Exercise Price \$0.08 expiry 30/6/2023	30,525,000
Exercise price \$0.16 expiry 30/6/2023	11,000,000
Exercise price \$0.16 expiry 30/6/2025	14,500,000
Total	56,025,000

NOTE 7: RESERVES

Movements in reserves were as follows:

Consolidated	Option reserve	Equity based payment reserve	Foreign currency translation reserve	Total
31 December 2022	\$	\$	\$	\$
Balance at beginning of period	3,321,919	2,548,000	133,070	6,002,989
Equity based payment	-	-	-	-
Currency translation differences	-	-	(29,488)	(29,488)
Balance at end of period	3,321,919	2,548,000	103,582	5,973,501

Consolidated	Option reserve	Share based payment reserve	Foreign currency translation reserve	Total
30 June 2022	\$	\$	\$	\$
Balance at beginning of period	1,978,340	2,548,000	(35,013)	4,491,327
Equity based payment (options)	1,343,579	-	-	1,343,579
Currency translation differences	-	-	168,083	168,083
Balance at end of year	3,321,919	2,548,000	133,070	6,002,989

NOTE 8: CASH FLOW INFORMATION

The following non-cash activities were undertaken in the period:

	31 December 2022	31 December 2021
	\$	\$
Issue of shares-acquisition Lone Star and Kibby projects (asset) (i)	124,000	230,000
Issue of shares as facilitation fee for Lone star and Kibby projects (asset) (ii)	527,446	81,075
Issue of options as facilitation fee for Lone Star and Kibby projects (asset)	-	609,000
	651,446	920,075

(i) Issue of 2 million shares to Belmont Inc as consideration as part of the Earn-in Agreement for the Kibby project (valued at 6.2 cents per share) Oct 2022

(ii) Issue of 9,589,925 shares as facilitation fees (valued at 5.5 cents per share) for the Earn-in agreement with Belmont Resources Inc to GTT Ventures or nominees. C Thomas is a Director and shareholder of GTT Ventures Pty Ltd. (Dec 2022)

**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022****NOTE 9: RELATED PARTY TRANSACTIONS**

Facilitation Fees for Lone star and Kibby projects as disclosed in Note 8 above.

Other than the above, there has been no change in the nature of related party transactions since the last annual reporting date.

NOTE 10. COMMITMENTS

There has been no changes in commitments since the last annual reporting date.

NOTE 11: CONTINGENT LIABILITIES

There has been no change in Contingent Liabilities since the last annual reporting date.

NOTE 12: EVENTS SUBSEQUENT TO REPORTING DATE

The Company, along with its joint-venture partner Global Energy Metals Corporation (GEMC) completed the sale of the Werner Lake Cobalt Project (Werner Lake) to High-Tech Metals Limited (HTM).

HTM has acquired 100% ownership of Werner Lake through the issue of 750,000 fully paid ordinary shares in High-Tech shares to Marquee Resources Ltd. Marquee also received 300,000 Founding Shares at a minimal cost of \$0.0001 (\$30) bringing its total holding to 1,050,000 shares in HTM. Additionally, MQR have received 500,000 options exercisable at \$0.25 each and expiring three years from HTM's admission to the official list of the ASX.

In late January 2023 and March 2023, the Company provided an update on the exploration activities at the West Spargoville Project. Refer to ASX announcement dated 24 January 2023 and 15 March 2023.

Further to the above the Company provided the Complete Sampling Results at the Kibby Basin Lithium Project. Refer to ASX announcement dated 25 January 2023 for further details.

No other matters or circumstances have occurred subsequent to reporting date that would have a material impact on the consolidated financial statements.

DIRECTORS' DECLARATION

In the opinion of the directors of Marquee Resources Limited ('the company'):

1. The attached financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
 - a. complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - b. giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the half-year then ended; and
2. there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.



Charles Thomas
Executive Chairman
16 March 2023

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Marquee Resources Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Marquee Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2022 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibility of the directors for the financial report

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

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Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2022 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

BDO Audit (WA) Pty Ltd

BDO
A handwritten signature in black ink, appearing to read 'P. Murdoch', is written over a horizontal line.

Phillip Murdoch

Director

Perth, 16 March 2023