

**auric**mining

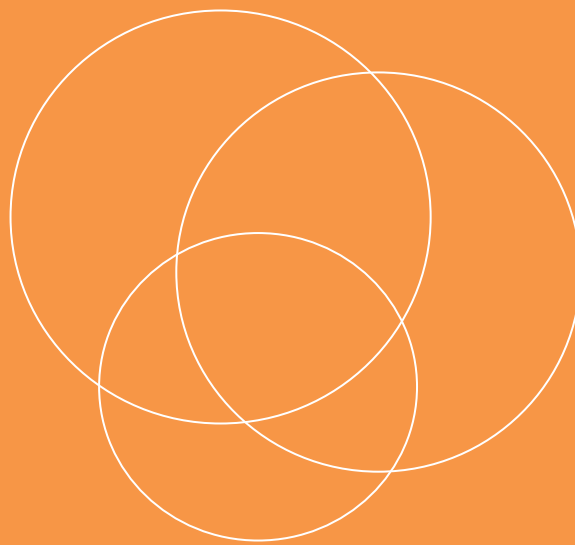
**AURIC MINING LIMITED**

ABN 29 635 470 843

**AND ITS CONTROLLED ENTITIES**

# INTERIM FINANCIAL REPORT

For the half year ended 30 June 2021



info@auricmining.com.au

[auricmining.com.au](http://auricmining.com.au)

level 1, 1 tully road, east perth wa 6004

## CONTENTS

Directors' Report	1-2
Auditor's Independence Declaration	3
Consolidated Statement of Profit or Loss and Other Comprehensive Income	4
Consolidated Statement of Financial Position	5
Consolidated Statement of Changes in Equity	6
Consolidated Statement of Cash Flows	7
Notes to the Consolidated Financial Statements	8-11
Director's Declaration	12
Independent Auditor's Review Report	13-14

# DIRECTORS' REPORT

Your Directors present their half-yearly report on the consolidated entity consisting of Auric Mining Limited ("Auric" or "the Company") and the entities it controlled at the end of, or during, the period 31 December 2020 to 30 June 2021 ("the Group").

## Directors

The persons who were Directors of Auric Mining Limited during the interim reporting period and up to the date of this report are:

Steven Morris	Non-Executive Chair
Mark English	Managing Director
John Utley	Executive Director
Stephen Strubel	Executive Director & Company Secretary

## Review of Operations

Auric successfully listed on the ASX on 12 February 2021. The well-supported Initial Public Offering (IPO) raised \$7.3M. The Company is now well funded to evaluate its exciting exploration projects and looks forward to successful years ahead.

The Company completed its first RC drilling program at Munda M15/87. The drilling program commenced on 13 February 2021 and was completed on 9 March 2021. The program was for 27 holes with 3,664 metres drilled. Refer to ASX announcements dated, 23 March 2021, 29 March 2021 and 9 April 2021.

The Company completed the acquisition of the Neometals Ltd gold rights at Widgiemooltha on the 10 June 2021. This acquisition consisted of acquiring the gold rights to 13 tenements and 8 applications at Widgiemooltha and Spargoville. The consideration paid was \$250,000 cash plus the issue of 3,429,691 shares at \$0.2041 per share totalling \$700,000 and a 1% gross royalty on gold production from tenement E 15/1583. Refer to ASX announcements dated, 19 April 2021 and 10 June 2021.

## *Nature of Operations and Principal Activities*

The principal activities of the Group during the financial period were gold exploration and development.

## *Financial Review*

For the period ended 30 June 2021, the Group incurred a loss after income tax of \$537,888.

## *Covid-19 response*

Auric continues to proactively manage the potential impact of the Covid-19 global pandemic on the Group's operations. While the financial impact on the Group up to 30 June 2021 has been negligible, it is impracticable to estimate the potential impact after the reporting date. The situation is dependent on measures imposed by governments at jurisdictions in which the Group operates.

## **Significant Change in State of Affairs**

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year, other than as detailed in this report.

# DIRECTORS' REPORT

## Dividends Paid or Recommended

The Group did not pay any dividend during the financial period ended 30 June 2021 and no dividend is recommended.

## Indemnifying Officers or Auditor

During the period, the Group maintained an insurance policy which indemnifies the directors and officers in respect of any liability incurred in connection with the performance of their duties as directors and officers of the Group to the extent permitted by the Corporations Act 2001.

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

## Events Subsequent to the End of the Financial Period

There were no material events subsequent to the end of the financial period.

## Likely Developments and Expected Results of Operations

Likely developments, future prospects and business strategies of the operations of the Group and the expected results of those operations, not otherwise disclosed in this report, have not been included as the Directors believe that the inclusion of such information would be likely to result in unreasonable prejudice to the Group.

## Environmental Regulations

The Group is not subject to any significant environmental regulation under Australian Commonwealth or State law as it is still in exploration stages.

## Proceedings on Behalf of the Company

No person has applied for leave of a Court to bring proceedings against the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any Court proceedings during the period.

## Auditor's Independence Declaration

The Auditor's Independence Declaration under section 307C of the Corporation Act 2001 is included within this financial report.

This report is signed in accordance with a resolution of the Board of Directors.



**Mark English**  
Managing Director

Perth, Western Australia

2 September 2021

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE  
CORPORATIONS ACT 2001 TO THE DIRECTORS OF AURIC MINING LIMITED**

I declare that, to the best of my knowledge and belief, during the half-year ended 30 June 2021 there have been:

- no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- no contraventions of any applicable code of professional conduct in relation to the review.



**William Buck Audit (Vic) Pty Ltd**

ABN: 59 116 151 136



**J.C. Luckins**

Director

Melbourne, 2 September 2021

**ACCOUNTANTS & ADVISORS**

Level 20, 181 William Street  
Melbourne VIC 3000

Telephone: +61 3 9824 8555

**[williambuck.com](http://williambuck.com)**

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 30 June 2021

	Note	30 June 2021 \$	30 June 2020 \$
<b>Continuing operations</b>			
Other Income		2,991	-
Employee benefits expenses		(261,456)	(30,000)
Corporate and administration expenses		(217,913)	(58,102)
Mining project – Investigation costs		(8,903)	-
Other expenses		(52,607)	(1,177)
<b>Loss before income tax</b>		<b>(537,888)</b>	<b>(89,279)</b>
Income tax expense		-	-
<b>Net loss for the period</b>		<b>(537,888)</b>	<b>(89,279)</b>
<b>Total comprehensive loss for the period</b>		<b>(537,888)</b>	<b>(89,279)</b>
Net loss attributable to Owners of Auric Mining Limited		(537,888)	(89,279)
<b>Total comprehensive loss attributable to Owners of Auric Mining Limited</b>		<b>(537,888)</b>	<b>(89,279)</b>
<b>Earnings per share</b>			
<b>From continuing operations:</b>			
Basic earnings per share (cents)	2	(0.64)	(1.11)
Diluted earnings per share (cents)	2	(0.64)	(1.11)

The accompanying notes form part of these financial statements.

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 June 2021

	Note	30 June 2021 \$	31 December 2020 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		1,332,251	176,418
Other receivables		131,811	54,098
Other current assets		44,337	17,812
<b>Total current assets</b>		<b>1,508,399</b>	<b>248,328</b>
<b>Non-current assets</b>			
Plant and equipment		11,242	3,062
Exploration and evaluation costs	3	5,400,998	3,830,614
Term deposits		2,950,000	-
Other non-current assets		8,878	-
<b>Total non-current assets</b>		<b>8,371,118</b>	<b>3,833,676</b>
<b>TOTAL ASSETS</b>		<b>9,879,517</b>	<b>4,082,004</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Payables	4	230,014	1,149,553
Provisions		15,049	248,000
<b>Total current liabilities</b>		<b>245,063</b>	<b>1,397,553</b>
<b>TOTAL LIABILITIES</b>		<b>245,063</b>	<b>1,397,553</b>
<b>NET ASSETS</b>		<b>9,634,454</b>	<b>2,684,451</b>
<b>EQUITY</b>			
Issued capital	5	10,266,147	3,098,256
Share option reserve	6	657,066	337,066
Accumulated losses		(1,288,759)	(750,871)
<b>TOTAL EQUITY</b>		<b>9,634,454</b>	<b>2,684,451</b>

The accompanying notes form part of these financial statements.

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 30 JUNE 2021

	Issued Capital	Option Reserve	Accumulate Losses	Total
	\$	\$	\$	\$
<b>Balance at 1 January 2021</b>	<b>3,098,256</b>	<b>337,066</b>	<b>(750,871)</b>	<b>2,684,451</b>
Loss for the period ended 30 June 2021	-	-	(537,888)	(537,888)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>(537,888)</b>	<b>(537,888)</b>
<b>Transactions with owners, directly in equity</b>				
Shares issued	7,956,417	-	-	7,956,417
Transaction costs	(788,526)	-	-	(788,526)
Share option reserve	-	320,000	-	320,000
<b>Balance at 30 June 2021</b>	<b>10,266,147</b>	<b>657,066</b>	<b>(1,288,759)</b>	<b>9,634,454</b>
	\$	\$	\$	\$
<b>Balance at 1 January 2020</b>	<b>7,530</b>	<b>-</b>	<b>(8,489)</b>	<b>(959)</b>
Loss for the period ended 30 June 2020	-	-	(89,279)	(89,279)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>(89,279)</b>	<b>(89,279)</b>
<b>Transactions with owners, directly in equity</b>				
Shares issued	1,500	-	-	1,500
<b>Balance at 30 June 2020</b>	<b>9,030</b>	<b>-</b>	<b>(97,768)</b>	<b>(88,738)</b>

The accompanying notes form part of these financial statements.



# CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 30 JUNE 2021

	30 June 2021	30 June 2020
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Payments to suppliers and employees (inclusive of GST)	(898,399)	(53,275)
<b>Net cash (used) by operating activities</b>	<b>(898,399)</b>	<b>(53,275)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of plant and equipment	(7,683)	-
Exploration and evaluation expenditure	(1,650,105)	-
Term deposit	(2,950,000)	-
<b>Net cash (used) in investing activities</b>	<b>(4,607,788)</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from share issue	7,256,417	1,500
Capital raising costs	(594,398)	-
Proceed from borrowings	-	58,500
<b>Net cash provided by financing activities</b>	<b>6,662,019</b>	<b>60,000</b>
Net increase in cash and cash equivalents	1,155,833	6,725
Cash and cash equivalents at beginning of the financial period	176,418	715
<b>Cash and cash equivalents at end of the period</b>	<b>1,332,251</b>	<b>7,440</b>

The accompanying notes form part of these financial statements.

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2021

The consolidated financial statements and notes represent those of Auric Mining Limited and Controlled Entities (the Consolidated Group or Group).

The financial statements were authorised for issue on 2 September 2021 by the directors of the Company.

## 1. Summary of significant accounting policies

These general-purpose financial statements for the interim half-year reporting period ended 30 June 2021 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general-purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2020 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

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

### New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

### Conceptual Framework for Financial Reporting (Conceptual Framework)

The revised Conceptual Framework has been adopted after 1 January 2020. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards. Where the company has relied on the existing framework in determining its accounting policies for transactions, events or conditions that are not otherwise dealt with under the Australian Accounting Standards, the company has reviewed such policies under the revised framework. The application of the Conceptual Framework does not have a material impact on the company's financial statements.

## 2. Earnings per Share

	30 June 2021	30 June 2020
	\$	\$
Loss used in the calculation of basic and diluted EPS	(537,888)	(89,279)
Weighted average number of ordinary shares outstanding during the period used in the calculation of basic EPS	83,599,875	8,050,303
<b>Basic and diluted loss per share (cent per share)</b>	<b>(0.64)</b>	<b>(1.11)</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2021

## 3. Exploration & Evaluation Expenditure

	30 June 2021 \$	31 December 2020 \$
Opening Balance	3,830,614	-
Additions during the period	1,570,384	3,830,614
<b>Balance as at end of period</b>	<b>5,400,998</b>	<b>3,830,614</b>

Recoverability of the carrying amount of exploration assets is dependent on successful exploration.

During the period, the Group acquired the gold rights in following tenements:

Acquisition from Neometals Ltd, Widgiemooltha gold rights for 21 tenements or applications for \$250,000 cash, 3,429,691 shares issued at \$0.2041 per share plus a 1% gross royalty for gold recovered from tenement E15/1583.

## 4. Payables

	30 June 2021 \$	31 December 2020 \$
Trade and other payables	212,514	279,707
Accruals	17,500	69,846
Deferred consideration - Munda Project	-	650,000
Royalty consideration – Jeffreys Find Project	-	150,000
<b>Total Trade and Other Payables</b>	<b>230,014</b>	<b>1,149,553</b>

## 5. Issued Capital

### (a) Issued and fully paid

	30 June 2021		31 December 2020	
	No.	\$	No.	\$
Ordinary shares	93,084,325	10,266,147	60,628,967	3,098,256
	<b>93,084,325</b>	<b>10,266,147</b>	<b>60,628,967</b>	<b>3,098,256</b>

### (b) Movement reconciliation

Ordinary Shares	No. of Shares	\$
Opening Balance at 1 January 2020	7,500,300	7,530
Shares issued	1,500,000	1,500
Convertible Note conversion	27,750,000	111,000
Shares issued	500,000	2,000
Shares issued	1,161,999	174,300
Shares issued	17,950,001	2,692,500
Shares issued for part acquisition of Jeffreys Find tenement	3,666,667	550,000
Shares issued for part acquisition of Spargoville tenements	600,000	150,000
		3,688,830
Less capital raising costs		(590,574)
<b>Closing Balance at 31 December 2020</b>	<b>60,628,967</b>	<b>3,098,256</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2021

Ordinary Shares	No. of Shares	\$
Opening Balance at 1 January 2021	60,628,967	3,098,256
Shares issued by Prospectus	29,025,667	7,256,417
Shares issued for part acquisition of Neometals gold rights	3,429,691	700,000
		11,054,673
Less capital raising costs		(788,526)
<b>Closing Balance at 30 June 2021</b>	<b>93,084,325</b>	<b>10,266,147</b>

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote. Ordinary shares have no par value and the company does not have a limited amount of authorised capital.

## 6. Share Based Payment Reserve

### (a) Equity settled share-based payments

	30 June 2021		31 December 2021	
	No.	\$	No.	\$
Option reserve	5,133,333	657,066	2,633,333	337,066
	<b>5,133,333</b>	<b>657,066</b>	<b>2,633,333</b>	<b>337,066</b>

### (b) Movement reconciliation

#### Options

	No.	\$
Balance at the beginning of the period – 31 December 2020	2,633,333	337,066
Issue of Lead Manager options	2,500,000	320,000
Balance at the end of the period – 30 June 2021	<b>5,133,333</b>	<b>657,066</b>

The 2,500,000 options issued for the capital raising services had the following assumptions:

The options were valued by the Directors using the Black Scholes method. The assumptions used are as follows:

Stock price	\$0.25	Volatility	97%
Exercise price	\$0.40	Risk free rate	1.5%
Grant date	29/01/2021	Fair value per option	\$0.128
Expiry date	31/10/2023		
Share option reserve			320,000

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2021

## 7. Dividends

No dividends have been paid or declared since the start of the financial period, and none are recommended.

## 8. Contingent Assets and Liabilities

As part of the terms and conditions of the acquisition of Spargoville Project, the Group has contingent liabilities amounting to \$150,000 worth of Shares to be issued, subject to performance milestones being achieved, at a deemed issue price per share equal to the VWAP of shares calculated over the 5 trading days immediately preceding the date of issue of the shares.

As part of the acquisition of the Spargoville Project, the Group has taken on the obligation to Breakaway Resources Pty Ltd to a 1.5% net smelter royalty in respect of production from the Tenements.

As part of the acquisition of the Neometals gold rights, the Group has taken on the obligation to Neometals Ltd to a 1% gross royalty in respect of gold production from the Tenement E15/1583.

As part of the acquisition of the Neometals gold rights, the Group has taken on the obligation to spend \$450,000 on the tenements in year 1 for settlement date and a further \$450,000 in the second year.

## 9. Operating Segments

For management's purposes, the Group is organised into one main operating segment, which involves the exploration and development 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. The financial results from this segment are equivalent to the financial statements of the Group as a whole.

## 10. Events after the Reporting Period

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

## 11. Controlled Entities

### (a) Parent entities

Auric Mining Limited is the ultimate Australian parent entity.

### (b) Subsidiaries

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

	30 June 2021		Principal Activity
	Country of Incorporation	% Equity Interest	
Widgie Gold Pty Ltd	Australia	100	Operating subsidiary
Spargoville Minerals Pty Ltd	Australia	100	Operating subsidiary
Jeffreys Find Pty Ltd	Australia	100	Operating subsidiary

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

## DIRECTOR'S DECLARATION

The directors of the Company declare that:

- (a) The financial statements and notes are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with the Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory professional reporting requirements.
  - (ii) giving a true and fair view of the financial position as at 30 June 2021 and the performance for the half year ended 30 June 2021.
- (b) At the date of this statement there are reasonable grounds to believe that Auric Mining Limited will be able to pay its debts when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors and is signed on behalf of the Directors by:



**Mark English**  
Managing Director

Perth, Western Australia

2 September 2021

## Auric Mining Limited

### Independent auditor's review report

## Report on the Review of the Half-Year Financial Report

### Conclusion

We have reviewed the accompanying half-year financial report of Auric Mining Limited (the Company) and the entities it controlled at the half-year's end or from time to time during the half year (the consolidated group), which comprises the consolidated statement of financial position as at 30 June 2021, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, 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 half-year financial report of Auric Mining 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 30 June 2021 and of its performance for the half year ended on that date; and
- b) complying with Australian Accounting Standard 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 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 the Company, would be in the same terms if given to the directors as at the time of this auditor's review report

### Responsibility of Management for the Financial Report

The directors of Auric Mining 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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.

#### ACCOUNTANTS & ADVISORS

Level 20, 181 William Street  
Melbourne VIC 3000

Telephone: +61 3 9824 8555

[williambuck.com](http://williambuck.com)

**Auditor's Responsibilities 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 Company's financial position as at 30 June 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

**William Buck Audit (Vic) Pty Ltd**

ABN: 59 116 151 136

**J.C. Luckins**

Director

Melbourne, 2 September 2021