



Crater Gold Mining Limited ABN 75 067 519 779

Financial Report

For the half year ended

31 December 2023

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Directors' Report

Your Directors present their report, together with the financial statements, on the Consolidated Entity consisting of Crater Gold Mining Limited and the entities it controlled at the end of, or during the half year ended 31 December 2023.

Directors

The names of the Directors of Crater Gold Mining Limited in office during the half year and at the date of this report are:

S W S Chan (Non-Executive Chairman)
R D Parker (Managing Director)
T M Fermanis (Deputy Chairman)

L K K Lee (Non-Executive Director)
D T Y Sun (Non-Executive Director)

Principal Activities

The principal activities of Crater Gold Mining Limited (the Company) and its subsidiaries (together the Consolidated Entity) are the exploration, evaluation and exploitation of potential world class graphite, gold and base metal projects. Its current focus is its Graphite, vein style polymetallic (zinc-tin-copper-silver dominant) mineralisation discovered at Croydon in north Queensland. The Crater Mountain gold project in Papua New Guinea (PNG) is currently on care and maintenance pending the issue of replacement permits.

Review of operations

The Consolidated Entity incurred a loss for the half year of \$3,075,662 (2022: \$2,092,693).

Corporate

On 9 July 2021, the Company requested a voluntary suspension of its securities pending the finalisation of the details of a material acquisition. The voluntary suspension was extended on 16 September 2022 to the 10 January 2023. On 16 September 2022, the Company announced it was not proceeding with the material acquisition. Subsequently, on 10 July 2023, the Company was delisted from the ASX Official List in accordance with Listing Rule 17.12.

On 28 July 2023, the Company executed 2 Convertible Loan Agreements with a total face value of \$500,000. The term of each loan is 12 months, with an interest rate of 8% per annum. The loans are convertible at \$0.12 under the following terms:

- Lenders can elect to convert to shares during the 12 months term; and
- The loan will automatically convert to shares if the Company is reinstated to trading on ASX within the term.

If the loans have not been converted to shares within the 12 months term, the Company will be required to repay the loans in full within 10 business days of the end of the term.

On 25 October 2023, the Company executed a new loan agreement for \$1,000,000 with the Company's major shareholder, Freefire Technology Limited. The terms of the unsecured loan facility are consistent with those disclosed in Note 6.

The Company raised additional funds via the issue of:

- 1 September 2023: 1,000,000 fully paid ordinary shares at an issue price of \$0.12 per share, raising \$120,000;
- 3 October 2023: 1,000,000 fully paid ordinary shares at an issue price of \$0.12 per share, raising \$120,000;
- 16 October 2023: 833,600 fully paid ordinary shares at an issue price of \$0.12 per share, raising \$100,032;
- 19 October 2023: 833,600 fully paid ordinary shares at an issue price of \$0.12 per share, raising \$100,032; and
- 21 November 2023: 1,000,000 fully paid ordinary shares at an issue price of \$0.12 per share, raising \$120,000.

Directors' Report

Additionally, the Company issued the following shares:

- 3 October 2023: 80,000 fully paid ordinary shares for nil consideration, issued as appreciation of investment to financially support the Company;
- 21 November 2023: 160,000 fully paid ordinary shares for nil consideration, issued as appreciation of investment to financially support the Company;
- 13 December 2023: 35,000,000 fully paid ordinary shares at an issue price of \$0.12 per share, to offset \$4,200,000 owed to the Company's major shareholder, Freefire Technology Limited; and
- 13 December 2023: 1,657,260 fully paid ordinary shares at an issue price of \$0.12 per share, to offset \$198,872 owed to R D Parker in accrued director fees.

Annual General Meeting

All resolutions at the Company's 2023 Annual General Meeting on 29 November 2023 were passed.

Events After Reporting Date

Refer to Note 12 to the financial statements for events after reporting date.

No other matters or circumstances have arisen since the end of the half year which significantly affected or may affect the operation of the Consolidated Entity, the results of those operations or the state of affairs of the Consolidated Entity in subsequent financial years.

Significant Changes in the State of Affairs

There were no significant changes in the state of affairs of the Consolidated Entity during the half year.

OPERATIONS REPORT

Croydon Projects, North Queensland

The Croydon Projects consist of a total of five Exploration Permits for Minerals (EPMs) and one exploration Permit for Minerals licence application. Croydon is located 1,490km northwest of Brisbane and 150km southeast of Normanton and 530km by road west-southwest of Cairns. The Croydon Projects tenements surround and include the regional centre and historic gold mining town of Croydon.

During the half year, the Company has undertaken a diamond drilling program, targeting some of the anomalies identified by the combined airborne electromagnetic (EM) and aeromagnetic survey completed in the previous year (refer to *ASX announcement released 5 October 2022 titled "Preliminary HEM results identify high priority targets at the Croydon Project, Nth Qld"*).

Targets that were tested in the drilling campaign included the Anomaly S3 area in EPM 18616 (see *Figure 1*). Twenty Nine (29) holes have been drilled at S3 for a total of 3,530.3 metres. Two (2) holes were also drilled at the A5 anomaly area (*Figure 2*) in EPM 16002 for 393.6 metres and one (1) hole was drilled at Anomaly WAL-4 (*Figure 3*) in EPM 26749 for 196.5 metres. A total of 748.5 metres were drilled in the polymetallic tenements. All assays have been received and are being evaluated.

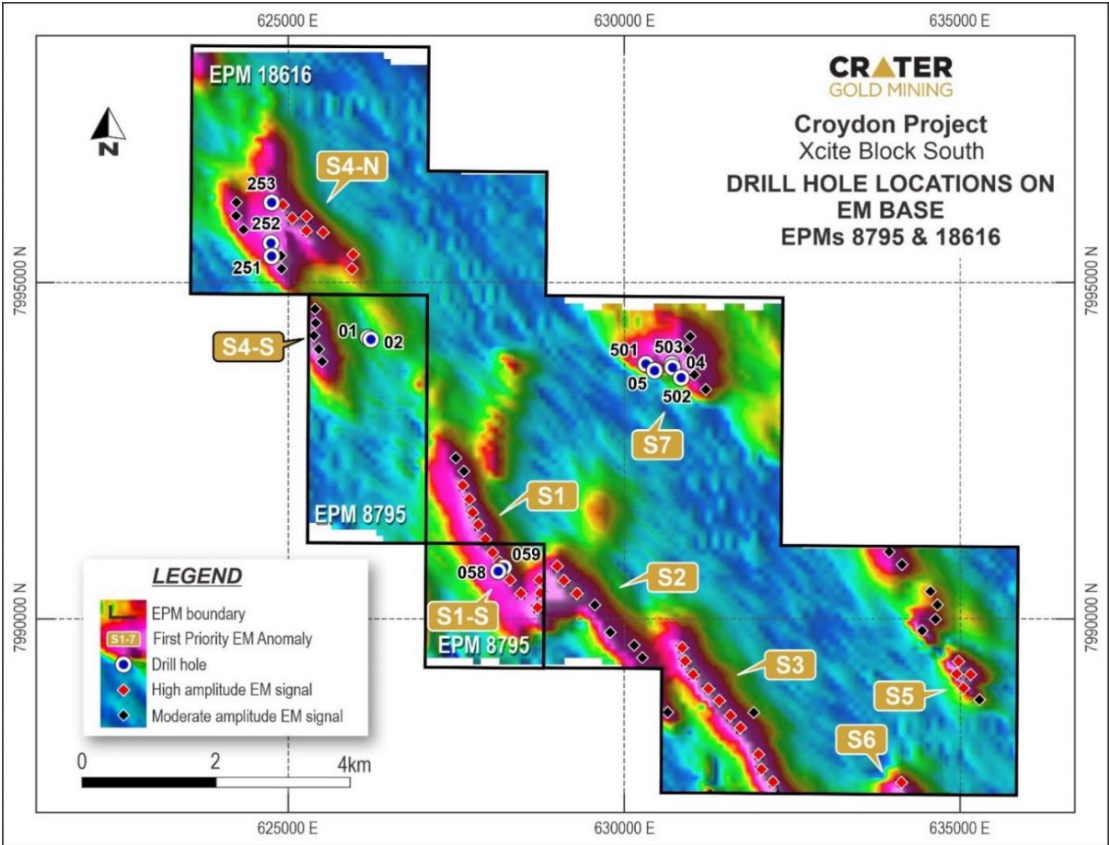


Figure 1: Location of the Anomaly S3 area

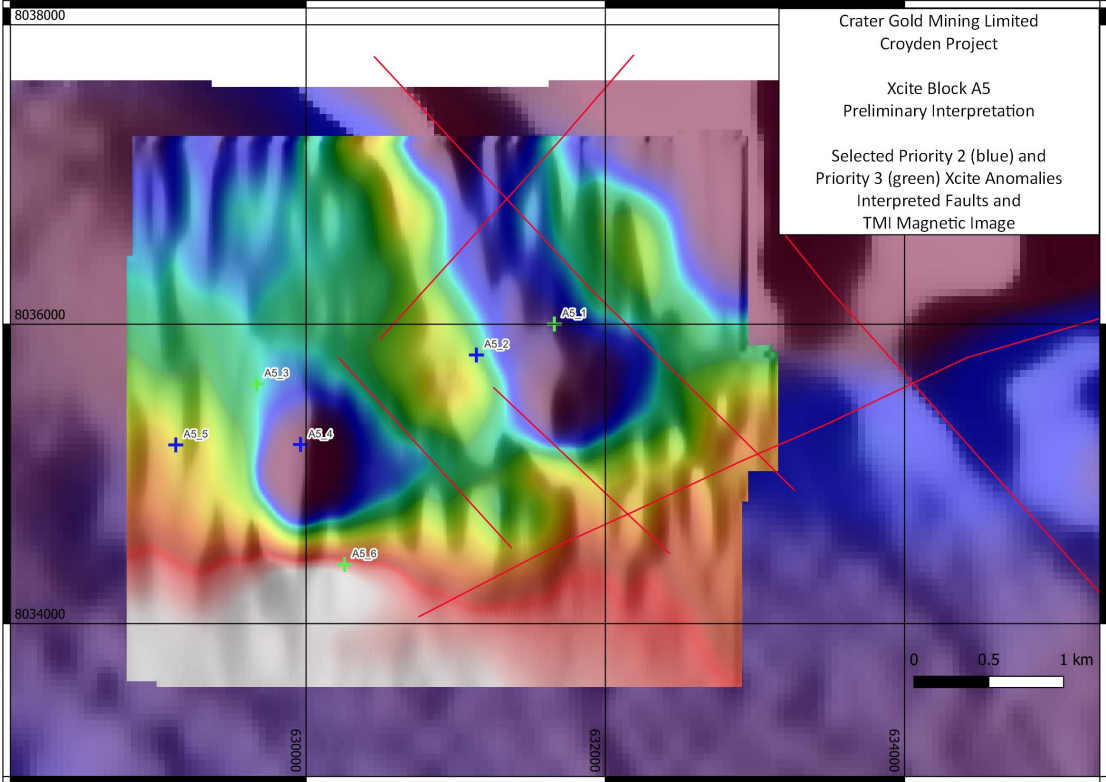


Figure 2: Location of Anomaly A5_4 in EPM16002

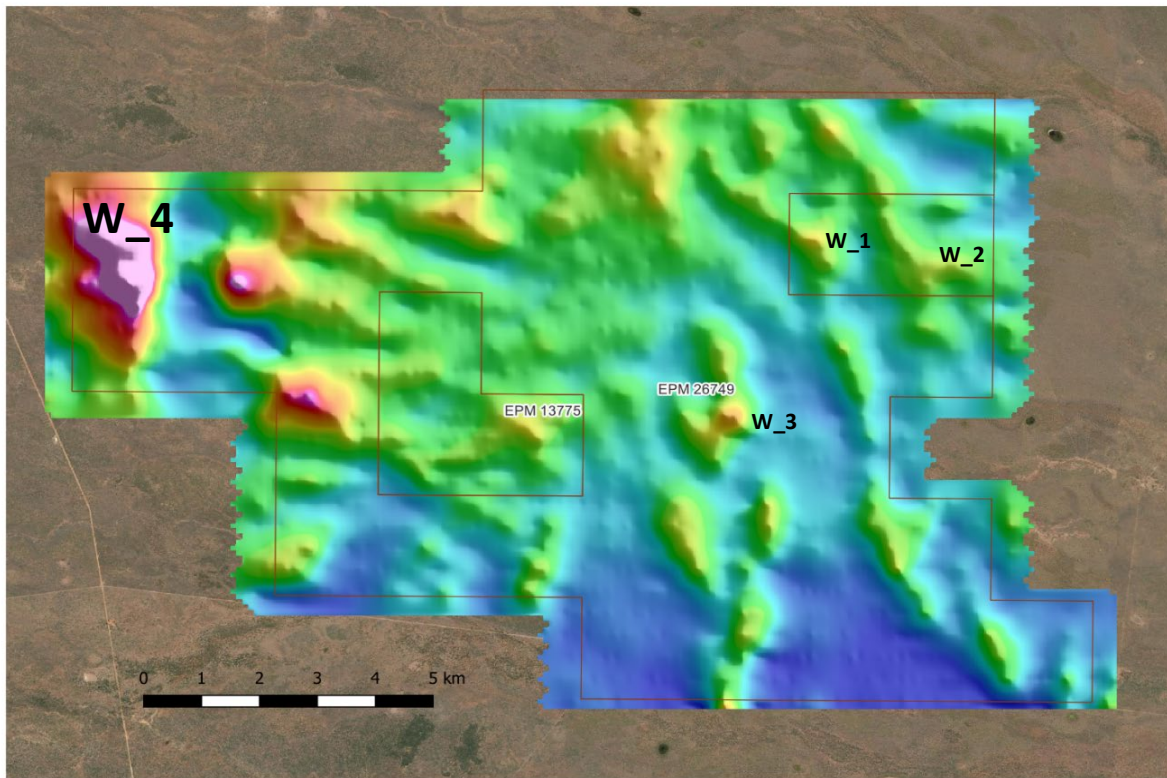


Figure 3: EM anomaly (W4.1) in the NW corner of EPM 26749

CRATER MOUNTAIN GOLD PROJECT, PAPUA NEW GUINEA

All of the Crater Gold Mountain Project tenements are the subject of renewal applications or extensions, lodged with the Papua New Guinea Minister for Mining some time ago. The Company is still continuing to work with the Papua New Guinea government on the renewal of exploration and mining licences and the issue of new licences under application. The project is currently in care and maintenance until such time as all the tenement renewals and applications have been formally determined by the Papua New Guinea government.

Directors' Report

COMPETENT PERSONS STATEMENT

The information contained in this report relating to exploration activities at Croydon is based on and fairly represents information and supporting documentation prepared by Mr Ken Chapple or by appropriately qualified company and consultant personnel and reviewed by Mr Chapple, who is an Associate Member of The Australasian Institute of Mining and Metallurgy and a Fellow of the Australian Institute of Geoscientists. Mr Chapple has sufficient experience relevant to the style of mineralisation and type of deposit involved to qualify as a Competent Person as defined in the 2012 JORC Code. Mr Chapple is an independent principal geological consultant with KCICD Pty Ltd.

Forward Looking Statements

This Announcement may contain forward looking statements. The words 'anticipate', 'believe', 'expect', 'project', 'forecast', 'estimate', 'likely', 'intend', 'should', 'could', 'may', 'target', 'plan' and other similar expressions are intended to identify forward-looking statements. Forward-looking statements are subject to risk factors associated with the Company's business, many of which are beyond the control of the Company. It is believed that the expectations reflected in these statements are reasonable at the time made but they may be affected by a variety of variables and changes in underlying assumptions which could cause actual results or trends to differ materially from those expressed or implied in such statements. You should therefore not place undue reliance on forward-looking statements.

Schedule of Crater Gold Mining Limited tenements as at 31 December 2023:

Particulars	Project Name	Registered Holder	% Owned	Status	Expiry	Area (Km ²)
EPM 8795	Croydon	CGN	100	Granted	7/09/2024	9.6
EPM 13775	Wallabadah	CGN	100	Granted	6/03/2026	16
EPM 16002	Foote Creek	CGN	100	Granted	29/01/2027 ²	28.8
EPM 18616	Black Mountain	CGN	100	Granted	17/06/2028 ²	57.6
EPM 26749	Wallabadah Extended	CGN	100	Granted	9/04/2024 ³	115.2
EPM 28600	Black Mt Extended	CGN	100	Application lodged	N/A	9.6
EL 1115	Crater Mountain	Anomaly Ltd ¹	100	Renewal lodged	4/09/2020 ⁴	41
ELA 2643	Crater Mountain	Anomaly Ltd ¹	100	Application lodged	N/A	68
ELA 2644	Crater Mountain	Anomaly Ltd ¹	100	Application lodged	N/A	78
ML 510	Crater Mountain	Anomaly Ltd ¹	100	Granted	4/11/2029 ⁴	1.58

¹ Anomaly Limited is CGN's 100% owned PNG subsidiary.

² Renewals to the expiry date listed were accepted by the Queensland Department of Resources subsequent to 31 December 2023.

³ Application for a five year renewal to the expiry date listed was lodged with the Queensland Department of Resources subsequent to 31 December 2023.

⁴ ML 510 renewal has been granted during the period ended 31 December 2023, however, the Company notes it is not technically feasible to operate ML 510 until such time the Papua New Guinea government grants EL 1115.

There were no tenements acquired or disposed of during the year.

The Company has no Farm-in or Farm-out arrangements.

Auditor's independence declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* is included within this financial report.

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

On behalf of the Directors



R D Parker
Managing Director

Perth
15 March 2024



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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Crater Gold Mining Limited for the half-year ended 31 December 2023, 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

MATTHEW BEEVERS
Partner

Perth, WA
Dated: 15 March 2024

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Statement of Profit or Loss and Other Comprehensive Income

For the half year ended 31 December 2023

	Consolidated	
	31 December 2023 \$	31 December 2022 \$
Other income	144	-
Expenses		
Administration expense	(438,029)	(483,839)
Corporate compliance expense	(60,397)	(46,506)
Depreciation expense	-	(27,938)
Exploration, evaluation and operation costs	(1,832,474)	(656,762)
Financing expense	(744,906)	(689,642)
Impairment expense	-	(188,006)
Loss before income tax	(3,075,662)	(2,092,693)
Income tax expense	-	-
Loss for the half year	(3,075,662)	(2,092,693)
Other comprehensive income		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Exchange differences on translating foreign operations	72,263	(7,708)
Total comprehensive loss for the half year	(3,003,399)	(2,100,401)
Loss per share		
Basic and diluted loss – cents per share	(2.37)	(0.17)

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position

As at 31 December 2023

	Notes	Consolidated	
		31 December 2023 \$	30 June 2023 \$
ASSETS			
Current assets			
Cash and cash equivalents		131,431	201,810
Trade and other receivables		301,308	336,098
Total current assets		432,739	537,908
Non-current assets			
Other financial assets		62,810	66,054
Exploration and evaluation	5	987,819	987,819
Total non-current assets		1,050,629	1,053,873
Total assets		1,483,368	1,591,781
LIABILITIES			
Current liabilities			
Trade and other payables		4,070,850	3,938,813
Interest bearing liabilities	6	14,545,893	16,640,714
Related party payables	7	1,886,208	1,977,108
Lease liabilities		106,975	117,241
Total current liabilities		20,609,926	22,673,876
Total liabilities		20,609,926	22,673,876
Net liabilities		(19,126,558)	(21,082,095)
EQUITY			
Contributed equity	8	80,137,334	75,178,398
Reserves	9	(2,884,636)	(2,956,899)
Accumulated losses		(96,379,256)	(93,303,594)
Total deficiency in Equity		(19,126,558)	(21,082,095)

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Statement of Changes in Equity

For the half year ended 31 December 2023

	Notes	Consolidated			Total \$
		Contributed equity \$	Reserves \$	Accumulated losses \$	
Balance at 1 July 2023		75,178,398	(2,956,899)	(93,303,594)	(21,082,095)
Shares issued on capital raising		560,064	-	-	560,064
Shares issued on conversion of loan		4,200,000	-	-	4,200,000
Shares issued on payment of director fees		198,872	-	-	198,872
Transactions with owners	8	4,958,936	-	-	4,958,936
Loss for the half year		-	-	(3,075,662)	(3,075,662)
Other comprehensive income					
Exchange differences on translating foreign operations	9	-	72,263	-	72,263
Total comprehensive income for the half year		-	72,263	(3,075,662)	(3,003,399)
Balance at 31 December 2023		80,137,334	(2,884,636)	(96,379,256)	(19,126,558)
Balance at 1 July 2022		75,178,398	(2,933,759)	(88,897,191)	(16,652,552)
Transactions with owners		-	-	-	-
Loss for the half year		-	-	(2,092,693)	(2,092,693)
Other comprehensive income					
Exchange differences on translating foreign operations		-	(7,708)	-	(7,708)
Total comprehensive income for the half year		-	(7,708)	(2,092,693)	(2,100,401)
Balance at 31 December 2022		75,178,398	(2,941,467)	(90,989,884)	(18,752,953)

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows

For the half year ended 31 December 2023

	Notes	Consolidated	
		31 December 2023 \$	31 December 2022 \$
Cash flows from operating activities			
Payments to suppliers and employees		(328,881)	(448,927)
Payments for exploration and evaluation		(1,519,412)	(361,379)
Interest received		144	-
Net cash used in operating activities		(1,848,149)	(810,306)
Cash flows from financing activities			
Proceeds from borrowing		904,000	965,000
Proceeds from convertible notes		500,000	-
Proceeds from capital raisings		560,064	-
Repayment of funds received for shares not issued		(185,988)	-
Net cash provided by financing activities		1,778,076	965,000
Net (decrease)/ increase in cash held		(70,073)	154,694
Cash at the beginning of the half year		201,810	130,560
Effects of foreign exchange movements on cash transactions and balances		(306)	(528)
Cash at the end of the half year		131,431	284,725

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Interim Financial Statements

1. Basis of preparation

These financial statements for the interim half year reporting period ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard 134 'Interim Financial Reporting' and the *Corporations Act 2001* as appropriate for for-profit entities. Compliance with AASB 134 ensures compliance with International Accounting Standard 34 'Interim Financial Reporting'.

These half year financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these half year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2023 and any public announcements made by the Company during the half year 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.

New, Revised or amending 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.

2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are consistent with those disclosed in the most recent annual financial statements for the year ended 30 June 2023.

3. Going concern

These financial statements are prepared on a going concern basis. The Consolidated Entity incurred a net loss after tax of \$3,075,662 and had cash outflows from operating activities of \$1,848,149 for the half year ended 31 December 2023. As at that date, the Consolidated Entity had net current liabilities of \$20,177,187 including cash on hand of \$131,431 and net liabilities of \$19,126,558.

Whilst the above conditions indicate a material uncertainty which may cast significant doubt over the Consolidated Entity's ability to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report, the Directors believe that there are reasonable grounds to believe that the Consolidated Entity will be able to continue as a going concern, after consideration of the following factors:

- a) The Company has previously successfully raised funds through share issues and debt funding and the Directors are confident that this could be achieved again should the need arise;
- b) The Directors of the Company expect that major shareholders of the Company will support fundraising activities and reasonably believe the Company will continue to receive financial support from Freefire Technology Limited; and
- c) Freefire Technology Limited and Directors have provided undertakings to not seek repayment of amounts owed to them for a period of at least 12 months from the date of this report unless the Company has excess available cash funds which could be applied to the settlement of some or all of the amounts due, unless the loans are converted from debt to equity.

On this basis, the Directors are of the opinion that the financial statements should be prepared on a going concern basis and that the Consolidated Entity will be able to pay its debts as and when they fall due and payable.

Should the Consolidated Entity be unable to continue as a going concern it may be required to realise its assets and discharge its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or the amount of liabilities that might result should the Consolidated Entity be unable to continue as a going concern and meet its debts as and when they fall due.

Notes to the Interim Financial Statements

4. Operating Segments

	Croydon \$	Crater Mountain \$	Intersegment eliminations / Australia \$	Consolidated \$
Half year to 31 December 2023				
Other income	-	-	144	144
Other expenses	(1,806,136)	(63,831)	(1,205,839)	(3,075,806)
Segment profit/ loss	(1,806,136)	(63,831)	(1,205,695)	(3,075,662)
As at 31 December 2023				
Segment assets	987,819	228,113	267,436	1,483,368
Segment liabilities	-	53,655,661	(33,045,735)	20,609,926
Half year to 31 December 2022				
Other expenses	(611,080)	(365,748)	(1,115,865)	(2,092,693)
Segment loss	(611,080)	(365,748)	(1,115,865)	(2,092,693)
As at 30 June 2023				
Segment assets	987,819	257,358	346,601	1,591,778
Segment liabilities	-	53,693,338	(31,019,462)	22,673,876

Segment information is presented using a “management approach”, i.e. segment information is provided on the same basis as information used for internal reporting purposes by the Board. In identifying its operating segments, management generally follows the Consolidated Entity's project activities. Each of these activities is managed separately.

Description of segments

Crater Mountain

This is an advanced exploration project located in the PNG Highlands approximately 50kms southwest of Goroka.

Croydon

This project consists of two sub-projects in far North West Queensland, the Croydon Polymetallic Project and the Croydon Gold Project.

	Consolidated	
	31 December 2023 \$	30 June 2023 \$
5. Non-Current Assets - Exploration and evaluation		
Opening balance	987,819	987,819
Movement	-	-
Closing balance	987,819	987,819

The ultimate recoupment of costs carried forward for exploration and evaluation assets is dependent on the successful development and commercial exploitation or sale of the respective areas.

Some uncertainty exists as to the Consolidated Entity's tenure at Crater Mountain. In accordance with AASB 6 *Exploration for and Evaluation of Mineral Resources* an indication of impairment may exist if the right to explore in the specific area has expired during the period and is not expected to be renewed. The Consolidated Entity has been engaged in discussions with the Papua New Guinea Government and has made a renewal licence submissions for EL 1115 and ML 510. To date, the Consolidated Entity has received no formal correspondence or notification from the Government of Papua New Guinea. As a result of this uncertainty, the Directors resolved during the year ended 30 June 2022 to fully impair \$7,383,934 expenditure capitalised in relation to the Crater Mountain exploration and evaluation asset until such time that the licences are officially renewed by the Papua New Guinea Government. The balance of exploration and evaluation at 31 December 2023 included \$nil (30 June 2023: \$nil) in relation to these exploration licences held in Papua New Guinea.

Notes to the Interim Financial Statements

	Consolidated	
	31 December	30 June
	2023	2023
	\$	\$
6. Current Liabilities – Interest bearing liabilities		
Freefire Technology Limited loan ¹	14,029,619	16,640,714
Convertible notes ²	516,274	-
	14,545,893	16,640,714

¹ The Company has secured short-term, interest-bearing loans totalling \$14,029,619 (2023: \$16,640,714) from its major shareholder, Freefire Technology Limited ("Freefire").

- The loan funds are to be used by the Consolidated Entity principally for the purpose of supporting the Consolidated Entity's Crater Mountain Project in PNG, and to advance several of the Consolidated Entity's targets in Croydon, Queensland. The loan fund also provides for general working capital.
- Interest on the Principal Sums is payable by the Company to Freefire at the rate of 8% (2022: 8%) per annum.

On 12 December 2023 the Company entered into a deed of acknowledgment and release with Freefire, under which the Company agreed to issue Freefire 35,000,000 fully paid ordinary shares to offset a total of \$4,200,000 of the settlement amount. The shares were subsequently issued on 13 December 2023 (Note 8).

² On 28 July 2023, the Company executed 2 Convertible Loan Agreements with a total face value of \$500,000. The term of each loan is 12 months, with an interest rate of 8% per annum. The loans are convertible at \$0.12 under the following terms:

- Lenders can elect to convert to shares during the 12-month term; and
- The loan will automatically convert to shares if the Company is reinstated to trading on ASX within the term.

If the loans have not been converted to shares within the 12 months term, the Company will be required to repay the loans in full within 10 business days of the end of the term.

	Consolidated	
	31 December	30 June
	2023	2023
	\$	\$
7. Current Liabilities – Related Party Payables		
S W S Chan	253,750	236,250
T M Fermanis	599,426	584,454
L K K Lee	327,500	310,000
D T Y Sun	221,250	203,750
R D Parker ¹	484,282	642,654
	1,886,208	1,977,108

¹ On 1 December 2023 the Company entered into a Conversion and Release Deed with Mr Parker, under which the Company issued 1,657,260 fully paid ordinary shares to offset a total of \$198,872 owed by the Company in accrued director fees. The shares were subsequently issued on 13 December 2023 (refer to note 8).

Notes to the Interim Financial Statements

	31 December 2023 Shares	31 December 2023 \$	30 June 2023 Shares	30 June 2023 \$
8. Contributed Equity				
Ordinary shares – fully paid	165,467,906	80,137,334	123,903,446	75,178,398

Movements in ordinary share capital

	No. of shares	Issue price	\$
As at 1 July 2023	123,903,446		75,178,398
1/09/2023 – Share placement	1,000,000	0.12	120,000
3/10/2023 – Share placement	1,000,000	0.12	120,000
3/10/2023 – Appreciation shares ¹	80,000	-	-
16/10/2023 – Share placement	833,600	0.12	100,032
19/10/2023 – Share placement	833,600	0.12	100,032
21/11/2023 – Share placement	1,000,000	0.12	120,000
21/11/2023 - Appreciation shares ¹	160,000	-	-
13/12/2023 - Freefire loan conversion ²	35,000,000	0.12	4,200,000
13/12/2023 – Related party payable conversion ³	1,657,260	0.12	198,872
As at 31 December 2023	165,467,906		80,137,334

¹ Shares issued to shareholders for nil consideration as appreciation of investment to financially support the Company.

² Refer to note 6 for details of shares issued.

³ Refer to note 7 for details of shares issued.

	Consolidated	
	31 December 2023 \$	30 June 2023 \$
9. Reserves		
Share based payment reserve	-	-
Foreign currency translation reserve	(2,884,636)	(2,956,899)
	(2,884,636)	(2,956,899)
<i>Movements in reserves</i>		
<u>Foreign currency translation reserve</u>		
Balance at beginning of period	(2,956,899)	(2,933,759)
Currency translation differences	72,263	(23,140)
Balance at end of period	(2,884,636)	(2,956,899)

10. Contingent liabilities

The Consolidated Entity's tenure at Crater Mountain is subject to a pending licence renewal submission made to the Papua New Guinea Government. There is significant uncertainty as to whether future liabilities will arise in respect to potential closure and rehabilitation costs in an event the licence renewal is denied. At this time the amount of the obligation cannot be measured with sufficient reliability.

The Consolidated Entity does not have any other contingent liabilities.

11. Commitments

There were no significant changes in commitments held by the Consolidated Entity since the last annual reporting date.

Notes to the Interim Financial Statements

12. Events after reporting date

The following matters have arisen since the end of the half year:

- On 18 January 2024, the Company raised additional funds via the issue of 830,000 fully paid ordinary shares at an issue price of \$0.12 per share, raising \$99,600; and
- On 27 February 2024, Mr Damon Cox joined the Company as Joint Company Secretary, replacing Ms Laura Woods upon resignation.

No other matters or circumstances have arisen since the end of the half year, which significantly affected or may affect the operation of the Consolidated Entity, the results of those operations or the state of affairs of the Consolidated Entity in subsequent financial years.

13. Dividends

No dividends have been paid or provided for during the half-year (2022: nil).

Directors' Declaration

The Directors declare that:

- 1) The financial statements and notes are 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 2023 and its performance for the half year ended on that date; and
 - b) Complying with the Accounting Standard *AASB134 Interim Financial Reporting*, and the Corporations Regulations 2001.
- 2) Having regard to those matters referred to in Note 3, in the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors made pursuant to s303(5) of the *Corporations Act 2001*.



R D Parker
Managing Director

Perth
15 March 2024

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
CRATER GOLD MINING LIMITED**

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Crater Gold Mining Limited, which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and 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 Crater Gold 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 31 December 2023 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 Crater Gold Mining Limited 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 Crater Gold Mining 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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Material Uncertainty Related to Going Concern

We draw attention to Note 3, which indicates that the consolidated entity incurred a net loss of \$3,075,662 and had cash outflows from operating activities of \$1,848,149 for the half-year ended 31 December 2023. As at that date, the consolidated entity had net current liabilities of \$20,177,187 and net liabilities of \$19,126,558. These events or conditions, along with other matters as set forth in Note 3, indicate that a material uncertainty exists that may cast significant doubt on the consolidated entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Directors' Responsibility for the Half-Year Financial Report

The directors of Crater Gold 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 is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the 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 2023 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.



RSM AUSTRALIA PARTNERS



MATTHEW BEEVERS
Partner

Perth, WA
Dated: 15 March 2024

Directors: S W S Chan (Non-Executive Chairman)
R D Parker (Managing Director)
T M Fermanis (Deputy Chairman)
L K K Lee (Non-Executive Director)
D T Y Sun (Non-Executive Director)

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D Cox

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