



HALF YEAR REPORT

For the period ended
30 June 2022

asraminerals.com.au

**RARE
EARTHS**

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GOLD

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**CRITICAL
MINERALS**

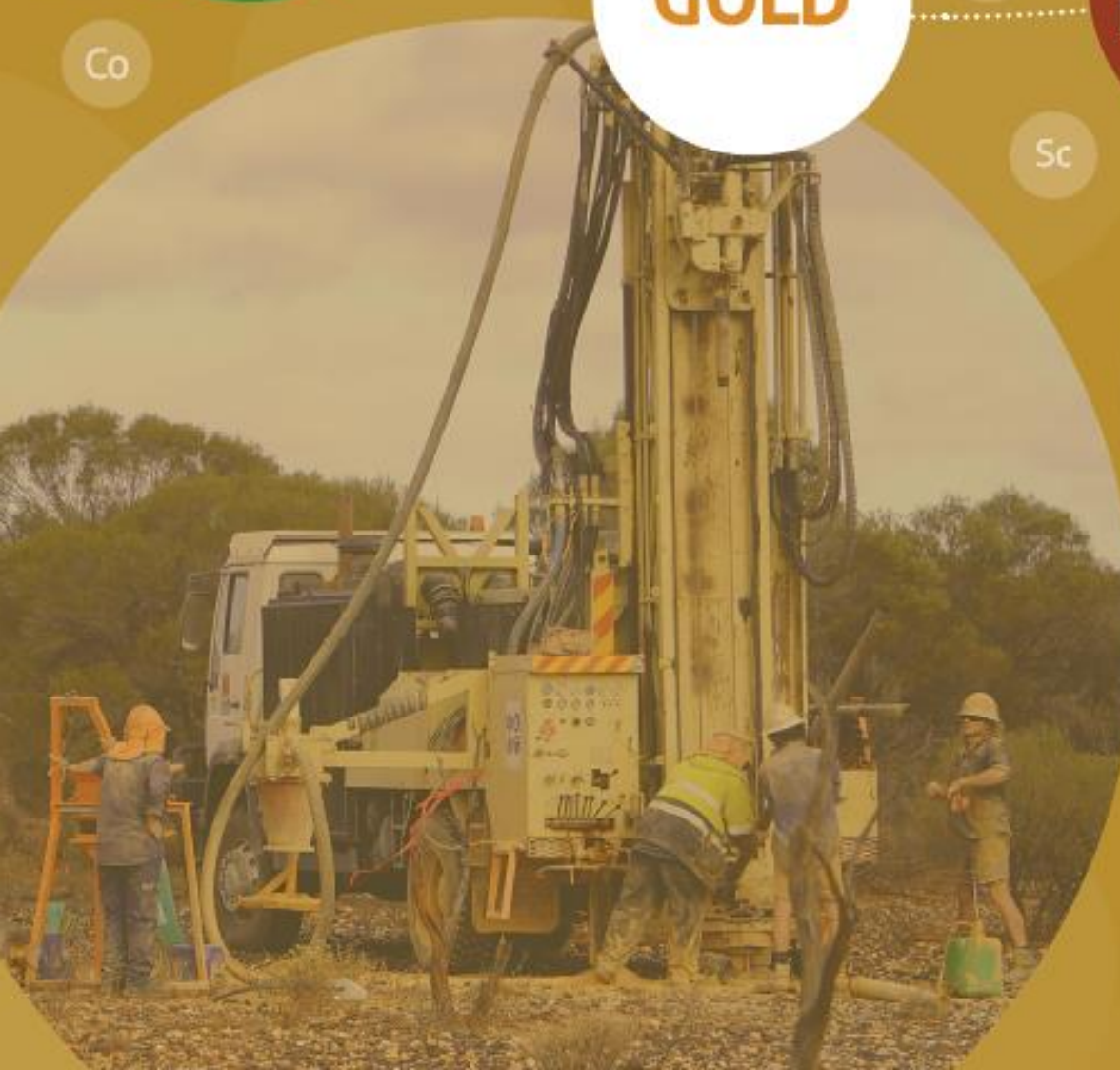
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Asra Minerals Limited
Corporate directory
30 June 2022

Directors	Mr. Paul Summers – Executive Chairman Mr. Peretz Schapiro – Executive Director Mr. Mathew Longworth – Non-Executive Director
Company secretary	Mr. Leonard Math
Registered office	104 Colin Street, West Perth WA 6005
Telephone:	(08) 9420 8208
Fax:	(08) 9322 4130
Email:	info@asraminerals.com.au
Website:	www.asraminerals.com.au
Share register	Automic Registry Services Level 2, 267 St Georges Terrace Perth WA 6000 Telephone: 1300 288 664 Facsimile: +61 2 9698 5414
Auditor	BDO Audit Pty Ltd Level 18, 727 Collins Street Melbourne VIC 3008 Telephone: (03) 9603 1700 https://www.bdo.com.au/
Stock exchange listing	Asra Minerals Limited shares are listed on the Australian Securities Exchange (ASX code: ASR)

Asra Minerals Limited
Directors' report
30 June 2022

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Asra Minerals Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 June 2022.

Directors

The following persons were directors of Asra Minerals Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Mr Paul Summers
Mr Peretz Schapiro
Mr Dale Schultz (resigned 29 April 2022)
Mr Mathew Longworth (appointed 29 April 2022)

Principal activities

The activities of the Group and its subsidiaries during the period year ended 30 June 2022 was mineral exploration in Western Australia.

Review of operations

The loss for the consolidated entity after providing for income tax amounted to \$2,574,327 (30 June 2021: \$1,280,212).

Asra Minerals is developing a multi commodity project in Western Australia's Eastern Goldfields Superterrane. During the half year the company continued to be highly active in its gold, rare earths and critical minerals exploration over its 72sqkm tenure near Leonora

Yttria Rare Earths Discovery

In January 2022, the company announced the discovery of Yttria, a significant Rare Earth Elements (REEs) occurrence extending more than 1km at the Mt Stirling Central project area. The five most critical REEs are Dysprosium, Terbium, Europium, Neodymium and Yttrium. These are all present in Yttria's mineralisation which also contains highly valuable Cobalt and Scandium.

Yttrium is a key pathfinder indicator of high value Heavy Rare Earth Elements (HREE's) used in Critical Metals exploration. Yttria's mineralisation exhibits exceptionally high ratio of heavy rare earths to total rare earths (0.65 to 1).

Immediate follow-up exploration during the period has continued to expand the Yttria footprint through surface detailed pXRF surveys and reconnaissance systematic Augur Vacuum (AV) drilling over an interpreted prospective ~4.5km strike zone.

Additionally, AV drill holes at Yttria identified the widespread occurrence of cobalt and scandium throughout the entire oxide profile.

In May, just 2km to the north-west of Yttria, an ~1.3km Yttrium anomaly was discovered at the Wishbone prospect extending the potential Arktos Fault associated rare earths mineralisation to a potential ~5.2km corridor of strike. Surface pXRF and AV drilling are continuing to test an interpreted ~7.5km strike mineralised corridor.

Subsequently, AV drilling confirmed a cluster of nine discrete Yttrium contour anomalies at Wishbone ranging from 100ppm to a peak of 296ppm Y. These are all likely to be interlinked and range in strike from 140m to 350m.

Metallurgical test work is underway, with the company hoping to delineate a maiden JORC resource at Yttria by year end.

To support the REE discovery, Asra announced the appointment of Professor Kenneth Collerson BSc (Hons), PhD., FAusIMM as a consultant to the company. Professor Collerson is an internationally recognised geoscientist and an Emeritus Professor in the School of Earth and Environmental Sciences at the University of Queensland. He is providing strategic and geological/geochemical advice to assist with targeting to drive the company's Rare Earths exploration activities

Mt Stirling

Asra's Mt Stirling Project is located near Leonora, in Western Australia's Easter goldfields. It consists of 10 major gold prospects (including two JORC deposits) plus rare earths and critical minerals discoveries at Yttria and Wishbone. The Project hosts a current JORC compliant total Mineral Resource Estimate (MRE) of 152,000 gold ounces.

During the period the company continued with its previously announced drilling campaign aimed at extending and increasing the current resources at the Mount Stirling Project, in addition to testing other high priority targets for primary gold.



Mt Stirling Project location in Western Australia's Eastern Goldfields Superterrane

Subsequent to period end

New drilling to target rare earths

In July 2022, Asra received permits to drill up to 50,000m across nine tenements at Mt Stirling to quantify and define the extensive presence of rare earth elements (REEs) and critical minerals cobalt and scandium. Proposed drilling will also include resource definition drilling at the company's previously identified Yttria prospect to enable the delivery of a maiden MRE.

Drilling is also proposed to extend and define mineralisation at the nearby Wishbone prospect, extensions between Yttria and Wishbone, as well as a vector to regional REE and critical minerals mineralisation interpreted to continue in proximity to the Arktos Fault and associated structural splays.

Positive results from interim REE mineralogical study

Also, in July, Asra received an interim mineralogical report confirming Yttria's clean HREE's discovery is conducive to low-cost processing. The report showed Yttria was a regolith hosted deposit, a very different style of mineralisation to either a hard rock or ionic clays, and positive for the development of a cost-effective critical metals separation process.

New tenements granted

Post period end, Asra was granted 13 new tenements at its Mt Stirling Project strategically extending the company's interpreted rare earth elements (REEs), critical minerals and gold prospectivity. An additional 2,456 hectares of acreage was added to Mt Stirling's southern block which hosts the company's two REE and critical mineral prospects, Yttria and Wishbone, as well as four major gold prospects Estera, Diorite King, Diorite East and Little Wonder.

Mineral Resource Estimate (MRE) Upgrade at Mt Stirling

On the 1st of September, the company announced an updated MRE for MS Viserion of 137,000oz. This includes 391,000 tonnes at 2.1 g/t Au for 26,000 oz in the Indicated category and 2,356,000 tonnes at 1.6 g/t Au for 111,000 oz in the Inferred Category.

An Updated MRE was also received for the Stirling Well deposit totalling 198,000 tonnes at 2.3 g/t Au for 15,000 oz in the Inferred category.

This mineral resource statement has been compiled in accordance with the guidelines defined in the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC, 2012). Andrew Bewsher is a member of the Australian Institute of Geoscientists and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration, and the activity undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.

Corporate

In March 2022, Mr Leonard Math was appointed as Company Secretary. Mr Math is a Chartered Accountant and has a Bachelor of Commerce from Edith Cowan University. He has been working with ASX listed companies as a Company Secretary and a Company Director for over 15 years.

In April 2022, Mr Matthew Longworth was appointed Non-Executive Director, replacing Mr Dale Schultz.

Mr Longworth is a geologist with over 35 years' experience across exploration, project evaluation/ development, operations, and corporate management. He previously held roles as Exploration Manager, COO, and CEO/Managing Director with numerous mining and exploration companies, as well as General Manager of a national mining consultancy. He also holds significant gold, copper, nickel, base metals, iron ore and coal experience in Australia and off-shore.

Change of Company Name

In May 2022, the company announced a change of name from Torian Resources Limited to Asra Minerals Limited. The new name signals a revised focus for the company as it pursues the exploration of HREE prospects and critical minerals in addition to developing its gold prospects.

Significant changes in the state of affairs

Mr Mathew Longworth was appointed as Non-executive Director, replacing Mr Dale Schultz on 29 April 2022.

There were no other significant changes in the state of affairs of the consolidated entity during the financial half-year.

Matters subsequent to the end of the financial half-year

The following events have occurred subsequent to the period end:

In July 2022, the Company completed a placement of \$2.61 million (before costs) via the issue of approximately 124.3 million shares at 2.1 cents per share with 3 free attaching listed options (ASROB) for every 4 shares subscribed. The listed options (ASROB) have an exercise price of 3.5 cents per option expiring 30 November 2023. Subject to shareholders approval, the Directors will participate in the placement for a total of \$90,000. GBA Capital acted as Lead Manager to the Placement. As part of the Lead Manager fee, GBA Capital was issued 4 million listed options (ASROB).

On 27 July 2022, the Company issued 10,500,000 Listed Options (ASROB) exercisable at 3.5 cents each expiring 30 November 2023 to employees of the Company. The options are issued as part of the Company's incentive to current key employees under the Company's Long Term Incentive Plan.

Asra Minerals Limited
Directors' report
30 June 2022

On 19 August 2022, the Company issued 22 million listed options (ASROB) to consultants as per of contracting services to be provided in lieu of cash payment.

No other matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' 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



Paul Summers
Executive Chairman

13 September 2022

DECLARATION OF INDEPENDENCE BY JAMES MOONEY TO THE DIRECTORS OF ASRA MINERALS LIMITED

As lead auditor for the review of Asra Minerals Limited for the half-year ended 30 June 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 Asra Minerals Limited and the entities it controlled during the period.

BDO Audit Pty Ltd



James Mooney
Director

Melbourne, 13 September 2022

Asra Minerals Limited
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30 June 2022

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General information

The financial statements cover Asra Minerals Limited as a consolidated entity consisting of Asra Minerals Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Asra Minerals Limited's functional and presentation currency.

Asra Minerals Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

104 Colin Street
West Perth WA 6005

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 13 September 2022.

Asra Minerals Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 30 June 2022

		Consolidated	
	Note	30 Jun 2022	30 Jun 2021
		\$	\$
Revenue			
Sales to external customers		21,700	38,258
Other income	3	313,739	379,135
Total revenue		<u>335,439</u>	<u>417,393</u>
Expenses			
Depreciation expense		(135,940)	(31,377)
Employee benefits expense		(190,451)	(214,931)
Other administration and compliance costs		(267,581)	(163,324)
Professional services		(282,868)	(422,359)
Share based payments	16	(399,750)	(813,000)
Reversal of impairment - live stock	6	95,497	-
Tarmoola operational expenses		(912,964)	(40,112)
Finance costs		(160,245)	(12,502)
Cost of livestock sold	6	(253,637)	-
Loss on disposal of fixed assets		(171,405)	-
Loss on amendment of Riverfort loan	13	(230,422)	-
Total expenses		<u>(2,909,766)</u>	<u>(1,697,605)</u>
Loss before income tax expense		(2,574,327)	(1,280,212)
Income tax expense		-	-
Loss after income tax expense for the half-year		(2,574,327)	(1,280,212)
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year		<u>(2,574,327)</u>	<u>(1,280,212)</u>
		Cents	Cents
Basic earnings per share	19	(0.20)	(0.16)
Diluted earnings per share	19	(0.20)	(0.16)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Asra Minerals Limited
Statement of financial position
As at 30 June 2022

	Note	Consolidated 30 Jun 2022 \$	31 Dec 2021 \$
Assets			
Current assets			
Cash and cash equivalents	4	837,134	1,848,370
Trade and other receivables	5	761,846	571,826
Livestock	6	-	158,140
Total current assets		<u>1,598,980</u>	<u>2,578,336</u>
Non-current assets			
Trade and other receivables	5	671,400	671,400
Financial assets at fair value through other comprehensive income	7	1,771,076	1,711,076
Property, plant and equipment	9	2,581,386	3,162,106
Intangibles	10	426,460	426,460
Exploration and evaluation	11	27,426,662	24,294,142
Total non-current assets		<u>32,876,984</u>	<u>30,265,184</u>
Total assets		<u>34,475,964</u>	<u>32,843,520</u>
Liabilities			
Current liabilities			
Trade and other payables	12	773,884	1,092,173
Borrowings	13	1,377,887	2,234,413
Total current liabilities		<u>2,151,771</u>	<u>3,326,586</u>
Total liabilities		<u>2,151,771</u>	<u>3,326,586</u>
Net assets		<u>32,324,193</u>	<u>29,516,934</u>
Equity			
Issued capital	14	102,257,542	97,275,706
Reserves	15	2,531,669	2,131,919
Accumulated losses		(72,465,018)	(69,890,691)
Total equity		<u>32,324,193</u>	<u>29,516,934</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Asra Minerals Limited
Statement of changes in equity
For the half-year ended 30 June 2022

Consolidated	Issued capital \$	Options reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 January 2021	88,279,541	621,500	(66,615,311)	22,285,730
Loss after income tax expense for the half-year	-	-	(1,280,212)	(1,280,212)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(1,280,212)	(1,280,212)
<i>Transactions with owners in their capacity as owners:</i>				
Shares issued during the year, net of capital raising costs	3,992,943	-	-	3,992,943
Share options granted	-	813,000	-	813,000
Shares issued on conversion of options	347,458	-	-	347,458
Balance at 30 June 2021	<u>92,619,942</u>	<u>1,434,500</u>	<u>(67,895,523)</u>	<u>26,158,919</u>
Consolidated	Issued capital \$	Options reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 January 2022	97,275,706	2,131,919	(69,890,691)	29,516,934
Loss after income tax expense for the half-year	-	-	(2,574,327)	(2,574,327)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(2,574,327)	(2,574,327)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs (note 14)	4,981,836	399,750	-	5,381,586
Balance at 30 June 2022	<u>102,257,542</u>	<u>2,531,669</u>	<u>(72,465,018)</u>	<u>32,324,193</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Asra Minerals Limited
Statement of cash flows
For the half-year ended 30 June 2022

	Note	Consolidated	Consolidated
		30 Jun 2022	30 Jun 2021
		\$	\$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		223,876	1,271
Payments to suppliers and employees (inclusive of GST)		(1,656,072)	(674,278)
Finance charges		(7,184)	(12,613)
Interest received		21	-
		<u> </u>	<u> </u>
Net cash used in operating activities		<u>(1,439,359)</u>	<u>(685,620)</u>
Cash flows from investing activities			
Payments for property, plant and equipment		(404,344)	(1,059,590)
Payments for exploration and evaluation		(3,392,792)	(3,441,026)
Proceeds from disposal of property, plant and equipment		489,500	-
Option fees paid		-	(82,000)
Option fees received		-	385,000
		<u> </u>	<u> </u>
Net cash used in investing activities		<u>(3,307,636)</u>	<u>(4,197,616)</u>
Cash flows from financing activities			
Proceeds from issue of shares, net of capital raising costs		-	4,328,061
Proceeds from exercise of options	14	4,981,835	-
Repayment of Riverfort facility	13	(1,246,076)	-
		<u> </u>	<u> </u>
Net cash from financing activities		<u>3,735,759</u>	<u>4,328,061</u>
Net decrease in cash and cash equivalents		(1,011,236)	(555,175)
Cash and cash equivalents at the beginning of the financial half-year		<u>1,848,370</u>	<u>2,373,018</u>
Cash and cash equivalents at the end of the financial half-year		<u><u>837,134</u></u>	<u><u>1,817,843</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 30 June 2022 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 2021 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.

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.

Going concern

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

For the financial period ended 30 June 2022, the Group incurred a net loss after tax of \$2,574,327 and utilised cash in operating and investing activities of \$1,439,359 and \$3,307,636 respectively. The ability to continue as a going concern and realise its exploration asset is dependent on a number of factors, the most significant of which is obtaining additional funding to complete the exploration activities.

These factors indicate a material uncertainty which may cast significant doubt as to whether the Group will 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 have reviewed the Group's overall position and outlook in respect of the matters identified above and are of the opinion that the use of the going concern basis is appropriate in the circumstances for the following reasons:

- On 27 July 2022 the Group announced that it raised \$2.7 million before costs;
- The Group has cash resources in excess of \$2 million as at 13 September 2022;
- The Group has a strong track record in raising external capital. The Board are confident of raising further capital through equity raising when deemed necessary;
- The Group is exploring the possibility of entering into a number of joint venture arrangements for the development of some of its mining projects;
- The Group has the ability to dispose some of its assets as and when required;
- The Group has the ability to scale back its exploration activities should funding not be available continue exploration at its current levels.

Accordingly, the Directors believe that the company and Group will be able to continue as going concerns and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the company and Group do not continue as going concerns.

Asra Minerals Limited
Notes to the financial statements
30 June 2022

Note 2. Operating segments

Identification of reportable operating segments

The consolidated entity is organised into two operating segments: mining exploration and pastoral lease (Tarmoola). These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. There is no aggregation of operating segments.

The CODM reviews EBITDA (earnings before interest, tax, depreciation and amortisation). The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements.

Intersegment transactions

Intersegment transactions were made at market rates and are eliminated on consolidation.

Intersegment receivables, payables and loans

Intersegment loans are initially recognised at the consideration received. Intersegment loans receivable and loans payable that earn or incur non-market interest are not adjusted to fair value based on market interest rates. Intersegment loans are eliminated on consolidation.

Operating segment information

	Exploration	Tarmoola	Unallocated	Total
Consolidated - 30 Jun 2022	\$	\$	\$	\$
Revenue				
Sales to external customers	-	21,700	-	21,700
Live stock sales	-	253,718	-	253,718
Total sales revenue	-	275,418	-	275,418
Other revenue	60,021	-	-	60,021
Total revenue	60,021	275,418	-	335,439
EBITDA	60,021	275,418	-	335,439
Depreciation and amortisation	(22,835)	(113,105)	-	(135,940)
Employee benefits expense	(190,451)	-	-	(190,451)
Other administration and compliance costs	(267,581)	-	-	(267,581)
Professional services	(282,868)	-	-	(282,868)
Share based payments	(399,750)	-	-	(399,750)
Reversal of Impairment - live stock	-	95,497	-	95,497
Tarmoola operational expenses	-	(912,964)	-	(912,964)
Finance costs	(160,245)	-	-	(160,245)
Cost of live stock	-	(253,637)	-	(253,637)
Loss on disposal of fixed assets	-	(171,405)	-	(171,405)
Loss on amendment of Riverfort loan	-	(230,422)	-	(230,422)
Loss before income tax expense	(1,263,709)	(1,310,618)	-	(2,574,327)
Income tax expense				-
Loss after income tax expense				(2,574,327)
Assets				
Segment assets	27,520,669	3,709,172	803,647	32,033,488
<i>Unallocated assets:</i>				
Trade and other receivables non current				671,400
Investments at fair value				967,429
Bullion FX Investment				803,647
Total assets				34,475,964
Liabilities				
Segment liabilities	735,325	1,416,446	-	2,151,771
Total liabilities				2,151,771

Asra Minerals Limited
Notes to the financial statements
30 June 2022

Note 2. Operating segments (continued)

Consolidated - 30 Jun 2021	Exploration \$	Tarmoola \$	Unallocated \$	Total \$
Revenue				
Sales to external customers	-	38,258	-	38,258
Other revenue	379,135	-	-	379,135
Total revenue	<u>379,135</u>	<u>38,258</u>	<u>-</u>	<u>417,393</u>
EBITDA				
Depreciation expense	(15,862)	(15,515)	-	(31,377)
Employee benefits expense	(214,931)	-	-	(214,931)
Exploration expenditure	(62,370)	-	-	(62,370)
Other administration and compliance costs	(100,954)	-	-	(100,954)
Professional services	(422,359)	-	-	(422,359)
Share based payments	(813,000)	-	-	(813,000)
Finance costs	(12,502)	-	-	(12,502)
Tarmoola operating expenses	-	(40,112)	-	(40,112)
Loss before income tax expense	<u>(1,262,843)</u>	<u>(17,369)</u>	<u>-</u>	<u>(1,280,212)</u>
Income tax expense				-
Loss after income tax expense				<u>(1,280,212)</u>

Consolidated - 31 Dec 2021

Assets				
Segment assets	<u>25,687,520</u>	<u>3,969,877</u>	<u>803,647</u>	30,461,044
<i>Unallocated assets:</i>				
Trade & other receivables non current				671,400
Investments at fair value				907,429
Bullion FX investment				803,647
Total assets				<u>32,843,520</u>
Liabilities				
Segment liabilities	<u>882,356</u>	<u>2,444,230</u>	<u>-</u>	3,326,586
Total liabilities				<u>3,326,586</u>

Note 3. Other income

	Consolidated	
	30 Jun 2022	30 Jun 2021
	\$	\$
Net gain on disposal of property, plant and equipment	-	16,632
Other	60,000	-
Live stock sales	253,718	-
Interest received	21	12,503
Option fee	-	350,000
Other income	<u>313,739</u>	<u>379,135</u>

Note 4. Cash and cash equivalents

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
<i>Current assets</i>		
Cash at bank and on hand	<u>837,134</u>	<u>1,848,370</u>

Asra Minerals Limited
Notes to the financial statements
30 June 2022

Note 5. Trade and other receivables

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
<i>Current assets</i>		
Trade receivables	68,886	125,508
Prepayments	118,822	38,294
Deposits	38,452	38,452
Placement funds outstanding	-	906
BAS receivable	<u>535,686</u>	<u>368,666</u>
	<u>761,846</u>	<u>571,826</u>
<i>Non-current assets</i>		
Loan to directors and consultants ^(a)	<u>671,400</u>	<u>671,400</u>
	<u><u>1,433,246</u></u>	<u><u>1,243,226</u></u>

(a) On the 27 October 2021 loans were provided to Paul Summers, Peretz Shapiro and the CFO of the company to fund the conversion of options. The term of the loan are: Interest rate: 6% per annum. maturity date: 24 months from conversion of options or such other date agreed by the parties. Until the outstanding balance of the loan is repaid in full, the borrowers are not to dispose of any shares acquired funded in this facility.

Note 6. Livestock

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
<i>Current assets</i>		
Stock on hand - at cost	665,372	919,010
Less: Provision for impairment	<u>(665,372)</u>	<u>(760,870)</u>
	<u>-</u>	<u>158,140</u>

In March 2021 an independent valuation was completed on the Tarmoola pastoral station where it was estimated that there were 1,100 cattle on the property with a value of \$940,000. As at 30 June management was not capable of performing a stocktake of the cattle given the size and nature of the station. Subsequent to 31 December 2021 and up to the date of the financial statements for the year ended 31 December 2021, 170 cattle were sold for \$158,140. The directors of the company have determined that a provision for impairment should be recognised for as they believe that the livestock should be only recorded in the accounts based on the net realisable value of the livestock that are accounted for. This has formed the basis for valuation of the cattle at 31 December 2021. Management has not be able to perform stocktaking of the cattle to ascertain their quantity at the end of current reporting period. As no subsequent sales has occurred since 30 June 2022 to the date of this financial report, no livestock has been recognised as at 30 June 2022.

Note 7. Financial assets at fair value through other comprehensive income

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
<i>Non-current assets</i>		
Shares in Elsmore Resources	1,429	1,429
Bullion FX Shares	803,647	803,647
Monger Gold Ltd Shares	690,000	630,000
Monger Gold Ltd Options	276,000	276,000
	<u>1,771,076</u>	<u>1,711,076</u>

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial half-year are set out below:

Opening fair value	1,711,076	1,429
Additions - Monger Gold Ltd Shares ^(a)	-	600,000
Additions - Bullion FX ^(b)	-	803,647
Additions - Monger Gold unlisted options ^(c)	-	276,000
Revaluation share increments ^(d)	60,000	30,000
	<u>1,771,076</u>	<u>1,711,076</u>
Closing fair value	<u>1,771,076</u>	<u>1,711,076</u>

Refer to note 8 for further information on fair value measurement.

- (a) On the 1 July 2021 Asra Minerals was issued 3,000,000 Monger Gold Ltd (ASX MMG) shares as part of the sale of the Monger Tenements.
- (b) On the 12 October 2021 Asra Minerals was issued 25,000,000 Bullion FX Shares as a share swap for 27,711,968 ASR Shares at 0.029 a share. The fair value of shares at date of issue was \$803,647.
- (c) On the 1 July 2021 Asra Minerals was issued 3,000,000 unlisted options of Monger Gold Ltd (ASX: MMG) as part of the tenement sale transaction with Monger Gold Ltd. The options can be exercised at \$0.30 before expiry date of 6 July 2024. The fair value of the options have been determined to be \$276,000.
- (d) On the 1 July 2021 Asra Minerals was issued 3,000,000 ordinary shares of Monger Gold Ltd (ASX: MMG) as part of the tenement sale transaction with Monger Gold Ltd. The fair value shares have been determined with reference to their closing price as at 30 June 2022.

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

Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility %	Trinomial step %	Risk-free interest rate %	Fair value at grant date
07/07/2021	06/07/2024	\$0.20	\$0.30	100%	200%	0.10%	\$0.092

Note 8. Fair value measurement

Fair value hierarchy

The following tables detail the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

Consolidated - 30 Jun 2022	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Investment in shares of listed entities – as at 30 June 2022				
Monger Gold Ltd listed shares	690,000	-	-	690,000
Monger Gold Ltd unlisted options	-	-	276,000	276,000
Investment in shares of unlisted entities – as at 30 June 2022				
Bullion FX	-	-	803,647	803,647
Elsmore Resources Limited	-	-	1,429	1,429
Total assets	690,000	-	1,081,076	1,771,076

Consolidated - 31 Dec 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Investment in shares of listed entities – as at 31 December 2021				
Monger Gold Ltd listed shares	630,000	-	-	630,000
Monger Gold Ltd unlisted options	-	-	276,000	276,000
Investment in shares of unlisted entities – as at 31 December 2021				
Bullion FX	-	-	803,647	803,647
Elsmore Resources Limited	-	-	1,429	1,429
Total assets	630,000	-	1,081,076	1,711,076

There were no transfers between levels during the financial half-year.

Valuation Techniques

In the absence of an active market for an identical asset or liability, the Group selects and uses one or more valuation techniques to measure the fair value of the asset or liability. The Group selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured.

Recurring Fair Value Measurement Amounts and the Level of the Fair Value Hierarchy within which the Fair Value Measurements are categorised.

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature

There were no transfers between levels during the financial year.

Valuation techniques for fair value measurements categorised within level 2 and level 3.

The basis of the valuation of investment in shares of unlisted corporation have been valued using recent transaction price method.

The basis of the valuation of unlisted options of listed entity have been valued using black scholes model pricing method.

Asra Minerals Limited
Notes to the financial statements
30 June 2022

Note 9. Property, plant and equipment

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
<i>Non-current assets</i>		
Pastoral lease	1,135,600	1,135,600
Structural improvements	354,792	310,960
Less: Accumulated depreciation	(3,492)	-
	<u>351,300</u>	<u>310,960</u>
Plant and equipment	328,575	314,343
Less: Plant and equipment accumulated depreciation	(65,830)	(36,515)
	<u>262,745</u>	<u>277,828</u>
Motor vehicles	256,937	143,376
Less: Motor vehicles accumulated depreciation	(55,619)	(31,832)
	<u>201,318</u>	<u>111,544</u>
Computer equipment	20,102	20,102
Less: Computer accumulated depreciation	(20,102)	(20,102)
	<u>-</u>	<u>-</u>
Office equipment	4,870	4,870
Less: Office equipment accumulated depreciation	(4,870)	(4,870)
	<u>-</u>	<u>-</u>
Materials	160,357	160,357
Less: Materials accumulated depreciation	(29,260)	(13,356)
	<u>131,097</u>	<u>147,001</u>
Mining camp	278,636	278,636
Less: Mining camp accumulated depreciation	(25,421)	(11,603)
	<u>253,215</u>	<u>267,033</u>
Earth moving equipment	282,166	983,634
Less: Earth moving equipment accumulated depreciation	(36,055)	(71,494)
	<u>246,111</u>	<u>912,140</u>
	<u><u>2,581,386</u></u>	<u><u>3,162,106</u></u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

	Plant & equipment	Pastoral lease	Structural improvements	Motor vehicles	Materials	Mining Camp	Earth moving	Total
Consolidated	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 January 2022	277,828	1,135,600	310,960	111,544	147,001	267,033	912,140	3,162,106
Additions	14,232	-	43,832	113,561	-	-	-	171,625
Disposals	-	-	-	-	-	-	(616,405)	(616,405)
Depreciation expense	(29,315)	-	(3,492)	(23,787)	(15,904)	(13,818)	(49,624)	(135,940)
Balance at 30 June 2022	<u>262,745</u>	<u>1,135,600</u>	<u>351,300</u>	<u>201,318</u>	<u>131,097</u>	<u>253,215</u>	<u>246,111</u>	<u>2,581,386</u>

Note 9. Property, plant and equipment (continued)

Valuations of Pastoral lease

The basis of the valuation of Pastoral lease is fair value. The Pastoral lease was valued based on independent assessments by a independent valuer having recent experience in the location and category of lease being valued. The directors do not believe that there has been a material movement in fair value since the valuation date. Valuations are based on current prices for similar properties in the same location and condition.

Note 10. Intangibles

Consolidated	
30 Jun 2022	31 Dec 2021
\$	\$

Non-current assets

Tarmoola Station Carbon Regeneration Project ^(a)	426,460	426,460
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- (a) As part of the acquisition of the Tarmoola station the Company acquired the rights carbon credits as part of the Human Induced Regeneration carbon project. The recorded amount reflects the present value of the Carbon Project. The 'Human Induced Regeneration carbon project on Tarmoola has a permanence period of 25 years. The 'permanence project', is the time over which the sequestered carbon in the vegetation must be retained. The 25-year period commences from the time of the first issuance of ACCUs*. The period during which ACCUs can be issued is also a 25 years (termed the 'crediting period') that commenced from the date the project is formally declared. The declaration date for the Tarmoola Station Regeneration Project was 18 March 2021.

*ACCU stands for Australian Carbon Credit Unit's (ACCUs) are a financial instrument awarded to eligible energy efficiency, renewable energy generation and carbon sequestration projects that result in a reduction of Greenhouse Gas (GHG) emissions. One ACCU represents the avoidance or removal of one tonne of carbon dioxide equivalent (tCO₂-e) GHG.

Note 11. Exploration and evaluation

Consolidated	
30 Jun 2022	31 Dec 2021
\$	\$

Non-current assets

Exploration and evaluation	27,426,662	24,294,142
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Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	\$	
Balance at 1 January 2022		24,294,142
Expenditure during the half-year		3,132,520
Balance at 30 June 2022		27,426,662

Asra Minerals Limited
Notes to the financial statements
30 June 2022

Note 12. Trade and other payables

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
<i>Current liabilities</i>		
Trade payables	747,884	1,040,173
Accrued expenses	26,000	52,000
	<u>773,884</u>	<u>1,092,173</u>

Note 13. Borrowings

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
<i>Current liabilities</i>		
Loans from related parties ^(a)	110,246	110,246
Riverfort funding facility	1,267,641	2,124,167
	<u>1,377,887</u>	<u>2,234,413</u>

(a) The loan is from a previous director is at call, unsecured and is non-interest bearing.

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
Riverfort funding facility movement during period:		
Opening balance	2,124,167	3,000,000
Less: options issued at fair value	-	(280,000)
Notes repayments	(1,246,076)	(825,000)
Interest incurred	159,128	229,167
Loss on loan amendment	230,422	-
	<u>1,267,641</u>	<u>2,124,167</u>
Closing balance		

Background information:

On 3 August 2021 the Company secured funding to acquire Tarmoola Station. The Company entered into a financing facility with Riverfort Global Opportunities PCC Ltd (Riverfort) on the following material terms:

Note 13. Borrowings (continued)

- **Maximum value of the facility:** \$3,270,000
- **Cash available under the facility:** \$3,000,000 (being 91.74% of the maximum value).
- **Implementation fee:** 3% of the drawdown amount equating to \$98,100.
- **Drawdown availability:** \$3,270,000 (before costs) following the Company obtaining shareholder approval for the conversion of the full facility at a General Meeting held on 27 September 2021.
- **Maturity date:** 12 months from drawdown.
- **Repayment schedule:** Monthly repayments amounts commencing 3 months after drawdown comprising \$275,000 (months 3-6 inclusive), \$361,666 (months 7-11 inclusive) with final outstanding amount payable month 12.
- **Conversion right:** Riverfort has conversion rights to fully paid ordinary shares in the Company for the value of the amount drawdown provided that the 5-day average VWAP for shares in the Company exceeds \$0.051 per share. The conversion price is \$0.038 per Share. The Company has the right to repay the conversion amount in cash rather than issue the conversion Shares. The Company can also elect to pay to Riverfort the difference between the market value of the conversion Shares to be issued to Riverfort and the conversion price either in cash or in Shares.
- **Redemption:** The Company may redeem early in certain circumstances. The Company can redeem within 7 months of drawdown in which case Riverfort may elect to convert the redemption amount to Shares if the 5 day average VWAP of Shares is greater than the conversion price of \$0.038 per Share. Redemption after 7 months can only occur with the consent of Riverfort
- **Options:** 20 million options to acquire Shares exercisable at \$0.042 each within 3 years of issue. On 28 July 2021 the Company granted Riverfort Global Opportunities PCC Ltd 20 million options to acquire ordinary shares of the company. The options are exercisable at \$0.042 each within 3 years from the date of issue. The fair value of the options has been assessed as \$280,000 using Black Scholes pricing method, based on the fair value of the companies share at the grant date..note 16
- **Security:** The Company and its subsidiaries granted security over all their respective assets to Riverfort to secure the obligations of the Company under the facility. The securities are on standard terms for securities of this nature.
- **Other terms:** The facility contains other terms (including events of default) that are customary for lending facilities of this nature.

Rivefort loan amendment:

On 1 March 2022, the group successfully renegotiated the terms of its funding agreement with Riverfort Global Opportunities PCC Ltd (Riverfort). As of 1 March 2022, the balance owed to Riverfort was \$1,989,166. The Company has agreed to repay the balance on the lasting trading day of each month over the proceeding 12 months by making monthly instalment payments of \$180,133.27 plus a 1% per month interest. Provisions around the Conversion Price and Trigger price have been removed. As such Riverfort will no longer be able to convert any outstanding balance into equity provided that Asra Minerals meets its monthly repayments. Asra can repay the loan in part or in full at any time it so chooses without any penalty.

Note 14. Issued capital

	Consolidated			
	30 Jun 2022	31 Dec 2021	30 Jun 2022	31 Dec 2021
	Shares	Shares	\$	\$
Ordinary shares - fully paid	<u>1,339,975,820</u>	<u>1,090,042,093</u>	<u>102,257,542</u>	<u>97,275,706</u>

Movements in share capital

Details	Date	Shares	\$
Balance	1 January 2021	771,389,707	88,279,541
Shares issued during the year		80,606,054	4,225,000
Shares issued on conversion of options		210,334,364	4,224,851
Shares issued for acquisition of Investment		27,711,968	803,647
Cost of raising capital		-	(257,333)
Balance	31 December 2021	<u>1,090,042,093</u>	<u>97,275,706</u>

Asra Minerals Limited
Notes to the financial statements
30 June 2022

Note 14. Issued capital (continued)

Details	Date	Shares	\$
Balance	1 January 2022	1,090,042,093	97,275,706
Shares issued on conversion of options		249,933,727	4,981,836
Capital raising cost		-	-
		<hr/>	<hr/>
Balance	30 June 2022	<u>1,339,975,820</u>	<u>102,257,542</u>

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

Capital risk management

Capital risk management the consolidated entity's objectives when managing capital is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders and to maintain an optimum capital structure to reduce the cost of capital.

Capital is regarded as total equity, as recognised in the statement of financial position, plus net debt. Net debt is calculated as total borrowings less cash and cash equivalents.

In order to maintain or adjust the capital structure, the consolidated entity may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The consolidated entity would look to raise capital when an opportunity to invest in a business or company was seen as value adding relative to the current company's share price at the time of the investment. The consolidated entity is not actively pursuing additional investments in the short term as it continues to integrate and grow its existing businesses in order to maximise synergies.

The consolidated entity is subject to certain financing arrangements covenants and meeting these is given priority in all capital risk management decisions. There have been no events of default on the financing arrangements during the financial year

Note 15. Reserves

	Consolidated	
	30 Jun 2022	31 Dec 2021
	\$	\$
Share-based payment reserve	2,531,669	2,131,919
	<hr/>	<hr/>
	<u>2,531,669</u>	<u>2,131,919</u>

Share-based payments reserve

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services

Note 15. Reserves (continued)

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

Consolidated	Share-based payments reserve \$	Total \$
Balance at 1 January 2022	2,131,919	2,131,919
Options issued to consultants	30,000	30,000
Performance shares Directors	261,000	261,000
Performance shares consultants and employees	108,750	108,750
	<u>2,531,669</u>	<u>2,531,669</u>
Balance at 30 June 2022	<u>2,531,669</u>	<u>2,531,669</u>

Note 16. Share-based payments

From time to time, the Group provides Incentive Options and Performance Rights to officers, employees, consultants and other key advisors as part of remuneration and incentive arrangements. The number of options or rights granted, and the terms of the options or rights granted are determined by the Board. Shareholder approval is sought where required. During the period the following share-based payments have been recognised:

Options and performance rights granted

During the period, the following options and performance rights have been granted:

Options issued during period expensed to profit & loss:

1. Consultant options ^(a)	30,000
2. Director performance rights	261,000
3. Employee and consultant performance rights	108,750
	<u>399,750</u>

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

- (a) On the 31 January 2022 3,000,000 ASROB listed options were issued to consultants. The options can exercised at \$0.02 before expiry date on 7 February 2022. The fair value of the options have been estimated in reference to their closing price at grant date (\$0.01). As a result \$30,000 share based payment expense has been recognised in the half year period.

Option movements

Exercise period	Exercise price	Beginning balance	Issued	Exercised	Lapsed	Ending balance
TNRO expire 7/02/2022	\$0.020	268,285,139	-	(249,931,527)	(18,353,612)	-
ASRAC expire 5/02/2024	\$0.026	28,000,000	-	-	-	28,000,000
ASRAA expire 22/10/24	\$0.042	20,000,000	-	-	-	20,000,000
ASRAA expire 11/04/2023	\$0.100	11,000,000	-	-	-	11,000,000
ASROB expire 30/11/2023	\$0.035	349,419,175	3,000,000	(2,200)	-	352,416,975

The weighted average year remaining contractual life

The weighted average year remaining contractual life for share-based payment options outstanding as of the 30 June 2022 was 1.53 years

Note 16. Share-based payments (continued)

Performance Rights

Director Performance Rights

During the period the Company issued 18 million performance rights to two directors. The terms of the performance rights issued were disclosed in the annual general meeting notice announced 14 April 2022. The performance rights are long-term incentives to offer conditional rights to fully paid ordinary shares in the Company upon satisfaction of vesting criteria over the vesting periods for no cash consideration. Fair value has been measured using the share price at grant date.

Vesting conditions for the director performance rights are set out in the table below:

Tranche	Number of Performance Rights	Performance Hurdle
1	4,000,000	Achievement of a \$50M market capitalisation for 20-day consecutive trading days as measured by the Volume Weighted Average Price (VWAP) of Shares.
2	6,000,000	Achievement of a \$100M market capitalisation for 20-day consecutive trading days as measured by the VWAP of Shares.
3	8,000,000	Achievement of a \$150M market capitalisation for 20-day consecutive trading days as measured by the VWAP of Shares.

The performance rights were valued as \$0.0145 on the grant date 16 May 2022. The total share-based payment expense recognised for issued performance rights was \$261,000.

Set out below are the summaries of director performance rights granted during period as share based payment.

Grant date	Tranche	Fair value at grant date	Granted	Exercised	Expired/lapsed/other	Balance at the end of the half-year
16/05/2022	1	\$0.0145	4,000,000	-	-	4,000,000
16/05/2022	2	\$0.0145	6,000,000	-	-	6,000,000
16/05/2022	3	\$0.0145	8,000,000	-	-	8,000,000

Employee and consultant performance rights

During the period the Company issued 7.5 million performance right to an employee and a consultant. The performance rights are long-term incentives to offer conditional rights to fully paid ordinary shares in the Company upon satisfaction of vesting criteria over the vesting periods for no cash consideration. Fair value has been measured using the share price at grant date.

Note 16. Share-based payments (continued)

Vesting conditions for the director performance rights are set out in the table below:

Class	Vesting Conditions	Number of Performance Rights
A	Achievement of a \$50M market capitalisation for 20-day consecutive trading days as measured by the Volume Weighted Average Price (VWAP) of Shares.	1,000,000
B	Achievement of a \$50M market capitalisation for 20-day consecutive trading days as measured by the Volume Weighted Average Price (VWAP) of Shares and completing service until 31 December 2022.	1,000,000
C	Achievement of a \$100M market capitalisation for 20-day consecutive trading days as measured by the Volume Weighted Average Price (VWAP) of Shares.	1,250,000
D	Achievement of a \$100M market capitalisation for 20-day consecutive trading days as measured by the Volume Weighted Average Price (VWAP) of Shares and completing service until 30 June 2023.	1,250,000
E	Achievement of a \$150M market capitalisation for 20-day consecutive trading days as measured by the Volume Weighted Average Price (VWAP) of Shares.	1,500,000
F	Achievement of a \$150M market capitalisation for 20-day consecutive trading days as measured by the Volume Weighted Average Price (VWAP) of Shares and completing service until 31 December 2023.	1,500,000

The performance rights were valued as \$0.0145 on the grant date 16 May 2022. The total share-based payment expense recognised for issued performance rights was \$108,750. Set out below are the summaries of employee and consultant performance rights granted during period.

Set out below are the summaries of employee and consultant performance rights granted during period as share-based payments.

Grant date	Class	Fair value at grant date	Granted	Exercised	Expired/lapsed/ other	Balance at the of the half-year
16/05/2022	A	\$0.0145	1,000,000	-	-	1,000,000
16/05/2022	B	\$0.0145	1,000,000	-	-	1,000,000
16/05/2022	C	\$0.0145	1,250,000	-	-	1,250,000
16/05/2022	D	\$0.0145	1,250,000	-	-	1,250,000
16/05/2022	E	\$0.0145	1,500,000	-	-	1,500,000
16/05/2022	F	\$0.0145	1,500,000	-	-	1,500,000

Note 17. Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Note 18. Events after the reporting period

The following events have occurred subsequent to the period end:

In July 2022, the Company completed a placement of \$2.61 million (before costs) via the issue of approximately 124.3 million shares at 2.1 cents per share with 3 free attaching listed options (ASROB) for every 4 shares subscribed. The listed options (ASROB) have an exercise price of 3.5 cents per option expiring 30 November 2023. Subject to shareholders approval, the Directors will participate in the placement for a total of \$90,000. GBA Capital acted as Lead Manager to the Placement. As part of the Lead Manager fee, GBA Capital was issued 4 million listed options (ASROB).

On 27 July 2022, the Company issued 10,500,000 Listed Options (ASROB) exercisable at 3.5 cents each expiring 30 November 2023 to employees of the Company. The options are issued as part of the Company's incentive to current key employees under the Company's Long Term Incentive Plan.

Asra Minerals Limited
Notes to the financial statements
30 June 2022

Note 18. Events after the reporting period (continued)

On 19 August 2022, the Company issued 22 million listed options (ASROB) to consultants as per of contracting services to be provided in lieu of cash payment.

No other matter or circumstance has arisen since 30 June 2022 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Note 19. Earnings per share

	Consolidated	
	30 Jun 2022	30 Jun 2021
	\$	\$
Loss after income tax	<u>(2,574,327)</u>	<u>(1,280,212)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>1,297,462,409</u>	<u>820,624,428</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>1,297,462,409</u>	<u>820,624,428</u>
	Cents	Cents
Basic earnings per share	(0.20)	(0.16)
Diluted earnings per share	(0.20)	(0.16)

Asra Minerals Limited
Directors' declaration
30 June 2022

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2022 and of its performance for the financial half-year ended on that date; and
- 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 directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors

A handwritten signature in black ink, appearing to read 'Paul Summers', written over a horizontal line.

Paul Summers
Executive Chairman

13 September 2022

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Asra Minerals Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Asra Minerals Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 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 30 June 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.

Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

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 is free from material misstatement, whether due to fraud or error.



Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. 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 30 June 2022 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

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

BDO Audit Pty Ltd

A stylized, handwritten-style logo of the letters 'BDO' in black ink.

A handwritten signature in black ink that reads 'James Mooney'.

James Mooney
Director

Melbourne, 13 September 2022