



31 DECEMBER 2021

Half Year Financial Report

PEEL MINING LIMITED

Corporate Directory

Directors

Simon Hadfield *Non-executive Chairman*
Rob Tyson *Managing Director*
Graham Hardie *Non-executive Director*
James Simpson *Executive Director Mining*

Company Secretary

Ryan Woodhouse

Registered Office

Unit 1, 34 Kings Park Road
WEST PERTH, WA 6005
Telephone: +61 (0)8 9382 3955
Email: info@peelmining.com.au

Stock Exchange Listing

Securities of Peel Mining Limited are listed on the Australian Securities Exchange (ASX)

ASX Code

PEX

ACN

119 343 734

Share Registry

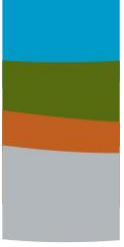
Link Market Services Limited
Level 12, 250 St Georges Terrace
PERTH, WA 6000
Telephone +61 1300 554 474
Facsimile: +61 (0)2 9287 0303
Website: www.linkmarketservices.com

Auditors

Ernst & Young
Ernst & Young Building
11 Mounts Bay Rd
Perth, Western Australia 6000

Website

www.peelmining.com.au



Contents

Corporate Directory	1
Directors' Report	3
Mineral Resource Governance Statement	14
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the half year ended 31 December 2021	18
Condensed Consolidated Statement of Financial Position as at 31 December 2021	19
Condensed Consolidated Statement of Changes in Equity for the half year ended 31 December 2021	20
Condensed Consolidated Statement of Cash Flows for the half year to 31 December 2021	21
Notes to the Condensed Consolidated Financial Statements	22
Directors' Declaration	29
Auditor's Independence Declaration	30
Independent auditor's review report to the members of Peel Mining Limited	31

Directors' Report

The directors present their report on the consolidated entity consisting of Peel Mining Limited ("the Company") and the entities it controlled ("the Group") at the end of the half-year ended 31 December 2021.

Directors

The following persons held office as directors throughout the entire financial period and up to the date of this report, unless otherwise indicated:

Robert Tyson	Managing Director
James Simpson	Executive Director
Simon Hadfield	Non-executive Chairman
Graham Hardie	Non-executive Director

Company Secretary and Chief Financial Officer

Ryan Woodhouse

Results

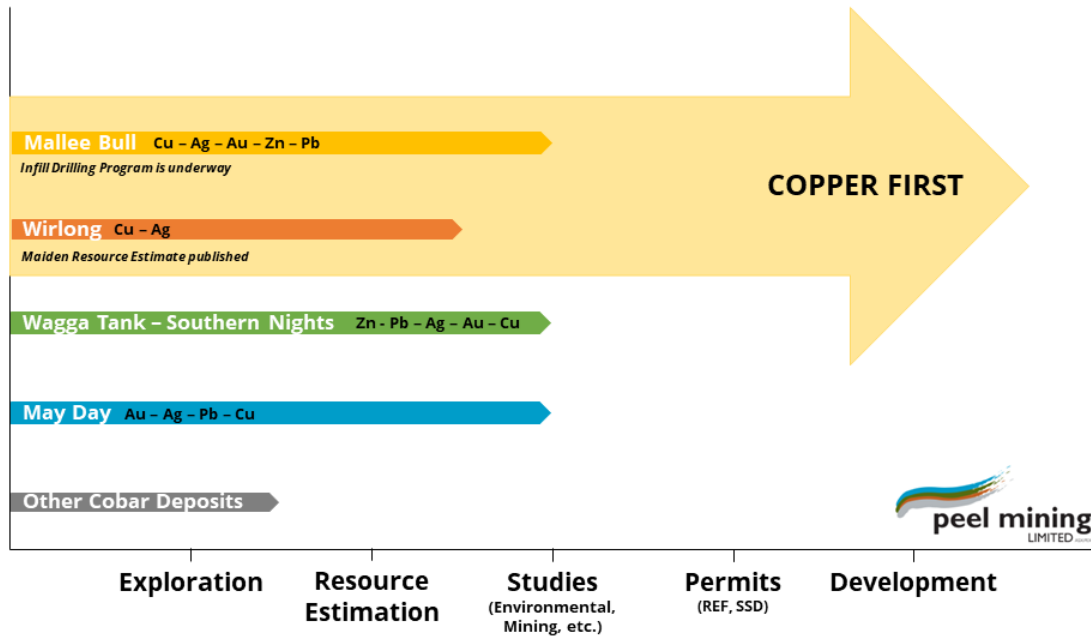
The loss of the Group for the half-year ended 31 December 2021 amounted to \$1,735,574 (2020: Profit: \$6,554,230).

Review of Operations

Peel Mining Limited ("Peel" or "the Company") is a base and precious metals Company focused on developing its projects in the Cobar Region of New South Wales, Australia. The Company has been active in the Cobar Superbasin since March 2010, and since that time, has established a reputation as NSW's most successful minerals explorer, with the largest single company landholding of ~3,370km² in the Cobar Superbasin. The Company has made three major discoveries in this time; the Mallee Bull Copper dominant discovery, the Wirlong Copper discovery and the Wagga Tank-Southern Nights Lead-Zinc-Silver dominant discovery. These deposits, along with the May Day Gold dominant deposit, make up the South Cobar Project (SCP). Peel is progressing the SCP to establish critical mass via the definition of high-quality mineral resources at each of its deposits. Drilling at the Mallee Bull and Wirlong copper deposits is part of the Company's copper first strategy, focusing on advancing the Mallee Bull and Wirlong copper assets as a priority.

Pre-development Activities

Peel's South Cobar Project (SCP), contains the Mallee Bull, May Day, Wirlong, Southern Nights and Wagga Tank deposits. The project is centred on establishing critical mass of high-quality copper dominant mineral resources to support a proposed central processing operation. The project is focused on a copper first strategy, where it will seek to develop its copper dominant projects of Mallee Bull and Wirlong first. These copper dominant deposits present an opportunity to take advantage of a strong copper market, simplifying the notional sequencing of the deposits and metallurgical processes, and allowing for the potential staging of capital.

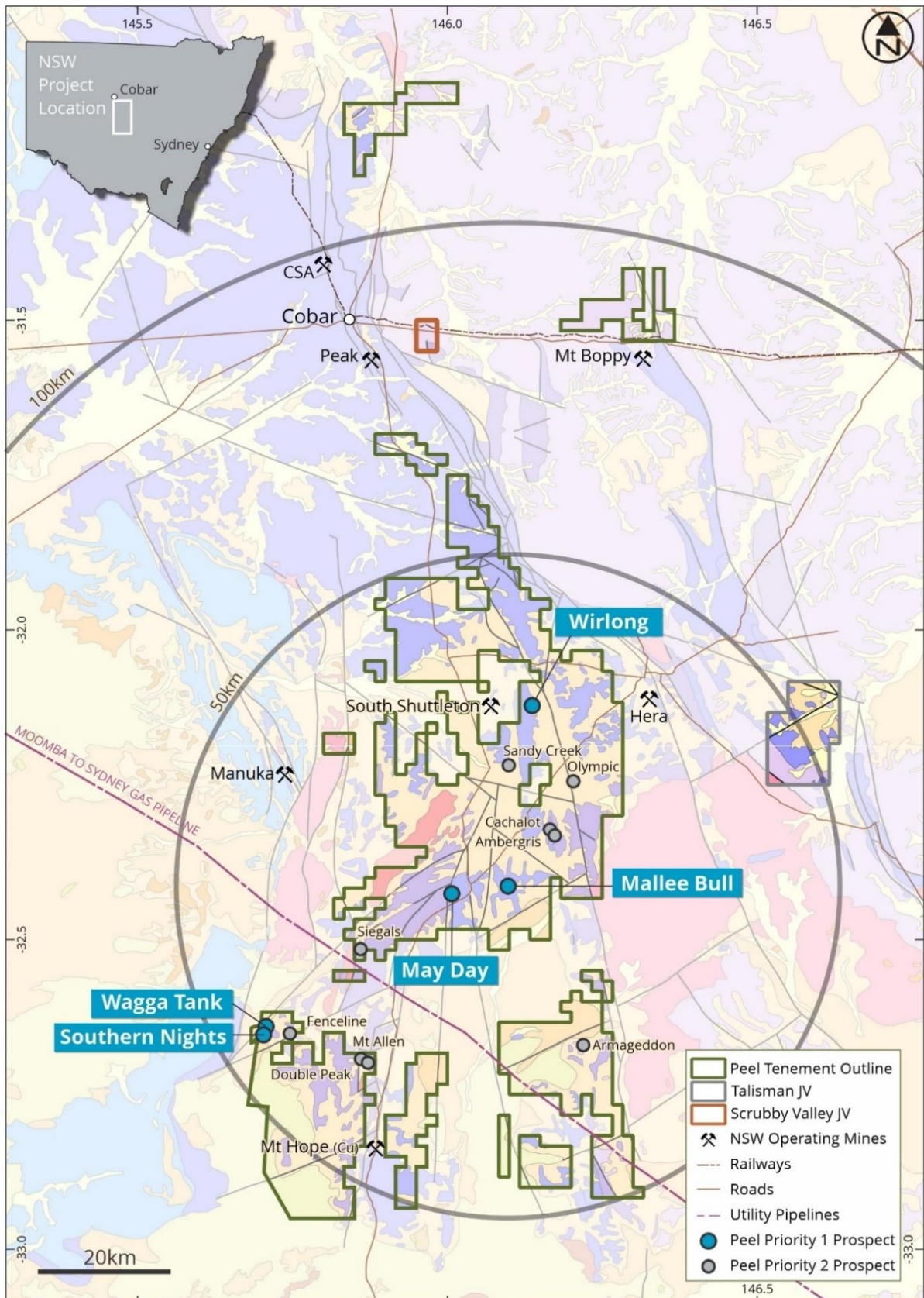


During the half year, the company has conducted a series of metallurgical testwork with a focus on its Wirlong Copper deposit. Sequential flotation testwork on Wirlong samples saw copper recoveries of up to 91.8% into a copper concentrate grading 30.7% Cu. Locked cycle test results were even more impressive with copper recovery's of up to 95.2% into a copper concentrate grading 33.0% Cu. This test work informed the Company's Mineral Resource Estimate on the program but will also form the basis for future mining studies. Other metallurgical work conducted included ore-sorting trials of both Mallee Bull and Wirlong samples at TOMRA's Sorting facility in Sydney. Results generated from the testwork were very successful with significant upgrades achieved from all sample runs. Due to the well liberated nature of the sulphides and excellent classification of material types, all samples consistently produced low-grade waste fractions enabling copper recoveries to remain consistently high. These ore-sorted samples were then subjected to sequential flotation and lock cycle testing, to simulate a real-life process flowsheet. Both deposits saw an uplift in total recoveries of metal and/or grade of concentrate through this test work. These results will inform further mining studies on the project to investigating if incorporating this technology into the mining process can enhance overall project economics.

The Company has commissioned R.W Corkery & Co. Pty. Limited during the half year to upgrade an existing Review of Environmental Factors (REF) for a proposed Mallee Bull exploration decline and associated surface infrastructures. The Company also begun the process to seek regulatory approval to develop an exploration decline and associated surface infrastructures at Wirlong. Exploration declines will not only allow the Company to better define resources from underground, it will allow the company to seek approval for conversion to a full mining operation, with the benefit of established infrastructure. It is anticipated that the regulatory approval for the exploration decline will take between 6 to 9 months after the submission of Review of Environmental Factor (REF), which is anticipated to be completed and submitted for both projects within the first half of 2022.

Exploration Activities

During the half exploration activities focused on the Company's copper prospects of Wirlong and Mallee Bull.





WIRLONG - COPPER, SILVER; WESTERN NSW.

Wirlong is located ~75km south of Cobar, NSW and about 40km north of Peel's Mallee Bull copper deposit. Wirlong represents a classic Cobar-style Cu-Ag deposit analogous to the CSA mine. Strong copper mineralisation commences at ~60m below surface and has been defined to at least 600m below surface. Drilling at Wirlong has been designed to drill test the upper ~500m of the Wirlong Central zone where high-grade copper (chalcopyrite) mineralisation is understood to be structurally controlled on a NW-SE orientation. The deposit remains open along strike and at depth.

A maiden Indicated and Inferred Mineral Resource Estimate (MRE) for Wirlong, released during the December quarter, delivered 2.45Mt @ 2.4% Cu, 8.7g/t Ag for 57,900t contained copper and 686,000oz contained silver. Full details on the MRE can be found in announcement "High Grade Maiden Copper Resource at Wirlong" on the 29th of November 2021. The MRE has been constrained and reported within mineable shapes generated at A\$90/t NSR with a minimum mining width of three metres and includes internal dilution. The MRE for the Wirlong deposit is reported in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code (2012)).

Wirlong Maiden Mineral Resource Estimate Summary as at November 2021

WIRLONG MAIDEN MINERAL RESOURCE ESTIMATE					
Resource Classification	Tonnes (Kt)	Cu (%)	Ag (g/t)	Contained Cu (t)	Contained Ag (oz)
Indicated	860	2.3	9.1	19,800	252,000
Inferred	1,590	2.4	8.5	38,200	435,000
Total Resource	2,450	2.4	8.7	57,900	686,000

Note: The Wirlong MRE utilises A\$90/tonne NSR cut-off mineable shapes that include minimum mining widths and internal dilution. Figures are rounded to reflect the precision of estimates and include rounding errors.

The Wirlong Indicated & Inferred MRE is the product of 41,612m of RC and diamond drilling completed by Peel since 2014. Exploratory drilling at Wirlong in early 2015 identified significant primary copper mineralisation with follow-up drilling in late 2015 yielding strong copper mineralisation and confirming the potential of the prospect. Mineral Resource Estimate drilling to date has focused on a relatively confined zone covering ~350m of strike of the greater prospect area. The bulk (~79%) of the drilling has been focused on the high-grade MBX (Massive Breccia Mineralisation) lens following its recognition in late 2018.

The MRE has been completed by independent mining consultant Mr Jonathon Abbott of MPR Geological Consultants Pty Ltd (MPR). Mr Abbott accepts responsibility for the block modelling and the MRE. Mr Robert Tyson, an employee of Peel Mining, accepts responsibility for the geological interpretation, sampling and analytical data upon which the MRE is based. NSR calculations and mineable shape creation was completed by Antcia Consulting Pty Ltd.

Note: The Wirlong MRE utilises A\$90/tonne NSR cut-off mineable shapes that include minimum mining widths and internal dilution. Figures are rounded to reflect the precision of estimates and include rounding errors.

Wirlong Maiden Mineral Resource Estimate (by Domain) as at November 2021

WIRLONG MAIDEN MINERAL RESOURCE ESTIMATE						
Domain	Resource Classification	Tonnes (Kt)	Cu (%)	Ag (g/t)	Contained Cu (t)	Contained Ag (oz)
MBX	Indicated	450	3.1	11.3	13,900	163,000
	Inferred	930	2.8	10.1	26,000	302,000
	Sub-total	1,380	2.9	10.5	39,900	465,000
B	Indicated	170	1.3	6.7	2,200	37,000
	Inferred	170	1.6	4.9	2,700	27,000
	Sub-total	340	1.4	5.8	4,900	63,000
C	Indicated	120	1.5	6.4	1,800	25,000
	Inferred	120	1.5	7.0	1,800	27,000
	Sub-total	240	1.5	6.7	3,600	52,000
D	Indicated	70	1.9	8.1	1,300	18,000
	Inferred	290	2.0	7.0	5,800	65,000
	Sub-total	360	2.0	7.2	7,100	83,000
E	Indicated	50	1.1	4.8	600	8,000
	Inferred	70	1.5	5.0	1,100	11,000
	Sub-total	120	1.3	4.9	1,600	19,000
All	Indicated	860	2.3	9.1	19,800	252,000
	Inferred	1,590	2.4	8.5	38,200	435,000
	Total Resource	2,450	2.4	8.7	57,900	686,000

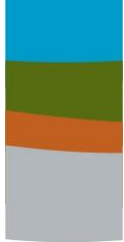
Note: The Wirlong MRE utilises A\$90/tonne NSR cut-off mineable shapes that include minimum mining widths and internal dilution. Figures are rounded to reflect the precision of estimates and include rounding errors.

Resource drilling continued during the half to both inform resource estimate above and to infill and extend the known mineralisation zone. Outstanding

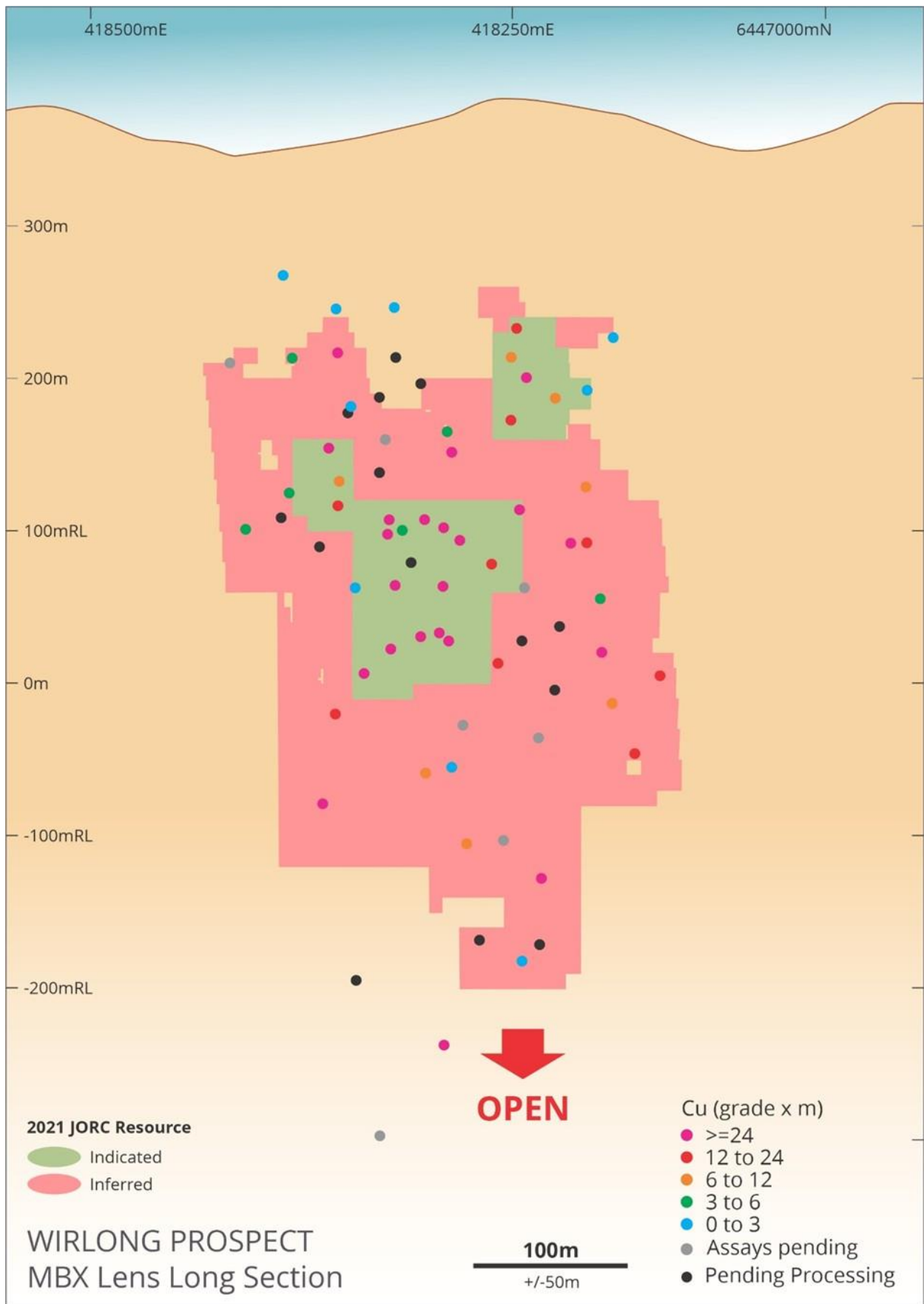
Highlights from diamond assays returned and released to the market during the period quarter include:

- **21m @ 1.31% Cu, 6g/t Ag** from 336m including **6m @ 2.2% Cu, 9g/t Ag** from 337m in WLDD022
- **22m @ 1.36% Cu, 4g/t Ag** from 256m including **5m @ 2.91% Cu, 10g/t Ag** from 260m in WLDD024
- **13m @ 2.2% Cu, 10g/t Ag** from 315m including **5m @ 4.35% Cu, 14g/t Ag** from 319m in WLDD029
- **205m @ 1.4% Cu, 3g/t Ag** from 434m in WLDD040
- **5m @ 1.78% Cu, 8g/t Ag** from 200m and **3m @ 2.15% Cu, 9g/t Ag** from 289m in WLDD037
- **16m @ 1.55% Cu, 8g/t Ag** from 314m including **3m @ 4.33% Cu, 23g/t Ag** from 314m in WLDD041
- **11m @ 2.93% Cu, 10g/t Ag** from 388m including **4.88m @ 6.04% Cu, 20g/t Ag, 0.66g/t Au** from 393m in WLDD043
- **3.9m @ 3.55% Cu, 8g/t Ag** from 474.9m in WLDD045
- **3m @ 7.39% Cu, 41g/t Ag** from 255m and **4m @ 1.92% Cu, 5g/t Ag** from 330m in WLDD046

Mineralisation returned from resource definition drilling post the Maiden MRE cut off appears generally consistent with Peel's geophysical and geological modelling. Processing and assaying are continuing with further results anticipated in the coming weeks which will inform subsequent MRE updates as Wirlong continues to evolve. Drill results to date highlight the open nature of this growing copper mineral system.



MBX Lens long section looking southwest showing Indicated and Inferred SSO model blocks





MALLEE BULL - COPPER, SILVER, GOLD, LEAD, ZINC; WESTERN NSW.

Mallee Bull represents one of Australia's highest grade undeveloped copper deposits and is located ~100km south of Cobar, NSW and ~40km south of Peel's Wirlong copper deposit. The Company is currently undertaking Resource upgrade drilling at the Mallee Bull deposit. These drilling results will be applied to its 2017 resource estimate for Mallee Bull (See Mineral Resource Estimates), which comprises 6.76 Mt at 1.8% Cu, 31g/t Ag, 0.4g/t Au, 0.6% Pb, 0.6% Zn (2.6% CuEq) containing approximately 119,000t Cu, 6.6 Moz Ag, 83,000 oz Au, 38,000t Pb, 38,000t Zn) (using a 1% CuEq cut-off). Refer to 6th July 2017 announcement "Mallee Bull Resource Grows by 65% to 175,000t CuEq" for further details. This drilling is part of the Company's strategy to advance each of the Company's deposits to mineable resources in order to achieve critical mass.

The resource upgrade drilling program, originally comprising ~20,000m of diamond drilling, is primarily designed to convert Inferred classified resources to Indicated classification. Drilling is being undertaken by two, double shifting multi-purpose drill rigs, with initial focus on the zone between 300m and 500m below surface where the bulk of Mallee Bull's contained copper is located.

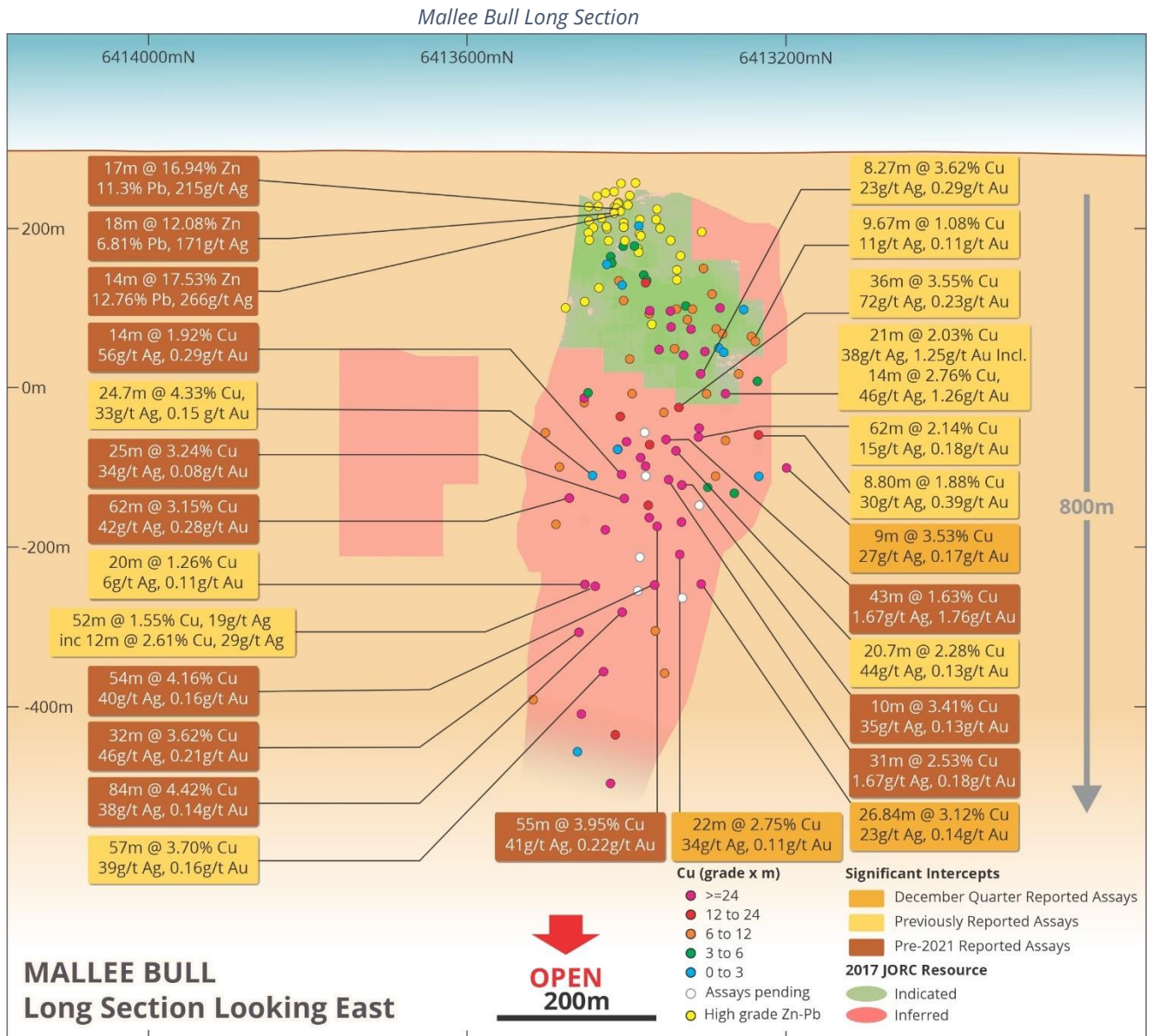
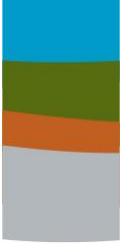
Highlights from diamond high-grade copper assays returned and released to the market during the half include:

- **26.84m @ 3.12% Cu, 23g/t Ag** from 542.16m including **10m @ 5.92% Cu, 30g/t Ag** from 553m in MBDD053
- **22m @ 2.75% Cu, 34g/t Ag** from 464m including 5.1m @ 5.9% Cu, 55g/t Ag from 477m in MBDD057
- **9m @ 3.53% Cu, 27g/t Ag** from 412m including 3.75m @ 7.08% Cu, 52g/t Ag from 416m in MBDD065
- **21m @ 2.03% Cu, 38g/t Ag, 1.25g/t Au** from 319m in MBDD034
- **62m @ 2.14% Cu, 15g/t Ag** from 324m including **25m @ 4.18% Cu**, 24g/t Ag from 361m in MBDD037
- **36m @ 3.55% Cu, 72g/t Ag** from 345m including **14.4m @ 4.71% Cu**, 103g/t Ag from 359m in MBDD038
- **20.7m @ 2.28% Cu, 44g/t Ag** from 390.3m including **6.5m @ 5.50% Cu**, 96g/t Ag from 404.5m in MBDD039
- **10m @ 3.41% Cu, 35g/t Ag** from 426m in MBDD040
- **6m @ 3.87% Cu, 82g/t Ag** from 459m and 6m @ 1.25% Cu, 44g/t Ag from 485m
- **24.7m @ 4.33% Cu, 33g/t Ag** from 414.3m and 5m @ 1.89% Cu, 7g/t Ag from 451m in MBDD048
- **12m @ 2.61% Cu**, 29g/t Ag from 571m in MBDD051
- **57m @ 3.70% Cu, 39g/t Ag** from 614m including **31m @ 5.51% Cu**, 57g/t Ag from 632m in MBDD052

Diamond drilling also defined a new high-grade zinc-lead-silver lens in the hanging wall of the deposit. Assays returned and released to the market during the September quarter included:

- **7.85m @ 17.72% Zn, 18.13% Pb**, 127g/t Ag, 0.34% Cu, 0.58g/t Au from 371.2m in MBDD046
- **4.41m @ 16.82% Zn, 17.67% Pb**, 109g/t Ag, 0.45% Cu, 0.98g/t Au from 352.59m in MBDD048
- **16m @ 7.99% Zn, 8.54% Pb**, 72g/t Ag, 0.64% Cu, 1.01g/t Au from 395m including 9m @ 13.11% Zn, 12.83% Pb, 107g/t Ag, 1.01% Cu, 1.57g/t Au from 395m in MBDD051

Mineralisation returned from resource definition drilling appears consistent with Peel's geophysical and geological modelling. Follow a geological review a handful full of targeted drill holes are planned to maximize resource confidence in advance of publishing the updated mineral resource estimate.



Corporate Activities

SHUTTLETON STATION

Peel Mining Limited had acquired Shuttleton Station, located ~70km south of Cobar NSW. The station comprises more than 12,000 acres of Western Lands Lease and importantly, contains the immediate footprint of Peel's 100%-owned Wirlong copper deposit.

Under the terms of the purchase and sale agreement, Peel has paid a 10% deposit of \$183,000 with the balance of \$1,647,000 payable upon settlement for total consideration of \$1.83 million. Settlement is subject to Minister's consent to transfer title and is anticipated for first half 2022. The acquisition of Shuttleton provides Peel with security of tenure and land access as Wirlong progresses towards development. Furthermore, Shuttleton could potentially yield environmental (biodiversity and carbon) offsets in the future and studies around this ancillary benefit will be undertaken as part of Peel's South Cobar Project development plans.

COVID19

For the half year, in response to the COVID-19 pandemic, the Company continued its precautionary measures as part of its OHS policies to ensure that risk around COVID-19 is minimised for all employees and contractors. These measures include increased strict testing regimes, social distancing and hygiene, cleanliness and awareness. The Company has been able to continue its field drilling programs utilising its NSW-based staff.

The Company will continue to monitor the situation in relation to COVID-19, especially in NSW where its operations are focused and will act in accordance with Government advice to ensure a safe working environment for all its staff.

Shares under options and performance rights

Grant Date	Date Vested & Exercisable	Expiry Date	Exercise Price	Value per Option at Grant Date
28 November 2019	2,000,000 Director Options 28 November 2019	29 November 2022	32.0 cents	12.9 cents
28 November 2019	2,000,000 Executive Director Options under the ESOP 28 November 2019 (50%) 28 November 2020 (50%)	9 September 2022	31.0 cents	12.6 cents
13 July 2020	2,050,000 Employee Options 13 July 2020 (50%) 13 July 2021 (50%)	12 July 2023	27.5 cents	6.4 cents
26 November 2020	1,755,000 Executive Directors' Performance Rights 31 Dec 2022 (100%)	26 May 2023	0.0 cents	22.0 cents
26 November 2020	945,000 Executive Directors' Performance Rights 31 Dec 2022 (100%)	26 May 2023	0.0 cents	11.5 cents
23 Dec 2020	260,000 Employee Performance Rights 31 Dec 2022 (100%)	23 Jun 2023	0.0 cents	26.5 cents
23 Dec 2020	140,000 Employee Performance Rights 31 Dec 2022 (100%)	26 May 2023	0.0 cents	15.6 cents
29 Nov 2021	650,000 Executive Directors' Performance Rights 31 Dec 2022 (100%)	31 Dec 2023	0.0 cents	22.5 cents
29 Nov 2021	650,000 Executive Directors' Performance Rights 31 Dec 2022 (100%)	31 Dec 2023	0.0 cents	11.4 cents
29 Nov 2021	150,000 Employee Performance Rights 31 Dec 2022 (100%)	31 Dec 2023	0.0 cents	22.5 cents
29 Nov 2021	150,000 Employee Performance Rights 31 Dec 2022 (100%)	31 Dec 2023	0.0 cents	11.4 cents



Events occurring after reporting period

EQUITY RAISING

On 23 February 2022, the Company announced an equity raising of up to ~\$23m, through the issue of up to ~127,777,781 new shares at an issue price of \$0.18 per share.

The Equity Raising comprises of \$21m two tranche Placement and a Share Purchase Plan (SPP) of up to \$2m. The Equity Raising will be used towards continued growth of the South Cobar Copper Project's copper resources, permitting and to provide working capital, with the ultimate aim to advance towards development of a 10-year copper operation.

Placement

Tranche 1 of 104,524,438 shares to be issued under the Company's ASX Listing Rules 7.1 and 7.1A placement capacities. The binding commitments raised \$18,814,399 for which settlement is due for completion by 2 March 2022.

Tranche 2, being 12,142,232 shares, including the participation of the directors of 4,722,223 shares, require shareholder approval, the meeting is slated to be held early to mid-April 2022. 7,420,009 shares are to be issued subject to shareholder approval under Listing Rule 7.1 and 4,722,223 shares subject to shareholder approval under Listing Rule 10.11, the latter being proposed to be issued to Directors, Mr Simpson who is subscribing for \$500,000 (2,777,778 shares), Mr Graham Hardie who is subscribing for \$250,000 (1,388,889 shares) and Mr Simon Hadfield who is subscribing for \$100,000 (555,556 shares). A Notice of General Meeting will be prepared for the approval of the issue of these shares.

Brokerage payable to Ashanti Capital for the placement will be paid in cash of \$358,825, 1,522,014 Peel Mining Limited shares subject to shareholder approval and 4,248,106 Peel Mining Limited 3 year options with a strike price of 23.6c, also subject to shareholder approval.

Share Purchase Plan

A Share Purchase Plan (SPP) will be offered to eligible shareholders to raise up to \$2.0m at the same issue price as the Placement, taking the total Equity Raising up to ~\$23m. The opening date is 3 March 2022 and will close 21 March 2022 subject to the Company's discretion. Participation in the SPP by Eligible Shareholders is entirely optional. The SPP is not underwritten.

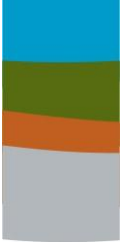
CHANGES TO THE BOARD

Experienced mining company director Mr Mark Okeby to be appointed Chairman and Mr Jim Simpson to be appointed CEO and Managing Director after completion of Tranche 1 of the Placement.

Mr Okeby currently holds 1.5m shares in Peel and is being appointed as a director in connection with the Placement, subscribing \$1,000,000 under Tranche 1 of the Placement (5,555,556 new shares) to be issued under Exception 12 of ASX Listing Rule 10.11.

Mr Rob Tyson will transition from Managing Director to Executive Director – Technical, and Mr Hadfield will transition from Chairman to Non-Executive Director.

The Company has no other events occurring after the reporting period to disclose.



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 on page 30.

Signed in accordance with a resolution of the directors and on behalf of the Board by:

R. Tyson

Managing Director

Perth, Western Australia

2nd March 2022

Mineral Resource Governance Statement

Mineral Resource Statements

During the half year, Peel Mining Limited released a maiden mineral resource estimate for its Wirlong Project. The Mallee Bull, Wagga Tank Southern Nights, May Day and Attunga Mineral Resource estimates were unchanged for the year, after being updated in July 2017, March 2020, March 2021 and April 2008 respectively.

Peel Mining Limited has ensured that the Mineral Resource estimates are subject to good governance arrangements and internal controls. The Mineral Resources reported have been generated by independent external consultants who are experienced in best practices in modelling and estimation methods. The consultants have also undertaken a review of the quality and suitability of the underlying information used to generate the resource estimations. Additionally, Peel Mining Limited carries out regular reviews and audits of internal processes and external contractors that have been engaged by the Company.

The Mineral Resources estimates for Wirlong, Mallee Bull, Wagga Tank-Southern Nights and May Day were compiled and reported in accordance with the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the JORC Code) 2012 Edition, whilst the Attunga Resource Estimate was completed in accordance with the JORC Code 2004 Edition.

The Wirlong, Wagga Tank Southern Nights and May Day Mineral Resource Estimates were reported using an NSR cut-off value to determine the proportion of the deposit having reasonable prospects for eventual economic extraction. The NSR methodology is common practice at polymetallic mines and deposits and considers metallurgical recoveries for each of the product streams, along with metal prices, exchange rates, payabilities, deductions/penalties, transport, treatment/refining charges, and royalties.

WIRLONG MAIDEN MINERAL RESOURCE ESTIMATE					
Resource Classification	Tonnes (Kt)	Cu (%)	Ag (g/t)	Contained Cu (t)	Contained Ag (oz)
Indicated	860	2.3	9.1	19,800	252,000
Inferred	1,590	2.4	8.5	38,200	435,000
Total Resource	2,450	2.4	8.7	57,900	686,000

Note: The Wirlong MRE utilises A\$90/tonne NSR cut-off mineable shapes that include minimum mining widths and internal dilution. Figures are rounded to reflect the precision of estimates and include rounding errors.

JULY 2017 MALLEE BULL MINERAL RESOURCE ESTIMATE							
Category	Kt	CuEq %	Cu %	Ag g/t	Au g/t	Pb %	Zn %
Indicated	1,340	2.15	0.91	30	0.4	0.96	1.23
Inferred	5,420	2.7	2	31	0.4	0.5	0.4
Total	6,760	2.6	1.8	31	0.4	0.6	0.6

The figures in the above table are rounded to reflect the precision of the estimates and include rounding errors. Mallee Bull Mineral Resource estimate at 30 June 2019 based on 1% copper equivalent (CuEq) cut-off grade.

MARCH 2020 SOUTHERN NIGHTS MINERAL RESOURCE ESTIMATE

Resource Classification	Tonnes (Kt)	Zn (%)	Pb (%)	Ag (g/t)	Cu (%)	Au (g/t)
Indicated	2,540	5.90	2.30	88.9	0.19	0.33
Inferred	1,600	3.7	1.4	59	0.3	0.3
Total Resource	4,140	5.0	2.0	77	0.2	0.3

March 2020 Wagga Tank Mineral Resource Estimate

Resource Classification	Tonnes (Kt)	Zn (%)	Pb (%)	Ag (g/t)	Cu (%)	Au (g/t)
Indicated	410	4.67	2.52	64.3	0.50	0.53
Inferred	400	5.3	2.3	98	0.3	0.5
Total Resource	810	5.0	2.4	81	0.4	0.5

March 2020 Combined Southern Nights-Wagga Tank Mineral Resource Estimate

Resource Classification	Tonnes (Kt)	Zn (%)	Pb (%)	Ag (g/t)	Cu (%)	Au (g/t)
Indicated	2,950	5.73	2.33	85.5	0.23	0.36
Inferred	2,000	4.0	1.6	67	0.3	0.3
Total Resource	4,950	5.0	2.0	78	0.3	0.4

The March 2020 Wagga Tank Southern Nights Mineral Resource Estimate utilises AU\$80/tonne NSR cut-off mineable shapes that include minimum mining widths and internal dilution.

APRIL 2008 ATTUNGA MINERAL RESOURCE ESTIMATE

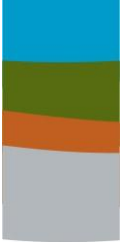
Category	WO3equivalent cut-off	Mt	WO3Eq %	WO3 %	Mo %
Inferred	0.2	1.29	0.73	0.61	0.05

Attunga Tungsten Deposit Inferred Mineral Resource Estimate based on a 0.2% WO3 equivalent cut-off

Competent Persons Statements

WIRLONG MAIDEN MINERAL RESOURCE ESTIMATE

The information in this announcement that relates to Mineral Resource estimates is based on information compiled by Mr Jonathon Abbott, who is a Member of The Australian Institute of Geoscientists. Mr Abbott is a full time employee of MPR Geological Consultants Pty Ltd and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting Exploration Results,



Mineral Resources and Ore Reserves". Mr Abbott consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results, geological interpretation and sampling information is based on information compiled by Mr Robert Tyson who is a fulltime employee of the company. Mr Tyson is a Member of the Australasian Institute of Mining and Metallurgy. Mr Tyson has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Tyson consents to the inclusion in this report of the matters based on information in the form and context in which it appears. Exploration results are based on standard industry practices, including sampling, assay methods, and appropriate quality assurance quality control (QAQC) measures.

This release may include aspirational targets. These targets are based on management's expectations and beliefs concerning future events as of the time of the release of this document. Targets are necessarily subject to risks, uncertainties and other factors, some of which are outside the control of Peel Mining that could cause actual results to differ materially from such statements. Peel Mining makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

MALLEE BULL

The information in this report that relates to Exploration Results is based on information compiled by Mr Rob Tyson who is a fulltime employee of the company. Mr Tyson is a member of the Australasian Institute of Mining and Metallurgy. Mr Tyson has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Tyson consents to the inclusion in this report of the matters based on information in the form and context in which it appears. Exploration results are based on standard industry practices, including sampling, assay methods, and appropriate quality assurance quality control (QAQC) measures.

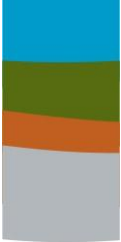
The information in this report that relates to the Mallee Bull Mineral Resource estimates and reported by the Company in compliance with JORC 2012 is based on information compiled by Mr Jonaton Abbott, a Competent Person who is a Member of the Australian Institute of Geoscientists. Mr Abbott is a full-time employee of MPR Geological Consultants Pty Ltd and is an independent consultant to Peel Mining Limited.

Mr Abbott has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Mr Abbott consents to the inclusion in this report of the matters based on his information in the form and context in which it appears. As at the date of this report, there has been no material changes to the Mallee Bull Resource estimates

WAGGA TANK SOUTHERN NIGHTS DEPOSITS

The information in this report that relates to data and geological modelling included in Mineral Resource estimates is based on information reviewed by Mr Jason McNamara who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr McNamara was a full time employee of Peel Mining and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves". Mr McNamara consents to the inclusion in the documents of the matters based on this information in the form and context in which it appears.

The information in this report that relates to grade estimation and Mineral Resource estimates is based on information reviewed by Mr Jason McNamara, who is a Fellow of The Australasian Institute of Mining and Metallurgy.



Mr McNamara was a full-time employee of Peel Mining and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves". Mr McNamara consents to the inclusion in the documents of the matters based on this information in the form and context in which it appears. This release may include aspirational targets. These targets are based on management's expectations and beliefs concerning future events as of the time of the release of this document. Targets are necessarily subject to risks, uncertainties and other factors, some of which are outside the control of Peel Mining that could cause actual results to differ materially from such statements. Peel Mining makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

MAY DAY

The information in this report that relates to Exploration Results is based on information compiled by Mr Rob Tyson who is a fulltime employee of the company. Mr Tyson is a member of the Australasian Institute of Mining and Metallurgy. Mr Tyson has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Tyson consents to the inclusion in this report of the matters based on information in the form and context in which it appears. Exploration results are based on standard industry practices, including sampling, assay methods, and appropriate quality assurance quality control (QAQC) measures.

ATTUNGA TUNGSTEN DEPOSIT

The information referred to in this report in relation to the Attunga Resource Estimate is based on information compiled by Mr Murray Hutton, a Competent Person who is a Member of the Australian Institute of Geoscientists. At the time of calculating the Resource Estimate Mr Hutton was a full-time employee of Geos Mining and was an independent consultant to Peel Mining Limited.

Mr Hutton has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Mineral Resources and Ore Reserves'.

Mr Hutton consented to the inclusion of the matters based on his information in the form and context in which it appears.

EXPLORATION RESULTS

The information in this report that relates to Exploration Results is based on information compiled by Mr Rob Tyson who is a fulltime employee of the company. Mr Tyson is a member of the Australasian Institute of Mining and Metallurgy. Mr Tyson has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Tyson consents to the inclusion in this report of the matters based on information in the form and context in which it appears. Exploration results are based on standard industry practices, including sampling, assay methods, and appropriate quality assurance quality control (QAQC) measures.

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the half year ended 31 December 2021

	Note	Consolidated	
		31 Dec 2021	Restated 31 Dec 2020 (Note 8)
		\$	\$
Revenues and other income		-	7,437,642
Interest income		8,602	26,745
Gain on disposal of investment asset (restated)	8	-	-
Revenue and other income		8,602	7,464,387
Share-based remuneration to directors & employees	6	(155,374)	(230,193)
Depreciation expense		(66,382)	(56,082)
Employee and directors' benefit expenses		(432,754)	(311,408)
Administration expenses		(489,666)	(374,230)
(Loss)/profit before income tax		(1,135,574)	6,492,474
Income tax benefit (expense)		-	-
(Loss)/profit from continuing operations after income tax		(1,135,574)	6,492,474
<i>Items that will not be classified to profit or loss</i>			
Changes in the fair value of equity assets at fair value through other comprehensive income (restated Note 8)	8	(600,000)	61,756
Deferred tax charged through OCI		-	-
Total comprehensive (loss)/income for the year attributable to the members of Peel Mining Limited		(1,735,574)	6,554,230
Basic (loss)/earnings per share for the year attributable to the members of Peel Mining Limited		(0.71)	2.04
Diluted (loss)/earnings per share for the year attributable to the members of Peel Mining Limited		(0.71)	1.82

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

Condensed Consolidated Statement of Financial Position as at 31 December 2021

	Note	Consolidated	
		31 Dec 2021	30 Jun 2021
		\$	\$
Current Assets			
Cash and cash equivalents		5,614,922	16,796,149
Trade and other receivables		133,691	384,634
Total Current Assets		5,748,613	17,180,783
Non-Current Assets			
Security deposits		558,190	589,366
Property		1,023,487	840,487
Plant & equipment		739,487	513,609
Financial assets	4	1,150,000	1,750,000
Exploration assets	5	80,875,576	70,409,634
Total Non-Current Assets		84,346,740	74,103,096
Total Assets		90,095,353	91,283,879
Current Liabilities			
Trade and other payables		2,462,899	2,071,225
Total Current Liabilities		2,462,899	2,071,225
Non-Current Liabilities			
Deferred tax liability		2,219,644	2,219,644
Total Non-Current Liabilities		2,219,644	2,219,644
Total Liabilities		4,682,543	4,290,869
Net Assets		85,412,810	86,993,010
Equity			
Contributed equity		84,917,005	84,917,005
Accumulated loss		(3,396,400)	(2,260,826)
Share based payment reserve		4,492,205	4,336,831
Financial asset reserve		(600,000)	-
Total Equity		85,412,810	86,993,010

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

Condensed Consolidated Statement of Changes in Equity for the half year ended 31 December 2021

Consolidated	Contributed Equity	Accumulated losses	Financial asset reserve	Share based payment Reserve	Total Equity
	\$	\$	\$	\$	\$
As at 1 July 2021	84,917,005	(2,260,826)	-	4,336,831	86,993,010
(Loss)/profit for the year	-	(1,135,574)	-	-	(1,135,574)
Other comprehensive (loss)/income - revaluation	-	-	(600,000)	-	(600,000)
Total comprehensive (loss)/ income	-	(1,135,574)	(600,000)	-	(1,735,574)
Share based payments	-	-	-	155,374	155,374
Balance at 31 December 2021	84,917,005	(3,396,400)	(600,000)	4,492,205	85,412,810
As at 1 July 2020	48,977,246	(6,857,906)	860,000	3,992,203	46,971,543
(Loss)/profit for the year (Restated – Note 8)	-	6,492,474	-	-	6,492,474
Other comprehensive (loss)/income – revaluation (Restated – Note 8)	-	-	61,756	-	61,756
Total comprehensive (loss)/income	-	6,492,474	61,756	-	6,554,230
Issue of share capital	17,143,036	-	-	-	17,143,036
Transfer of gain on disposals of equity investments at FVOCI	-	921,756	(921,756)	-	-
Financial asset reserve	-	-	-	-	-
Issue of options	-	-	-	230,193	230,193
Share issue costs	(935,450)	-	-	-	(935,450)
Balance at 31 December 2020	65,184,832	556,324	-	4,222,396	69,963,552

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

Condensed Consolidated Statement of Cash Flows for the half year to 31 December 2021

	Consolidated	
	31 Dec 2021	31 Dec 2020
Note	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(777,250)	(602,594)
Interest received	8,602	26,745
Net cash outflow from operating activities	(768,648)	(575,849)
Cash flows from investing activities		
Payments for exploration	(9,946,059)	(3,276,457)
Payment for Mallee Bull asset acquisition	-	(17,000,000)
Payment for Wedarla Royalty	-	(1,200,000)
Transfer to security deposits	29,800	(47,500)
Payments for purchase of property, plant and equipment	(496,320)	(36,979)
Net cash outflow from investing activities	(10,412,579)	(21,560,936)
Cash flows from financing activities		
Proceeds from issue of shares	-	17,143,036
Transaction costs of issue of shares	-	(935,450)
Proceeds from sale of financial assets	-	2,892,538
Net cash inflow from financing activities	-	19,100,124
Net decrease in cash and cash equivalents	(11,181,227)	(3,036,661)
Cash and cash equivalents at the start of year	16,796,149	8,199,092
Cash and cash equivalents at the end of year	5,614,922	5,162,431

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

Notes to the Condensed Consolidated Financial Statements

1. Basis of preparation of Half Year Financial Statements

These condensed consolidated financial statements for the interim half-year reporting period ended 31 December 2021 have been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001.

This interim financial report does not include all the notes of the type normally included in an annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial statement. Accordingly, this interim financial statement is to be read in conjunction with the annual financial statement for the year ended 30 June 2021 and any public announcements made by Peel Mining Limited during the interim reporting period in accordance with continuous disclosure requirements.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, with the exception of the adoption of new and amended standards as set out below.

(a) New and amended standards adopted by the Company and standards issued but not yet effective

Certain new accounting standards and interpretations have been published that are mandatory for the current reporting period. The Group has adopted all of these standards and they have not had a material impact on the Group's balances, transactions or disclosures reported in these condensed financial statements.

The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

2. Segment Reporting

Management has determined that the Group has only one reportable segment being mineral exploration and development in New South Wales.

The Group is focused on mineral exploration and development of the South Cobar Project, and the Board monitors the Group based on actual versus budgeted expenditure incurred. This internal reporting framework is the most relevant to assist the Board with making decisions regarding the Group and its ongoing exploration and development activities, while also taking into consideration the results of exploration work that has been performed. The Board will review its position on the Company's reportable segments as it progresses towards development.

3. Property & Commitments

SHUTTLETON STATION

Peel Mining Limited had acquired Shuttleton Station, located ~70km south of Cobar NSW. The station comprises more than 12,000 acres of Western Lands Lease and importantly, contains the immediate footprint of Peel's 100%-owned Wirlong copper deposit.

Under the terms of the purchase and sale agreement, Peel has paid a 10% deposit of \$183,000 with the balance of \$1,647,000 payable upon settlement for total consideration of \$1.83 million. Settlement is subject to Minister's consent to transfer title and is anticipated for first half 2022.

4. Financial assets at fair value through comprehensive income

Classification of financial assets at fair value through other comprehensive income

Equity investments at fair value through other comprehensive income

Equity investments at FVOCI comprise the following individual investments:

	Consolidated	Consolidated
	31 Dec 2021	30 Jun 2021
	\$	\$
Non-current assets		
<i>Listed securities</i>		
Odin Metals Limited	1,150,000	1,750,000
	1,150,000	1,750,000

Amounts recognised in profit or loss and other comprehensive income. During the year, the following gains were recognised in profit and loss and other comprehensive income.

	Consolidated	Consolidated
	31 Dec 2021	31 Dec 2020
	\$	\$
Loss recognised in other comprehensive income related to equity investments	600,000	-

Recognised fair value measurements

Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the group has classified its financial instruments into the three levels prescribed under the accounting standards. An explanation of each level follows under the table.

Recurring fair value measurements as at 31 December 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets				
Financial Assets at fair value through other comprehensive income (FVOCI)				
Equity securities – mining sector	1,150,000	-	-	1,150,000
Total financial assets	1,150,000	-	-	1,150,000

Recurring fair value measurements as at 30 June 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Financial Assets				
Financial Assets at fair value through other comprehensive income (FVOCI)				
Equity securities – mining sector	1,750,000	-	-	1,750,000
Total financial assets	1,750,000	-	-	1,750,000

There were no transfers between the levels for recurring fair value measurements during the year. The group's policy is to recognise transfers into and out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

All of the resulting fair value estimates for the period ended 31 December 2021 are included in level 1.

Market Risk

The Group's exposure to this equity security price risk arises from investment held by the Group and classified in the balance sheet either as at fair value through other comprehensive income (FVOCI) or at fair value through profit or loss (FVPL); limits set by the group. This security is publicly traded on the ASX. The Group has manages its exposure to equity securities by being a passive investor and often acquiring the securities only as a form of payment for the spin-off of its assets.

5. Exploration Assets

	Consolidated	Consolidated
	31 Dec 2021	30 Jun 2021
	\$	\$
At cost	80,875,576	70,409,634
Opening balance	70,409,634	41,896,334
Acquisition of assets	-	18,200,000
Exploration expenditure	10,481,825	11,444,965
Disposal of Koonenberry Assets	-	(453,536)
Research and development tax incentive grant	-	(332,545)
Impairment of exploration expenditure	(15,882)	(345,584)
Closing balance	80,875,576	70,409,634

Recovery of the capitalised amount is dependent upon successful development and commercial exploitation, or alternatively, sale of the associated tenements.

6. Share based payments

During the period the Company granted performance rights to its Executive Directors with shareholder approval at its Annual General Meeting. Employee performance rights were also granted during this period.

Total prorated expenses arising from share-based payment along with vesting of Director and employee options previously granted recognised in the profit and loss during the period were as follows:

	31 Dec 2021	31 Dec 2020
	\$	\$
Employee options expense	2,357	154,871
Director options expense ¹	-	51,700
Employee performance rights expense	24,759	985
Director performance rights expense	128,258	22,637
	155,374	230,193

¹ Amounts in respect to 2020 director options are from prorated expenses from 2019 issue

(i) Director Performance Rights

Fair value of performance rights granted

The model inputs and assessed fair value at grant date of performance rights granted to directors during the period ended 30 June 2021 is tabled below.

	Executive Director Performance Rights Class D ¹ & E ²	Executive Director Performance Rights Class F ³
Performance rights granted at nil consideration and vest accordingly	Refer 1 & 2	Refer 3
Number of rights granted	650,000	650,000
Exercise Price	Nil	Nil
Grant Date	29 November 2021	29 November 2021
Performance Date	31 December 2023	31 December 2023
Share Price at Grant Date	22.5 cents	22.5 cents
Expected Price Volatility	70%	70%
Expected Dividend Yield	0.00%	0.00%
Risk-free interest rate	0.52%	0.52%
Fair Value at Grant Date	22.5 cents	11.4 cents

1. The Class D Rights will vest subject to the Company publishing a Definitive PFS (as defined in the JORC Code) in relation to the South Cobar Project, on or before the date of expiry.

2. The Class E Rights will vest subject to the Company commencing decline development (Exploration or Mining) at the South Cobar Project, on or before the date of expiry.

3. The number of Class F Rights that vest is based on the TSR of Peel Mining over the performance period, assessed against predetermined TSR hurdles. The TSR of Peel Mining is based on the 20-day VWAP of the Company's shares trading on the ASX.

(ii) Employee performance rights

Fair value of performance rights granted.

The model inputs and the assessed fair value at grant date of performance rights granted to employees during the period ending 31 December 2021 is tabled below.

	Employee Performance Rights Class D ¹ & E ²	Employee Performance Rights Class F ³
Performance rights are granted for no consideration and vest accordingly	Refer 1 & 2	Refer 3
Number of rights granted	150,000	150,000
Exercise Price	Nil	Nil
Grant Date	29 November 2021	29 November 2021
Performance Date	31 December 2023	31 December 2023
Share Price at Grant Date	22.5 cents	22.5 cents
Expected Price Volatility	70%	70%
Expected Dividend Yield	0.00%	0.00%
Risk-free interest rate	0.52%	0.52%
Fair Value at Grant Date	22.5 cents	11.4 cents

1. The Class D Rights will vest subject to the Company publishing a Definitive PFS (as defined in the JORC Code) in relation to the South Cobar Project, on or before the date of expiry.

2. The Class E Rights will vest subject to the Company commencing decline development (Exploration or Mining) at the South Cobar Project, on or before the date of expiry.

3. The number of Class F Rights that vest is based on the TSR of Peel Mining over the performance period, assessed against predetermined TSR hurdles. The TSR of Peel Mining is based on the 20-day VWAP of the Company's shares trading on the ASX.

7. Related Parties

Transactions with key management personnel

During the financial period the Group paid \$25,497 (2020: \$27,555) for head office rental and on charges to RIU Pty Ltd, and \$9,900 (2020: \$17,050) to RIU Conferences Pty Ltd, both companies controlled by Mr S Hadfield.

Compensation of key management personnel

During the period 1.3 million performance rights were granted to Peel Mining Limited's executive directors, Rob Tyson and James Simpson. These were ratified at the company's AGM on 29 November 2021. 300,000 performance rights were also granted to Ryan Woodhouse the CFO/Company Secretary. These performance rights were divided into three vesting classes and expire on 31 December 2023.

It has been determined that the performance rights for Classes D & E are valued at \$0.225 and the performance rights for Class F are valued at \$0.114. This valuation was confirmed by an independent consultant. The total value of related party share based payment at grant date is \$271,200, the expense will be prorated over two years per the vesting conditions.

8. Prior period misstatement

In November 2020, the Group completed the sale of its remaining holding of 4,000,001 shares in Saturn Minerals Limited for sales proceeds of \$2,921,757 (before costs). In preparing its 31 December 2020 interim financial report, the Group recorded profit on disposal of \$921,756 in its profit or loss. The Group's accounting policy is to account for gains and losses from fair value changes in equity securities through other comprehensive income. Therefore, the balances in the 31 December 2020 statement of profit or loss and other comprehensive income and in the statement of changes in equity have been re-stated as follows:

	Consolidated		Consolidated
	31 December	Increase /	31 December
	2020	(Decrease)	2020
	(As reported)		(Restated)
Condensed consolidated statement of profit or loss and other comprehensive income (extract)	\$	\$	\$
Profit on disposal of investment asset	921,756	(921,756)	-
Profit from continuing operations	7,414,230	(921,756)	6,492,474
Changes in the fair value of equity assets at fair value through other comprehensive income	-	61,756	61,756
Total comprehensive income for the 6 months ended 31 December 2020	7,414,230	(860,000)	6,554,230

9. Events occurring after the Reporting date

Equity Raising

On 23 February 2022, the Company announced an equity raising of up to ~\$23m, through the issue of up to ~127,777,781 new shares at an issue price of \$0.18 per share.

The Equity Raising comprises of \$21m two tranche Placement and a Share Purchase Plan (SPP) of up to \$2m. The Equity Raising will be used towards continued growth of the South Cobar Copper Project's copper resources, permitting and to provide working capital, with the ultimate aim to advance towards development of a 10-year copper operation.

Placement

Tranche 1 of 104,524,438 shares to be issued under the Company's ASX Listing Rules 7.1 and 7.1A placement capacities. The binding commitments raised \$18,814,399 for which settlement is due for completion by 2 March 2022.

Tranche 2, being 12,142,232 shares, including the participation of the directors of 4,722,223 shares, require shareholder approval, the meeting is slated to be held early to mid-April 2022. 7,420,009 shares are to be issued subject to shareholder approval under Listing Rule 7.1 and 4,722,223 shares subject to shareholder approval under Listing Rule 10.11, the latter being proposed to be issued to Directors, Mr Simpson who is subscribing for \$500,000 (2,777,778 shares), Mr Graham Hardie who is subscribing for \$250,000 (1,388,889 shares) and Mr Simon Hadfield who is subscribing for \$100,000 (555,556 shares). A Notice of General Meeting will be prepared for the approval of the issue of these shares.

Brokerage payable to Ashanti Capital for the placement will be paid in cash of \$358,825, 1,522,014 Peel Mining Limited shares subject to shareholder approval and 4,248,106 Peel Mining Limited 3-year options with a strike price of 23.6c, also subject to shareholder approval.



Share Purchase Plan

A Share Purchase Plan (SPP) will be offered to eligible shareholders to raise up to \$2.0m at the same issue price as the Placement, taking the total Equity Raising up to ~\$23m. The opening date is 3 March 2022 and will close 21 March 2022 subject to the Company's discretion. Participation in the SPP by Eligible Shareholders is entirely optional. The SPP is not underwritten.

Changes to the Board

Experienced mining company director Mr Mark Okeby to be appointed Chairman and Mr Jim Simpson to be appointed CEO and Managing Director after completion of Tranche 1 of the Placement.

Mr Okeby currently holds 1.5m shares in Peel and is being appointed as a director in connection with the Placement, subscribing \$1,000,000 under Tranche 1 of the Placement (5,555,556 new shares) to be issued under Exception 12 of ASX Listing Rule 10.11.

Mr Rob Tyson will transition from Managing Director to Executive Director - Technical, and Mr Hadfield will transition from Chairman to Non-Executive Director.

The Company has no other events occurring after the reporting period to disclose.

Directors' Declaration

In the directors' opinion:

- (a) the financial statements and notes set out on pages 18 to 28 are in accordance with the Corporations Act 2001, including:
 - (i) complying with Accounting Standard AASB 134 *Interim Financial Reporting*, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the period then ended; and
- (b) there are reasonable grounds to believe that Peel Mining Limited will be able to pay its debts as and when they become due and payable.

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



R Tyson
Managing Director
Perth, Western Australia
2nd March 2022



**Building a better
working world**

Ernst & Young
11 Mounts Bay Road
Perth WA 6000 Australia
GPO Box M939 Perth WA 6843

Tel: +61 8 9429 2222
Fax: +61 8 9429 2436
ey.com/au

Auditor's independence declaration to the directors of Peel Mining Limited

As lead auditor for the review of the half-year financial report of Peel Mining Limited for the half-year ended 31 December 2021, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review;
- b. No contraventions of any applicable code of professional conduct in relation to the review; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

This declaration is in respect of Peel Mining Limited and the entities it controlled during the financial period.

Ernst & Young

Philip Teale
Partner
2 March 2022

Independent auditor's review report to the members of Peel Mining Limited

Conclusion

We have reviewed the accompanying half-year financial report of Peel Mining Limited (the Company) and its subsidiaries (collectively the Group), which comprises the condensed consolidated statement of financial position as at 31 December 2021, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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 the Group does not comply with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the consolidated financial position of the Group as at 31 December 2021 and of its consolidated financial performance for the half-year ended on that date; and
- b. 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* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report. We are independent of the Group 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.

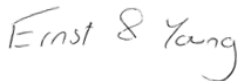
Directors' responsibilities for the half-year financial report

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

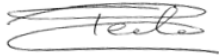
Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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



Ernst & Young



Philip Teale
Partner
Perth
2 March 2022