

Prodigy Gold NL



ABN 58 009 127 020

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2024



Contents



ABN 58 009 127 020 ACN 009 127 020

Directors	Mr Gerard McMahon (Chairman) Mr Mark Edwards (Managing Director) Mr Brett Smith Mr Neale Edwards
Secretary	Ms Jutta Zimmermann
Auditors	BDO Audit Pty Ltd Level 9, Mia Yellagonga Tower 2 5 Spring Street PERTH WA 6000
Bankers	Australia and New Zealand Banking Group Limited Level 10, 77 St Georges Terrace PERTH WA 6000
Share Registry	Automic Pty Ltd (Automic Group) Level 5, 191 St Georges Terrace PERTH WA 6000 Telephone: 1300 288 664 or +61 2 9698 5414
Solicitors	Ward Keller Northern Territory House Level 7, 22 Mitchell Street DARWIN NT 0800 Piper Alderman Level 16, 70 Franklin Street ADELAIDE SA 5000
Stock Exchange	Australian Securities Exchange Limited ASX Code: PRX
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Principal Place of Business	Level 1, 67 Smith Street DARWIN NT 0800 Telephone +61 8 9423 9777 Fax: + 61 8 9423 9733
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DIRECTORS' REPORT

The Directors of Prodigy Gold NL (Prodigy Gold) present their report on the consolidated entity (Group), consisting of Prodigy Gold NL and the entities it controlled at the end of, and during, the half-year ended 31 December 2024.

Directors

Mr Gerard McMahon	Non-Executive Chairman
Mr Mark Edwards	Managing Director
Mr Brett Smith	Non-Executive Director
Mr Neale Edwards	Non-Executive Director

The Directors have been appointed for the whole period unless otherwise disclosed.

Operating Results

The consolidated loss of the Group for the half-year ended 31 December 2024 after providing for income tax amounted to \$1,560,439 (2023: loss of \$8,056,159).

Review of Operations

Since the start of the 2024 financial year Prodigy Gold:

- Undertook several exploration programs in the Tanami North area of interest, including Hyperion and Tregony and announced related results.
- Updated its Hyperion Mineral Resource.
- Lodged a mineral lease application over the Hyperion deposit.
- Continued to reduce its tenement holdings by relinquishing tenements and actively marketing non-core projects.
- Completed an entitlement offer and placed all remaining shortfall.

In addition, the agreement with Stockton Mining for the divestment of 23 exploration tenements in the Tanami region expired (ASX: 26 November 2024). The Company recognised an impairment of \$72,718 for the area.

Planned 2025 Activities

The focus for 2025 will be exploration on the Northern Tanami project area including the Hyperion and Tregony deposits as well as the progression of the mineral lease application over the Hyperion Deposit.

The Company intends to continue with its strategy to divest, and where appropriate keep an interest in, non-core assets by expediting discovery by third parties and reduce tenement holding cost.

Subsequent Events

There are no events of a material nature or transaction, that have arisen since the period end and the date of this report that has materially affected, or may materially affect, the Group's operations, the results of those operations, or its state of affairs.

DIRECTORS' REPORT

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 6.

This report is made in accordance with a resolution of Directors.

A handwritten signature in dark ink, appearing to read 'MR Edwards', is positioned above the printed name.

Mark Edwards

Managing Director

Dated this 7th day of February 2025
Darwin, Northern Territory



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DECLARATION OF INDEPENDENCE BY MELISSA REID TO THE DIRECTORS OF PRODIGY GOLD NL

As lead auditor for the review of Prodigy Gold NL for the half-year ended 31 December 2024, 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 Prodigy Gold NL and the entity it controlled during the period.

A handwritten signature in black ink, appearing to read 'M Reid', is written over a light blue horizontal line.

Melissa Reid

Director

BDO Audit Pty Ltd

Perth

7 February 2025

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

		Consolidated	
		31 December 2024	31 December 2023
	Notes	\$	\$
Interest		104,663	135,931
Other income		100,000	97,029
Administrative expenses			
Employee and Directors benefit expenses		(319,855)	(259,984)
Share-based payment expenses		-	(12,781)
Other expenses		(216,227)	(247,998)
Impairment of held for sale assets	5	(72,718)	(4,928,567)
Exploration expenses	3	(1,156,302)	(2,839,789)
Loss before income tax expense		(1,560,439)	(8,056,159)
Income tax expense / (benefit)		-	-
Loss for the half-year		(1,560,439)	(8,056,159)
Loss attributable to members of Prodigy Gold NL		(1,560,439)	(8,056,159)
Other comprehensive income		-	-
Total other comprehensive income for the half-year		-	-
Total comprehensive loss for the half-year		(1,560,439)	(8,056,159)
Total comprehensive loss for the half-year attributable to members of Prodigy Gold NL		(1,560,439)	(8,056,159)
Basic loss per share attributable to the ordinary equity holders of the Company			
Basic loss per share (cents per share)		(0.06)	(0.46)

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

		Consolidated	
		31 December	30 June
		2024	2024
	Notes	\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		2,826,542	2,339,860
Other receivables	4	50,772	54,735
Inventories		18,490	13,556
Held for sale assets	5	-	500,010
Other current assets		56,942	125,862
TOTAL CURRENT ASSETS		2,952,746	3,034,023
NON-CURRENT ASSETS			
Term Deposits - Bonds	4	2,510,970	2,489,613
Property, plant and equipment		464,883	511,850
Exploration and evaluation expenditure	6	2,250,431	1,823,139
TOTAL NON CURRENT ASSETS		5,226,284	4,824,602
TOTAL ASSETS		8,179,030	7,858,625
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		540,823	652,481
Employee benefits		244,122	219,546
TOTAL CURRENT LIABILITIES		784,945	872,027
NON-CURRENT LIABILITIES			
Provisions		1,533,342	1,532,485
TOTAL NON-CURRENT LIABILITIES		1,533,342	1,532,485
TOTAL LIABILITIES		2,318,287	2,404,512
NET ASSETS		5,860,743	5,454,113
EQUITY			
Contributed equity	7	201,130,163	199,163,094
Reserves		1,917,013	1,917,013
Accumulated losses		(197,186,433)	(195,625,994)
TOTAL EQUITY		5,860,743	5,454,113

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Contributed Equity \$	Share-based Payment Reserve \$	Accumulated Losses \$	Total \$
Balance at 1 July 2023	198,197,192	1,893,413	(185,527,375)	14,563,231
Comprehensive income for the half-year				
Loss for the half-year	-	-	(8,056,159)	(8,056,159)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the half-year	-	-	(8,056,159)	(8,056,159)
Transaction with owners in their capacity as owners:				
Share-based payments	-	22,500	-	22,500
Total transactions with owners	-	22,500	-	22,500
Balance at 31 December 2023	198,197,192	1,915,913	(193,583,534)	6,529,572
Balance at 1 July 2024	199,163,094	1,917,013	(195,625,994)	5,454,113
Comprehensive income for the half-year				
Loss for the half-year	-	-	(1,560,439)	(1,560,439)
Other comprehensive income	-	-	-	-
Total comprehensive loss for the half-year	-	-	(1,560,439)	(1,560,439)
Transaction with owners in their capacity as owners:				
Shares issued	2,114,563	-	-	2,114,563
Share issue costs	(147,494)	-	-	(147,494)
Total transactions with owners	1,967,069	-	-	1,967,069
Balance at 31 December 2024	201,130,163	1,917,013	(197,186,433)	5,860,743

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

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Consolidated	
	31 December 2024	31 December 2023
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(517,646)	(543,838)
Interest received	102,914	150,790
R&D refund / Government Grants	-	30,568
Payments for exploration	(1,140,792)	(2,710,063)
Net cash outflow from operating activities	(1,555,524)	(3,072,543)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	-	(189,831)
Proceeds from sale of exploration interest	100,000	-
Net cash (outflow)/inflow from investing activities	100,000	(189,831)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	2,114,563	-
Refund of Security Deposits	9,001	-
Placement of Security Deposits	(30,358)	(11,162)
Share issue cost	(151,000)	-
Net cash (outflow)/inflow from financing activities	1,942,206	(11,162)
Net (decrease)/increase in cash and cash equivalents	486,682	(3,273,536)
Cash and cash equivalents at beginning of reporting period	2,339,860	6,052,764
Cash and cash equivalents at end of reporting period	2,826,542	2,779,228

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

NOTE 1: SUMMARY OF MATERIAL ACCOUNTING POLICIES

(a) Basis of Preparation

This general purpose interim financial report for the half-year reporting period ended 31 December 2024 has 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. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by Prodigy Gold NL during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*. The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

(b) Going concern

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The Group incurred a loss after tax of \$1,560,439 (31 December 2023: \$8,056,159) for the period ended 31 December 2024 and experienced net cash outflows from operating activities of \$1,555,524 (31 December 2023: \$3,072,543).

The ability of the group to continue as a going concern is dependent on the Group being able to raise additional funds as required to meet ongoing and budgeted exploration commitments and for working capital. These conditions indicate a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business. The Directors believe that they will be able to raise additional capital as required and are in the process of evaluating the Group's cash requirements. The Directors believe that the Group will continue as a going concern.

The financial report does not include any adjustments relating to the recoverability or classification of recorded asset amounts, nor the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

(c) Estimates

The preparation of the half-year financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these consolidated half-year financial statements, the material judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2024.

NOTE 2: SEGMENT INFORMATION

The full Board of Directors, who are the chief operating decision makers, identified one operating segment reportable as exploration for the Group.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

NOTE 3: EXPENSES

	Consolidated	
	31 December 2024	31 December 2023
	\$	\$
Employee and Directors' benefits expense	684,954	894,011
Less: Amounts included in exploration expenses	(365,099)	(634,027)
	319,855	259,984
Share-based payment expense	-	22,500
Less: Amounts included in exploration expenses	-	(9,719)
	-	12,781
Depreciation expense	46,967	51,927
Less: Amounts included in exploration expenses	(44,577)	(45,011)
	2,390	6,916
Allowance for expected credit loss	-	344,953
Less: Amounts included in exploration expenses	-	(344,953)
	-	-
Exploration expenses:		
Employee benefit expense	365,099	634,027
Share-based payment expense	-	9,719
Depreciation expense	44,577	45,011
Allowance for expected credit loss	-	344,953
Other exploration expenses	746,626	1,806,079
	1,156,302	2,839,789

NOTE 4: TERM DEPOSITS AND OTHER RECEIVABLES

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
CURRENT		
Other receivables (Note 4(a))	50,772	54,735
	50,772	54,735
NON-CURRENT		
Bonds term deposit and DME Cash Bonds	2,510,970	2,489,613
	2,510,970	2,489,613

(a) Other receivables

These amounts generally arise from transactions outside the usual operating activities of the Group and are predominantly receivables from joint venture partners for expense re-imbursements and transactions relating to held for sale assets.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

NOTE 5: HELD FOR SALE ASSETS

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Carrying amounts at the beginning of the reporting period		
Fixed assets held for sale	-	5,349
Exploration, Evaluation and development assets held for sale	500,010	5,618,601
Less: Depreciation expense fixed assets held for sale	-	(5,349)
Less: Re-allocation to exploration, evaluation and development expenditure	(427,292)	(87,646)
Less: Impairment expense	(72,718)	(5,030,945)
Carrying amount at the end of reporting period	-	500,010

In November 2024 the agreement with Stockton Mining for the divestment of 23 exploration tenements expired. A value assessment was undertaken leading to the recognition of \$72,718 of impairment expenses (2024: \$5,030,945) and the re-allocation of the value of the tenements returned to the Group, on an area basis, to exploration, evaluation and development expenditure.

NOTE 6: EXPLORATION, EVALUATION AND DEVELOPMENT EXPENDITURE

	Consolidated	
	31 December 2024	30 June 2024
	\$	\$
Carrying amount at the beginning of reporting period	1,823,139	1,735,493
Add: Re-classification from held for sale assets	427,292	87,646
Carrying amount at the end of reporting period	2,250,431	1,823,139

NOTE 7: CONTRIBUTED EQUITY

Details	Date	Number of Shares	Issue Price \$	Value \$
Opening balance at the beginning of reporting period	1 July 2023	1,751,107,818		198,197,192
Closing Balance	31 December 2023	1,751,107,818		198,197,192
Opening balance at the beginning of reporting period	1 July 2024	2,117,774,483		199,163,094
Issue of shares	3 October 2024	214,681,331	0.002	429,363
Issue of shares	30 October 2024	763,765,902	0.002	1,527,532
Issue of shares	5 November 2024	78,833,835	0.002	157,668
Transaction cost relating to share issue		-		(147,494)
Closing Balance	31 December 2024	3,175,055,551		201,130,163

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

NOTE 8: CONTINGENCIES

The Group provides for all known environmental liabilities. While the Directors believe that, based upon current information, its current provisions for the environmental rehabilitation are adequate, there can be no assurance that material new provisions will not be required as a result of new information or regulatory requirements with respect to known sites or identification of new remedial obligations at other sites.

Environmental guarantees totalling \$2,275,504 (30 June 2024: \$2,275,504) have been provided. Term deposits of \$2,275,504 (30 June 2024: \$2,275,504) and cash deposits of \$123,030 (30 June 2024: \$101,673) with the Department of Mining and Energy – NT Government (DME) secure these guarantees. Restoration provisions of \$1,533,342 (30 June 2024: \$1,532,485) have been recognised for all known required restoration cost.

NOTE 9: RELATED PARTY TRANSACTIONS

Transactions between related parties occur on normal commercial terms and conditions and are no more favourable than those available to other parties unless otherwise stated. There were no transactions with related parties of key management personnel during the period.

During the period transactions occurred by the Parent Entity for exploration expenditure of its wholly owned subsidiaries. Any expenditure incurred by the Parent Entity on behalf of its wholly owned subsidiaries is written off and eliminated on consolidation. RARE Resources NL was de-registered during the period.

Following the completion of the entitlement offer in November 2024, APAC Resources Limited's (APAC) holding in the Company reduced to below 30% and Prodigy Gold is no longer considered to be a controlled entity of APAC.

NOTE 10: SUBSEQUENT EVENTS

There are no events of a material nature or transaction, that have arisen since the period end and the date of this report that has materially affected, or may materially affect, the Group's operations, the results of those operations, or its state of affairs.

DIRECTORS' DECLARATION

The Directors of the Group declare that:

- (a) the financial statements and notes set out on pages 7 to 14 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 2024 and of its performance for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that Prodigy Gold NL 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 Board of Directors.

Dated this 7th day of February 2025

A handwritten signature in black ink, appearing to read 'MR ED', is positioned above the printed name of the Managing Director.

MARK EDWARDS
Managing Director

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Prodigy Gold NL

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Prodigy Gold NL (the Company) and its subsidiary (the Group), which comprises the consolidated statement of financial position as at 31 December 2024, 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, material accounting policy information and other explanatory information, and the directors' declaration.

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

- i. Giving a true and fair view of the Group's financial position as at 31 December 2024 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(b) 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 true and fair and 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 31 December 2024 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

BDO

A handwritten signature in black ink, appearing to read 'Mel Reid', is written below the printed name.

Melissa Reid

Director

Perth, 7 February 2025