



ABN 34 635 359 965

Financial Report for the half-year ended 31 December 2021

www.miramarresources.com.au

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CORPORATE DIRECTORY

Board of Directors

Executive Chairman	Mr Allan Kelly	Company Secretary	Mrs Mindy Ku
Technical Director	Ms Marion Bush		
Non-Executive Director	Mr Terry Gadenne		

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ABN 34 635 359 965

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Perth, Western Australia, 6000

Share Registry

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Lawyers

Steinepreis Paganin
Level 4, The Read Buildings
16 Milligan Street, Perth, Western Australia, 6000

DIRECTORS' REPORT

The Directors of Miramar Resources Limited (**Miramar, Company, Group or consolidated entity**) submit the financial report for the half-year ended 31 December 2021. In order to comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

The names of the Directors of the Company who have held office during and since the end of the half-year are:

Executive Chairman

Mr Allan Kelly

Technical Director

Ms Marion Bush

Non-Executive Directors

Mr Terry Gadenne

The Directors held their position throughout the entire half-year period and up to the date of this report unless stated otherwise.

Principal activities

The principal activity of the Group during the half-year period was mineral exploration with projects in the Eastern Goldfields, the Murchison and Gascoyne regions.

Results

The consolidated net loss of the Group for the half-year period after income tax expense was \$546,276 (31 December 2020: loss \$573,231).

Review of operations

EASTERN GOLDFIELDS PROJECTS

Miramar has three highly prospective projects in the Eastern Goldfields with the potential for new gold discoveries within proximity to existing mining and/or processing operations.

Gidji JV (80%)

The Gidji JV Project is located within the Eastern Goldfields approximately 14km north of Kalgoorlie. Miramar purchased an 80% interest in the Project as part of the 2020 IPO.

The Project has a number of tenements located along a major structure, the Boorara Shear, which hosts gold mineralisation at Paddington approximately 10km along strike to the north.

The Project has been well covered by historic drilling and auger sampling, however most holes are less than 50m deep. A significant dilational jog is seen in the Boorara Shear within the project tenements which has been poorly tested with drilling.

Gold mineralisation has been discovered within an intrusive unit immediately south of the Project, at the "8-mile Dam" prospect owned by KCGM. KCGM defined a "mineral inventory" of approximately 314,000 ounces within the "Runway" deposit which was used to support an application for a Mining Lease which abuts the Gidji JV Project's southern boundary. The oxide and primary mineralisation potentially continues to the northwest, onto the Gidji JV Project tenements, but has been poorly explored despite an aircore anomaly stretching north for a further 1.8km.

During the reporting period, Miramar completed the following activities at the Gidji JV:

- › aircore drilling campaigns testing the Marylebone and Blackfriars targets;
- › a detailed ground magnetic survey over the southern Boorara Shear Zone; and
- › achieved grant of the remaining tenement applications.

Aircore drilling has so far outlined at least 2km of gold anomalism >0.25g/t Au within the Boorara Shear Zone at the Marylebone target, with several holes return results >2g/t Au.

The geology, structure and scale of the new discovery at Marylebone is similar to the Paddington deposit along strike to the northwest, which produced almost 4 million ounces of gold from 1985.

The Marylebone target has not yet been tested with deeper RC drilling and this is planned for the first Quarter of 2022.

Glandore

The Glandore Project is located within the eastern Goldfields, approximately 40km east of Kalgoorlie, Western Australia. The Project covers approximately 42 square km and consists of 10 Prospecting Licences and one Exploration Licence, all of which are granted.

Miramar purchased 100% of the Project as part of the 2020 IPO.

The highest priority western part of the project is underlain by a layered mafic sill intruding into basalt and sedimentary rocks. The dolerite sill comprises various varieties of dolerite and gabbro analogous to the Golden Mile Dolerite.

The local geology has been folded into a north-plunging antiform with the Project located on the eastern limb, southeast of the hinge zone. The antiform has been intruded by a granodiorite and felsic porphyry dykes. The prospective geology is overlain by up to 50m of recent playa lake sediments which thin towards the west.

Glandore (cont'd)

Exploration has been mostly limited to the western part of the project, within the Prospecting licences, and has been sporadic since the late 1980's. Drilling has identified mineralisation over approximately 2.5km of strike within the folded mafic package, associated with quartz-pyrite veins and ankerite-sericite-pyrite alteration.

During the Reporting Period, the Company completed aircore drilling on the penninsular south of the Lake Yindarlgooda and on the lake surface itself.

The results of this survey outlined a very large gold footprint of almost 5km in strike and indicated a link between the high-grade historic diamond drill results at "Glandore East" and the aircore drilling south of the lake.

Follow-up diamond drilling at Glandore East is planned in the first half of 2022.

Randalls

The Randalls project is located immediately east of Silver Lake Resources Limited's Maxwell's and Cockeyed Bob gold mines, approximately 70km east of Kalgoorlie (Figure 10). The project consists of a single Exploration Licence Application.

The project covers extensions to the folded Banded Iron Formation (BIF) and sediments that host the gold mineralisation currently being mined by Silver Lake. Soil sampling followed by aircore drilling has proven to be an effective exploration technique in this area and will be used to define further targets.

The tenement was granted during the reporting period and reconnaissance aircore drilling is planned for 2022.

MURCHISON REGION PROJECTS

Miramar has two under-explored gold projects in the Murchison region within proximity of existing mining and/or processing operations.

Lang Well

The Lang Well project consists of a single granted exploration licence covering a large, complexly folded greenstone belt located between the Deflector and Golden Grove operations.

In 1989, Metana Minerals N.L reported that limited reconnaissance rock chip sampling at the "Bunnawarra" prospect, located at the northern end of the Lang Well project area returned anomalous results from 0.10g/t up to 16g/t Au from oxidised and laminated quartz veining hosted in outcropping granitic schists. (WAMEX A028055)

Auger drilling by Jervois Mining Limited in 2010 identified several large +5km long gold +/-pathfinder anomalies that have not been followed up with deeper drilling.

During the reporting period, the Company conducted a site visit in preparation to field check previous results and plan for future work.

The Company completed an infill gravity survey to assist in refining the extent of buried greenstone belts and planned for an initial wide-spaced aircore drilling campaign.

Lakeside

The Lakeside Project covers a concealed greenstone belt north east of the Dalgaranga gold operations which has seen minimal gold exploration. The Project consists of a single Exploration Licence Application.

Previous exploration identified a large, 8km long auger anomaly however only 3 shallow RAB holes have been completed over the entire 25km strike length of the greenstone belt.

Surface geochemical sampling followed by reconnaissance aircore drill traverses are planned for this project, once granted.

No work was completed during the reporting period as the Company waits for the tenement to be granted.

GASCOYNE REGION PROJECTS

WA's Proterozoic Orogens are host to several large gold, copper and Nickel-Copper-Platinum Group Elements (Ni-Cu-PGE) deposits such as Tropicana, Telfer and Nebo-Babel. The Capricorn Orogen is significantly under-explored, despite similar geology and mineral potential to the Albany-Fraser and Paterson Orogens.

Miramar has two projects in this region which are highly prospective for gold and Ni-Cu-PGE at Whaleshark and Bangemall respectively.

Whaleshark

The Whaleshark project is located 40km east of Onslow, WA, and is characterised by a large, folded BIF complex buried under approximately 100m of Carnarvon Basin sediments. The project consists of a single Exploration Licence.

The project is located within the north western extension of the Proterozoic Capricorn Orogen and has significant unrealised potential for Proterozoic BIF-hosted Au (e.g. Homestake-style) and Iron Oxide Cu-Au (e.g. Starra, Ernest Henry-style) mineralisation.

The recent discovery of the Haverton deposit by Greatland Gold in the Paterson Orogen also highlights the potential for this style of deposit.

Whaleshark (cont'd)

Previous exploration has been limited, but WMC Resources intersected gold mineralisation in sulphidised BIF with limited diamond drilling in the mid-1990s. More recently, a limited programme of EM was conducted over the main target in 2017, but no follow-up work was completed.

Gravity data is relatively wide spaced but shows some significant anomalism, notably to the northwest of the BIF. Infill gravity along with partial leach surface geochemistry is planned for the project. Given the association of the gold mineralisation with sulphides, this also highlights the potential to use further ground and/or airborne EM surveys for defining drill targets.

During the reporting period, the Company completed two phases of MMI soil sampling over the main magnetic anomaly. The results outlined two large Cu-U-REE anomalies which are suggestive of buried IOCG mineralisation.

Given the shallow basement depth, the Company is planning to conduct infill gravity and/or EM surveys followed by a programme of shallow aircore drilling testing the interface between the cover sediments and the basement geology.

Bangemall (Ni-Cu-PGE)

The Bangemall Ni-Cu-PGE project is located in the Gascoyne region of Western Australia and covers a major crustal-scale structure at the contact between the Yilgarn and Pilbara cratons.

The area has been highlighted as having high prospectivity for Proterozoic craton-margin Ni-Cu-PGE mineralisation like that seen in the Albany-Fraser Province (e.g. Nova-Bollinger, Mawson) and the West Musgraves (e.g. Nebo-Babel), but has only seen exploration for Cu-Pb-Zn mineralisation.

The Project initially consisted of four applications for exploration licences that cover areas of coincident geochemical and geophysical anomalism.

During the reporting period, the company submitted applications for two additional areas.

Subsequent to the end of the reporting period, one of the new applications was granted and the Company submitted an additional application.

The initial plan is to conduct reconnaissance soil and rock chip sampling followed by more detailed soil and ground EM surveys over areas of interest.

CORPORATE

The Company held its Annual General Meeting on 4 November 2021 and all resolutions were carried by a poll. No votes were cast against any of the resolutions put to shareholders.

Subsequent events

The below matters or circumstances have arisen since 31 December 2021 that may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

- (a) On 8 March 2022 the Company issued 450,000 unlisted options exercisable at \$0.25 expiring 6 March 2024 to the employees under the Company's Employee Share Option Plan.
- (b) The impact of the Coronavirus (COVID-19) pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matters or circumstances have arisen since 31 December 2021 that may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

Auditor's independence declaration

The auditor's independence declaration is included on page 6 and forms part of the Directors' report for the six months ended 31 December 2021.

Signed in accordance with a resolution of directors.

On behalf of the Directors


Allan Kelly
Executive Chairman
9th of March 2022

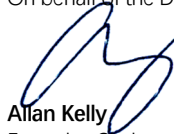
DIRECTORS' DECLARATION

The Directors declare that in the Directors' opinion:

- (a) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable; and
- (b) the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with Australian Accounting Standard AASB 134 and the *Corporations Regulations 2001* as disclosed in note 2 and giving a true and fair view of the financial position of the consolidated entity as at 31 December 2021 and performance of the consolidated entity for the half-year ended 31 December 2021.

Signed in accordance with a resolution of the Directors made pursuant to section 303(5) of the *Corporations Act 2001*.

On behalf of the Directors



Allan Kelly

Executive Chairman

Perth, Western Australia this 9th of March 2022

AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF MIRAMAR RESOURCES LIMITED



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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Miramar Resources Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

RSM AUSTRALIA PARTNERS

TUTU PHONG
Partner

Perth, WA
Dated: 9 March 2022

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MIRAMAR RESOURCES LIMITED



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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MIRAMAR RESOURCES LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Miramar Resources Limited which comprises the consolidated statement of financial position as at 31 December 2021, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 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*. As the auditor of Miramar Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MIRAMAR RESOURCES LIMITED (cont'd)



Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Miramar Resources Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

Conclusion

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 Miramar Resources Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its 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*.

A handwritten signature in black ink that reads 'RSM'.

RSM AUSTRALIA PARTNERS

A handwritten signature in black ink that appears to read 'Tutu Phong'.

TUTU PHONG
Partner

Perth, WA
Dated: 9 March 2022

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the half-year ended 31 December 2021

	Note	Half-year ended 31 Dec 2021 \$	Half-year ended 31 Dec 2020 \$
Other income		22,654	101
Employee expenses		(207,673)	(74,355)
Depreciation expense		(28,646)	(6,548)
Consultants expenses		(106,255)	(241,150)
Occupancy expenses		(10,421)	(14,395)
Marketing expenses		(75,870)	(32,232)
Exploration and evaluation expenses		(39,651)	(64,380)
Fair value changes in financial assets designated at fair value through P&L		(5,085)	–
Other expenses		(95,329)	(140,272)
Loss before income tax benefit		(546,276)	(573,231)
Income tax expense		–	–
Loss for the period		(546,276)	(573,231)
Other comprehensive income for the period		–	–
Total comprehensive loss for the period		(546,276)	(573,231)
Loss per share:			
Basic (cents per share)		(0.98)	(1.89)
Diluted (cents per share)		(0.98)	(1.89)

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2021

	Note	31 Dec 2021 \$	30 Jun 2021 \$
Current assets			
Cash and cash equivalents		2,956,537	5,055,388
Trade and other receivables	3	120,106	71,313
Other financial assets at fair value through profit and loss	4	81,356	86,441
Total current assets		3,157,999	5,213,142
Non-current assets			
Other receivables		56,230	56,000
Plant and equipment	5	132,118	149,129
Right-of-use asset	9	34,273	62,518
Capitalised mineral exploration and evaluation expenditure	6	4,453,781	3,038,658
Total non-current assets		4,676,402	3,306,305
TOTAL ASSETS		7,834,401	8,519,447
Current liabilities			
Trade and other payables	7	224,198	376,704
Provisions	8	40,183	266,957
Lease liability	9	35,068	51,473
Total current liabilities		299,449	695,134
Non-current liabilities			
Lease liability	9	–	12,168
Total non-current liabilities		–	12,168
TOTAL LIABILITIES		299,449	707,302
NET ASSETS		7,534,952	7,812,145
Equity			
Issued capital	10	8,512,595	8,268,845
Reserves	11	778,059	752,726
Accumulated losses		(1,755,702)	(1,209,426)
TOTAL EQUITY		7,534,952	7,812,145

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the half-year ended 31 December 2021

For the period ended 31 December 2021	Attributable to equity holders			
	Ordinary Shares \$	Option Reserves \$	Accumulated Losses \$	Total Equity \$
Balance as at 1 July 2021	8,268,845	752,726	(1,209,426)	7,812,145
Total comprehensive income				
Loss for the period	—	—	(546,276)	(546,276)
Other comprehensive loss for the period	—	—	—	—
Total comprehensive loss for the period	—	—	(546,276)	(546,276)
Transactions with owners recorded direct to equity				
Issue of shares	243,750	—	—	243,750
Share-based payments	—	25,333	—	25,333
Total transactions with owners	243,750	25,333	—	269,083
Balance as at 31 December 2021	8,512,595	778,059	(1,755,702)	7,534,952
Balance as at 1 July 2020	409,461	79,479	(189,516)	299,424
Total comprehensive income				
Loss for the period	—	—	(573,231)	(573,231)
Other comprehensive loss for the period	—	—	—	—
Total comprehensive loss for the period	—	—	(573,231)	(573,231)
Transactions with owners recorded direct to equity				
Issue of shares	9,180,000	—	—	9,180,000
Share-based payments	—	670,482	—	670,482
Share issue cost	(1,260,151)	—	—	(1,260,151)
Total transactions with owners	7,919,849	670,482	—	8,590,331
Balance as at 31 December 2020	8,329,310	749,961	(762,747)	8,316,524

The accompanying notes form part of the financial statements.

CONSOLIDATED STATEMENT OF CASH FLOW

for the half-year ended 31 December 2021

	Half-year ended 31 Dec 2021 \$	Half-year ended 31 Dec 2020 \$
Cash flows from operating activities		
Payments for exploration and evaluation	(117,937)	(30,998)
Payments to suppliers and employees	(540,110)	(569,144)
Interest received	8,305	55
Net cash used in operating activities	(649,742)	(600,087)
Cash flows from investing activities		
Payment for acquisition of tenements	(50,000)	(242,202)
Payments for exploration and evaluation	(1,387,474)	(261,072)
Payment for plant and equipment	(11,635)	(95,791)
Net cash used in investing activities	(1,449,109)	(599,065)
Cash flows from financing activities		
Proceeds from issues of equity securities	–	8,010,000
Payment for share issue costs	–	(589,669)
Net cash received from financing activities	–	7,420,331
Net (decrease)/increase in cash and cash equivalents	(2,098,851)	6,221,179
Cash and cash equivalents at the beginning of the financial period	5,055,388	327,771
Cash and cash equivalents at the end of the financial period	2,956,537	6,548,950

The accompanying notes form part of the financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2021

1. Reporting Entity

Miramar Resources Limited (**Miramar** or **the Company**) is a company limited by shares, incorporated and domiciled in Australia, and whose shares are publicly traded on the Australian Securities Exchange. The consolidated half-year financial report of the Group as at and for the six months ended 31 December 2021 comprises the Company and its subsidiaries (together referred to as **the Group** or **the consolidated entity**).

The consolidated financial statements are presented in Australian Dollars, which is the Group's functional and presentation currency.

The financial report of Miramar for the half-year ended 31 December 2021 was authorised for issue by the Directors on 8 March 2022.

The nature of the operations and principal activities of the consolidated entity are described in the Directors' Report.

The consolidated annual financial report of the Group as at and for the year ended 30 June 2021 is available upon request from the Company's registered office or at www.miramarresources.com.au.

2. Basis of preparation and changes to the accounting policies

(a) Basis of preparation

This general purpose consolidated financial report for the half-year ended 31 December 2021 has been prepared in accordance with AASB 134 Interim Financial Reporting, the *Corporations Act 2001*, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board (AASB). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and operating, financing and investing activities of the consolidated entity as the full financial report. It is recommended that the half-year financial report be read in conjunction with the annual financial report for the year ended 30 June 2021 and considered together with any public announcements made by the Company during the half-year ended 31 December 2021 in accordance with the continuous disclosure obligations of the ASX Listing Rules.

The half-year financial report has been prepared on a historical cost basis except for financial assets which are measured at fair value through profit or loss.

Apart from the changes in accounting policy in note 2(b), the accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

(b) Changes in accounting policies

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30 June 2021. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

All other new standards and interpretations effective from 1 July 2021 were adopted with the main impact being disclosure changes. Changes to accounting policies due to the adoption of these standards and interpretations are not considered significant for the Group.

	31 Dec 2021 \$	30 Jun 2021 \$
3. Current trade and other receivables		
Net goods and services tax (GST) receivable	73,713	59,464
Other receivable	46,393	11,849
	120,106	71,313
4. Other financial assets at fair value through profit and loss		
Current available-for-sale investments		
Quoted equity shares	81,356	86,441
	81,356	86,441

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2021

5. Plant and equipment

	Motor vehicles at cost \$	Furniture and equipment at cost \$	Total \$
Cost			
Balance at 1 July 2020	–	–	–
Additions	110,209	69,567	179,776
Balance at 1 July 2021	110,209	69,567	179,776
Additions	–	11,635	11,635
Balance at 31 December 2021	110,209	81,202	191,411
Accumulated depreciation			
Balance at 1 July 2020	–	–	–
Additions	9,085	21,562	30,647
Balance at 1 July 2021	9,085	21,562	30,647
Additions	12,745	15,901	28,646
Balance at 31 December 2021	21,830	37,463	59,293
Net book value			
As at 30 June 2021	101,124	48,005	149,129
As at 31 December 2021	88,379	43,739	132,118

6. Capitalised mineral exploration and evaluation expenditure

	31 Dec 2021 \$	30 Jun 2021 \$
Balance at beginning of financial period	3,038,658	–
Capitalised acquisition costs [®]	52,500	1,703,220
Exploration expenditure during the period	1,362,623	1,554,992
LESS: Disposal of assets	–	(219,554)
Balance at end of financial period	4,453,781	3,038,658

(i) Pursuant to the Tenement Sale Agreement, the Company issued 1,250,000 shares and paid \$50,000 cash to the Vendor following the grant of presently ungranted Tenements. Refer to ASX announcement released to the market on 13 and 16 September 2021 for further information. The capitalised acquisition costs incurred in current reporting period is the fair value remeasurement of the shares issued in September 2021.

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on the continuance of the consolidated entity's right to tenure of the interest, the results of future exploration and the successful development and commercial exploration, or alternatively, sale of the respective area of interest.

7. Current trade and other payables

Trade payable	72,656	185,069
Accruals	91,513	119,592
Other payables	60,029	72,043
	224,198	376,704

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2021

	31 Dec 2021 \$	30 Jun 2021 \$
8. Provisions		
Current		
Employee benefits	40,183	25,707
Other ⁽ⁱ⁾	–	241,250
	40,183	266,957

- (i) On 23 July 2020 the Company executed a Tenement Sale Agreement with Thunder Metals Pty Ltd (**Thunder Metals**) to acquire 80% legal and beneficial interest in the Tenements. On 7 October 2020 the Company elected to exercise the Option and made a cash payment of \$57,500 and issued 1,250,000 fully paid ordinary share to Thunder Metals. The Company will issue a further 1,250,000 fully paid shares upon grant of the presently ungranted Tenements representing not less than 51% of the total area and a final cash payment of \$50,000 for the balance 49% of the total area. In September 2021, the Company issued the further 1,250,000 shares and paid the final payment of \$50,000 cash to Thunder Metals.

	Employee benefits \$	Other \$	Total \$
Balance at beginning of financial period	25,707	241,250	266,957
Increase/(decrease) in provisions	31,408	(241,250)	(209,842)
Utilised during the period	(16,932)	–	(16,932)
Balance at end of financial period	40,183	–	40,183

9. Leases

Right-of-use asset

	31 Dec 2021 \$	30 Jun 2021 \$
Non-current	34,273	62,518
	34,273	62,518

	Building \$	Total \$
Balance at beginning of financial period	62,518	62,518
Additions	–	–
Depreciation expense	(28,245)	(28,245)
Balance at end of financial period	34,273	34,273

Lease Liability

	31 Dec 2021 \$	30 Jun 2021 \$
Current	35,068	51,473
Non-current	–	12,168
	35,068	63,641

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for the half-year ended 31 December 2021

	31 Dec 2021 \$	30 Jun 2021 \$
9. Leases (cont'd)		
Amounts recognised in profit or loss		
Depreciation expense on right-of-use asset	28,245	22,216
Interest expense on lease liabilities	327	1,638
10. Issued capital		
56,310,100 fully paid ordinary shares (Jun 2021: 55,060,100)	8,512,595	8,268,845
	8,512,595	8,268,845

	31 Dec 2021		30 Jun 2021	
	No.	\$	No.	\$
Balance at beginning of financial period	55,060,100	8,268,845	9,010,100	409,461
Issue of shares – Seed investors	–	–	200,000	10,000
Issue of shares – IPO	–	–	40,000,000	8,000,000
Issue of shares – Vendors for acquisition of tenements	1,250,000	243,750	5,850,000	1,170,000
Share issue costs	–	–	–	(1,320,616)
Balance at end of financial period	56,310,100	8,512,595	55,060,100	8,268,845

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

	31 Dec 2021 \$	30 Jun 2021 \$
11. Reserves		
Balance at the beginning of the financial period	752,726	79,479
Share-based payment expense	25,333	673,247
Balance at the end of the period	778,059	752,726
The balance of reserves is made up as follows:		
Option reserve	778,059	752,726
	778,059	752,726

Share options

As at 31 December 2021, options over 18,760,000 (Jun 2021: 17,260,000) ordinary shares in aggregate are as follow:

Issuing entity	No of shares under option	Class of shares	Exercise price of each option	Expiry date of option
Miramar Resources Limited	8,210,000	Ordinary	\$0.20	22 Oct 2022
Miramar Resources Limited	50,000	Ordinary	\$0.48	6 Jan 2023
Miramar Resources Limited	6,000,000	Ordinary	\$0.25	9 Oct 2023
Miramar Resources Limited	3,000,000	Ordinary	\$0.20	26 Jun 2025
Miramar Resources Limited	1,500,000	Ordinary	\$0.27	3 Nov 2025

Share options are all unlisted, carry no rights to dividends and no voting rights. A total of 1,500,000 was issued during the period. Refer to note 14 Share-based payment for details.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2021

12. Commitments

Exploration and evaluation commitments

Tenement commitments for the Group total \$649,021 (Jun 2021: \$529,410).

Due to the nature of this expenditure, in that the expenditure commitments may be reduced by the relinquishment of tenements, estimates for the commitment have not been forecast beyond December 2022. However, should the Group continue to hold the tenements beyond this date additional expenditure commitments would arise.

13. Segment reporting

The Group operates in the mineral exploration industry in Australia. For management purposes, the Group is organised into one main operating segment which involves the exploration of minerals in Australia. All of the Group's activities are interrelated and discrete financial information is reported to the Board as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. Operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Group's Chief Operating Decision Maker which, for the Group, is the Board of Directors. In this regard, such information is provided using similar measures to those used in preparing the statement of comprehensive income and statement of financial position.

14. Share-based payment

The following share-based payment arrangements existed for the half-year ended at 31 December 2021:

- On 4 November 2021, 1,500,000 options by shareholders were granted to key management personnel for nil consideration.

The following unlisted options were issued during the period. The fair value of the options granted were issued and valued at the date of grant using the Black Scholes model for the option series OPT5. There is no cash settlement of the options.

Option series	Number	Grant date	Expiry date	Exercise Price
OPT5	1,500,000	4 November 2021	3 November 2025	\$0.27 each

Option series	Share price at grant date	Expected volatility	Dividend yield	Risk-free interest rate	Fair value at grant date
OPT5	\$0.185	80%	Nil	1.37%	\$0.0838

15. Fair value measurement

The fair value of financial assets and financial liabilities of the Group approximated their carrying amount. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value. The table below analyses financial instruments carried at fair value by value measurement hierarchy.

Quantitative disclosures fair value measurement hierarchy	Quoted prices in active market (Level 1) \$	Significant observable inputs (Level 2) \$	Significant unobservable inputs (Level 3) \$	Total \$
31 Dec 2021				
Asset				
Available-for-sale financial assets (note 4)				
Quoted equity shares	81,356	—	—	81,356
	81,356	—	—	81,356
30 Jun 2021				
Asset				
Available-for-sale financial assets (note 4)				
Quoted equity shares	86,441	—	—	86,441
	86,441	—	—	86,441

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

for the half-year ended 31 December 2021

16. Subsequent events

The following matters or circumstances have arisen since 31 December 2021 that may significantly affect, the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

- (a) On 8 March 2022 the Company issued 450,000 unlisted options exercisable at \$0.25 expiring 6 March 2024 to the employees under the Company's Employee Share Option Plan
- (b) The impact of the Coronavirus (COVID-19) pandemic is ongoing and it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matters or circumstances have arisen since 31 December 2021 that may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.