



NewPeak Metals

NewPeak Metals Limited

ABN 79 068 958 752

Annual Report - 30 June 2021

Directors	Nicholas Mather - Non-executive Chairman David Mason - Managing Director Brian Moller - Non-executive Director Andrew Gladman - Non-executive Director
Company secretary	Karl Schlobohm
Registered office and principal place of business	Level 27 111 Eagle Street Brisbane QLD 4000 Phone: (07) 3303 0650
Share register	Link Market Services Limited 10 Eagle Street Brisbane QLD 4000 Phone: 1300 554 474
Auditor	BDO Audit Pty Ltd Level 10 12 Creek Street Brisbane QLD 4000
Solicitors	Hopgood Ganim Level 8, Waterfront Place 1 Eagle Street Brisbane QLD 4000
Stock exchange listing	NewPeak Metals Limited shares are listed on the Australian Securities Exchange (ASX code: NPM). Additionally, the company has a secondary listing on the Frankfurt Stock Exchange, Frankfurter Wertpapierbörse (FSE ticker: NPM and Wertpapierkennnummer WKN: A2QCW3).
Website	www.newpeak.com.au
Corporate Governance Statement	www.newpeak.com.au/corporate-governance

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of NewPeak Metals Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2021.

Directors

The following persons were directors of NewPeak Metals Limited during the whole of the financial year and up to the date of this report, unless otherwise stated:

Nicholas Mather
David Mason
Brian Moller
Andrew Gladman (appointed 21 October 2020)
Jason Beckton (resigned 9 October 2020)

Principal activities

During the year the principal activity of the Group was holding strategic positions in several Gold properties in jurisdictions including Finland, New Zealand and Argentina, together with Tungsten projects in Sweden. There were no significant changes in the principal activities of the Group.

Competent Persons Statement

The information herein that relates to Exploration Targets and Exploration Results is based information compiled by Mr Jason McNamara, who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr McNamara is employed as NewPeak's Exploration Manager.

Mr McNamara has more than twenty five years experience which is relevant to the style of mineralisation and types of deposits being reported and the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves" (the JORC Code). This public report is issued with the prior written consent of the Competent Person(s) as to the form and context in which it appears.

Dividends

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

Review of operations

The loss for the Group after providing for income tax amounted to \$1,938,161 (30 June 2020: \$9,987,762).

The Company successfully accomplished a strategic expansion increasing its asset portfolio that now holds several international exploration projects. NewPeak has an exceptional suite of international precious and strategic metals assets in the sought after mining jurisdictions of Argentina, Finland, Sweden and New Zealand. The enhanced portfolio provides agility and optionality aligned with the company mission of defining a world class Gold resource. In the last 12 months, NewPeak was prolific in its exploration activity and launched Gold drill programs in many of its diversified suite of projects globally. Objectives across various projects were effectively implemented despite the COVID-19 pandemic continued challenges and delays. The Company will continue to drive forward aggressively with the goal to increase market value by making a significant discovery in one or more of its projects, as well as being supported by its substantial stake in Lakes Blue Energy (circa 29% pre-dilution).

Successful maiden drilling was completed in the Cachi Gold Project in Argentina, and the Otago Gold Properties in New Zealand. Both drill programs reached encouraging outcomes and provide foundational data which will be used in exploration and drilling plans to come. In particular, the drilling of the Cachi Gold Project, further cemented the vast breadth of the potential mineralisation in the ground. In the small amount of drilling implemented in the epithermal Gold vein system spanning over 10km across and 5km in width, over 80% of drillholes revealed anomalous Gold, many with elevated Silver and Base Metal mineralisation. The work has confirmed Cachi is a very large and fertile mineralised precious metals system. NewPeak looks forward to further defining the mineralisation of the Cachi Gold project and others in the year to come.

NewPeak has two projects in Europe, the Somero & Tampere Gold Project, in Finland and the Strategic Metals Project in Bergslagen, Sweden. To support the European projects, NewPeak obtained a dual listing on the Frankfurt Stock Exchange, FWB® (Frankfurter Wertpapierbörse), one of the world's largest trading centres for securities. The ticker is FSE:NPM and Wertpapierkennnummer WKN:A2QCW3. European investors have shown high interest in participating in future capital raising activities and NewPeak's listing on FWB® allows them an option to participate in a securities exchange closer to home, with a more familiar means.

MMG Capital UK has been engaged for its European capital raising advisory services in connection with introducing potential investors for the purpose of raising equity finance for consideration in cash or shares, deferred payment, or through a joint venture structure, to progress its exploration projects. MMG Capital will also publish equity research on NewPeak and have organized roadshows in Europe. Apaton has been engaged to provide media coverage for NewPeak.

NewPeak currently holds approximately 10.0 billion ordinary shares (approx. 28.18% pre-dilution) in Lakes Blue Energy NL (formerly Lakes Oil NL) which is currently suspended from quotation on the ASX. Notwithstanding, Lakes Blue has valuable petroleum exploration permits in South Australia, Queensland and PNG, and significant certified gas resources in its exploration permits in the State of Victoria.

NewPeak's current major projects and investments, the status of which is outlined within this report, include:

- Cachi Gold Project, Santa Cruz province, Argentina;
- Las Opeñas Gold Project, San Juan province, Argentina;
- Somero & Tampere Gold Projects, Finland;
- Strategic Metals Project, Sweden;
- Otago Gold Properties, New Zealand; and
- Lakes Blue Energy NL, Australia.

A detailed summary of the Company's corporate and project developments for the year is set out below.

Corporate Developments

The Company successfully raised capital over the past twelve (12) months via a series of private placements undertaken in October 2020, March 2021 and July 2021. These placements raised a total of \$5.3m which was predominantly spent on the Company's exploration programs in Argentina (particularly Cachi) and New Zealand (particularly Cap Burn).

On 12 August 2021, the Company announced a Shareholder Share Placement Plan to raise \$1m with capacity to accept up to \$500,000 subject to demand. A prospectus for the raising was lodged on 18 August 2021. The raising is due to close on 6 October 2021.

During the last quarter of 2020, Mr Jason Beckton resigned from the Board of Directors and was replaced by Mr Andrew Gladman, a Brisbane-based stockbroker with significant experience in the resources industry.

NewPeak Project Portfolio

A. Aggressive Strategy to Increase Market Value

B. Cachi Gold Project, Argentina

C. Las Opeñas Gold Project, Argentina

D. Somero & Tampere Gold Project, Finland

E. Strategic Metals Project, Sweden

F. Otago Gold Properties, New Zealand

G. Interest in ASX-listed Lakes Blue Energy NL, Australia

NewPeak's current suite of projects is shown in **Figure 1**.

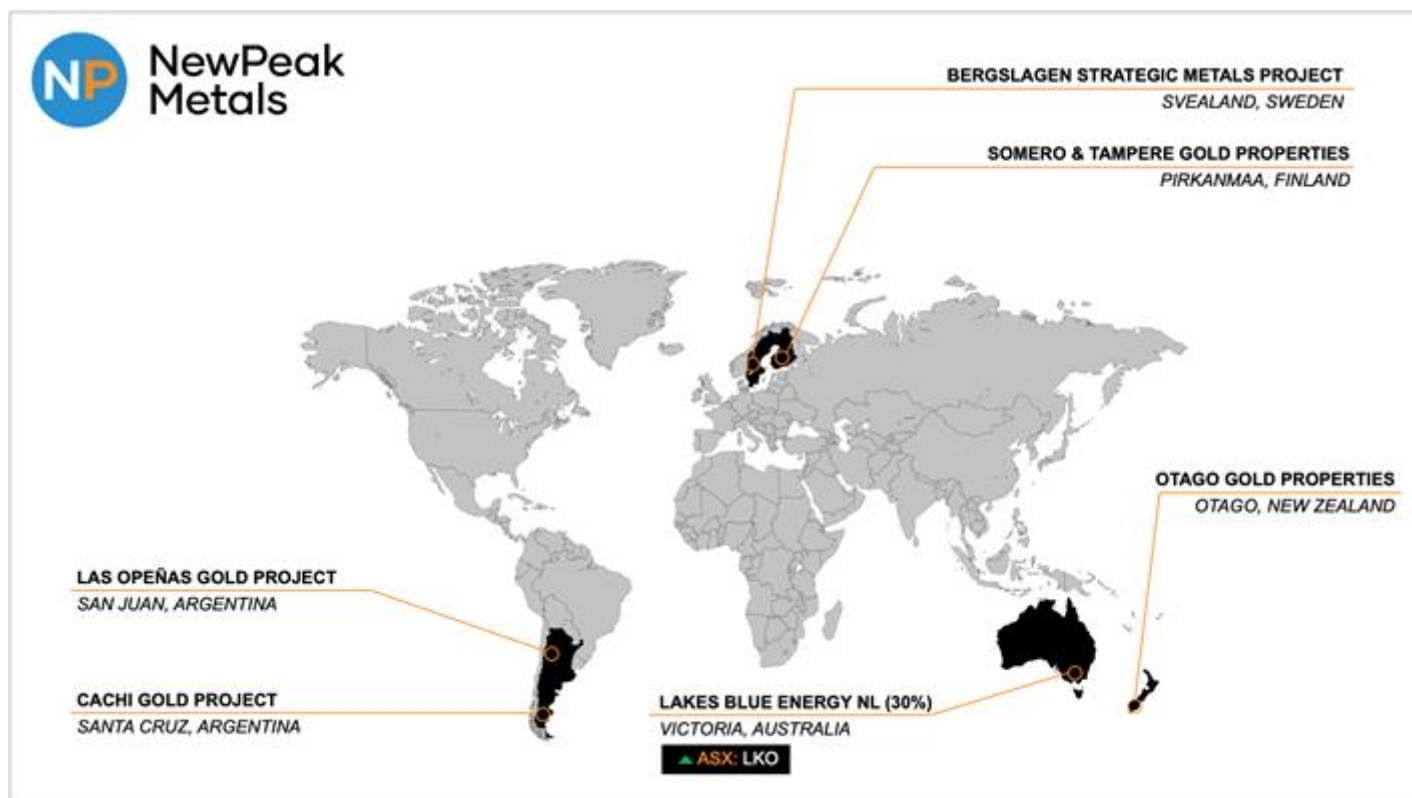


Figure 1 - Location of NewPeak Metals interests in world mineral properties and investments.

A. Aggressive Strategy to Increase Market Value

NewPeak's 2021 goal is to substantially increase its market value by completing one or more the objectives of:

- Making a significant discovery in one or more of the Company's Gold projects;
- Source relevant funding in line with the Company's budget requirements; and
- Lakes Blue Energy NL recommencing trading and advancing in value.

The Company has executed on this strategy and continues to work towards reaching one or more of the following milestones and objectives:

- **Finland Gold** - resource definition drilling program scheduled to commence Q3-2021 at both Satulinmäki and Hopeavuori prospects.
- **Argentina Las Opeñas Gold** – drilling planned to commence Q4 in 2021.
- **Argentina Las Cachi Gold** – reconnaissance drilling completed which confirms a vast fertile mineralised precious metals system spanning over 10km across and 5km wide.
- **New Zealand Gold** - maiden Cap Burn drilling completed and assays returned some encouraging anomalous gold results, with numerous other potential drill sites to pursue.
- **Corporate Advisors/Promotion** – engaged MMG Capital UK for its European capital raising advisory services in connection with introducing potential investors for the purpose of raising equity finance for consideration.
- **Lakes Blue Energy** has submitted a comprehensive submission to the ASX on 30 June 2021 seeking immediate reinstatement of its securities to quotation.

NewPeak's capital raising activities have been well supported throughout the year, and the Company is well funded to advance exploration and resource definition drilling in each of these regions. Each of the drilling programs has moderate expenditure requirements, and NewPeak's current treasury allows for the implementation of them.

B. Cachi Gold Project, Argentina

NewPeak has several Gold properties in the Santa Cruz province of southern Argentina including Cachi, Halcon, Rosita Norte and Cañadon Agustin (**Figure 2**). The exploration of these properties is primarily in search of near surface epithermal vein systems. Across these properties the **Cachi Gold Project** is currently the most advanced and the major target of NewPeak. The Cachi Gold Project is a 46,892ha lease package located in the central-western region of Santa Cruz Province, Argentina, about 90 km north of the city of Gobernador Gregores and about 40 km west of the major arterial highway National Route No 12.

The first phase of reconnaissance drilling was completed at Cachi and successfully proved that the Gold mineralisation discovered on surface further extends at depth to over 200m. The Company believes it has only “scratched the surface” of the potential for this massive system. The project is a vast Caldera hosted epithermal Gold vein system spanning over 10km across and 5km wide, with multiple large targets. High priority targets, Vetas Cachi, Vetas Northwest, Morena and Sofia have been drilled to date with 80% of drillholes returning anomalous Gold. Many of the results have elevated Silver and Base Metal mineralisation confirming a large and fertile mineralised precious metals system. The expansive alteration footprint seen at Cachi is evidence of large amounts of hydrothermal fluids moving through the rocks in this caldera system. This coupled with the results to date indicate that these fluids are rich in precious and base metals. Further high priority targets remain to be drill tested.

The Cachi Project has the potential to deliver a significant discovery similar to other projects in the geological region including Cerro Moro (Yamana), Cerro Negro (Newmont) and Cerro Vanguardia (AngloGold Ashanti).



Figure 2 - Location of the Argentine Gold Projects.

C. Las Opeñas Gold Project, Argentina

The Las Opeñas Gold Project is a 1,462ha lease located in the north-western region of San Juan Province, Argentina (**Figure 2**). The Project has excellent access, 60 km from the municipality of Rodeo, 200 km from the city of San Juan, and allows work throughout the year. The region is host to numerous third-party, multi-million-ounce epithermal style Gold-Silver deposits in the Andes Mountains including Veladero, Pascua Lama and Gualcamayo in San Juan Province and El Indio in neighbouring Chile.

NewPeak has focussed on the highly mineralised array of epithermal Gold veins, adjacent to a magmatic breccia system (Belleza Target), likely to have formed from a deeper porphyry system. A successful Gradient Array Induced Polarisation Survey (GAIP) focused on the Belleza Target was conducted during the quarter. The GAIP survey identified areas of high potential to host strong mineralisation. Two large 600-800m long and 100-150m wide chargeability anomalies were defined in the GAIP survey confirming the system warrants further work as historical drilling focused on the core of the phreatomagmatic breccia, leaving these targets largely untested.

Presagio is the largest and main target at Las Opeñas. It comprises Presagio West, Centre, Sur and East. This system has an intricate vein set composed of multiple veins and vein breccias varying from 200m to 2,200m in length, stacked over a corridor width up to 200m and open in all directions. Surface sampling at Las Opeñas has returned Gold values up to 54.2g/t¹ and Silver to 3,112g/t². NewPeak completed an initial test phase drilling in April 2019, which resulted in confirmation of high-grade mineralized zones to moderate depths from surface with Gold values up to 4.8g/t Gold and 528g/t Silver³, as previously reported.

NewPeak recently fulfilled the agreement terms to move to 51% ownership of the Las Opeñas Gold Project. A Shareholders Agreement was executed to form Las Opeñas Metals SA, an entity incorporated for the specific development of the project. The ownership milestone puts NewPeak in a secure position ahead of its planned drilling in Q4, 2021 to test the Presagio West epithermal vein target as well as the Belleza Target.

D. Somero & Tampere Gold Projects, Finland

To complement the Tampere suite of Gold projects, NewPeak acquired additional drill ready permits in the same region from Sunstone Metals, titled the Somero Gold Project (**Figure 3**). The total suite of Somero & Tampere Gold Projects consist of seven (11) exploration permits in close proximity covering a total area of 2,669Ha. NewPeak was also successful in applying for and being granted, a Reservation Permit which surrounds one of its main gold projects (Hopeavuori) as well as other potential targets. The Reservation permit, which covers 112,000ha gives NewPeak priority on the application of exploration permits within this area. The project lies within 100km of the city of Tampere, a region which currently hosts three (3) Gold mines (Orivesi, Jokisivu and Kaapelinkulma) with a processing facility at Vammala, all operated by Dragon Mining Limited (HKEx: 1712).

Satulinmäki:

- GTK 391 which intersected 25m @ 3.17g/t Gold from 50 metres, including 3.0m @ 9.3g/t from 54m and 4m @ 10.3 from 66m⁴
- SMDD004 with 13.4m at 2.0 g/t Gold from 15.6m⁵
- SMDD007 with 147m at 0.8 g/t Gold from 73m, including 23.5m at 3.3g/t from 143m, which included 9m at 7.3 g/t from 147m⁵

Hopeavuori⁶

- R305: 11.5m at 19.4 g/t Gold from 30.6m depth
- R313: 10.7m at 14.4 g/t Gold from 4m depth
- R330: 3m at 106.7 g/t Gold from 22m depth

A drill program of approximately 2,500m of diamond drilling has been planned initially at Satulinmäki. The drilling contractor, Taratest Oy, has been engaged and drilling commenced in early August.

¹NewPeak Metals Ltd ASX release dated 26th July 2019.

²NewPeak Metals Ltd ASX release 19th May 2021.

³NewPeak Metals Ltd ASX release 19th November 2019.

⁴Avalon Minerals Ltd ASX release dated 1st August 2016.

⁵Avalon Minerals Ltd ASX release dated 14th November 2016.

⁶Dark Horse Resources Ltd ASX release dated 3rd September 2020.



Figure 3 - Location of the Finland Somero & Tampere Gold and Sweden Bergslagen Strategic Metals Exploration Permits in northern Europe.

E. Strategic Metals Project, Sweden

In mid-2020, NewPeak acquired a portfolio of exploration permits in south-central Sweden, in the Bergslagen mining district near Grängesberg. The Bergslagen Project was initially a Tungsten focussed venture, however during a reconnaissance program, NewPeak was impressed with the elevated levels of other critical and base metals such as Copper, Zinc and Molybdenum, and the Company made the prudent decision to expand the potential scope of the project. The Bergslagen Strategic Metals Project is a group of seven (7) exploration permits covering a total area of 11,870Ha in the historical Tungsten mining field of Bergslagen, near the city of Grängesberg, Sweden (**Figure 3**). These include the Yxsjöberg, Gubbo, Hörken, Högfors, Sandudden, Gänsen and Baggetorp Prospects.

NewPeak engaged experienced independent Swedish consultant GeoVista to carry out a data acquisition and prospectivity study. The work was completed during Q2, 2021 and draws on the large volume of data generated from decades of historical mining and exploration within the Grängesberg area, which is part of the Bergslagen District.

Within NewPeak's permits, 22 targets were identified as warranting further investigation. Of these, a total of 10 were ranked as High to Very High⁷ with regards to their prospectivity for tungsten, base metals or precious metals (**Figure 4**).

⁷These rankings are subjective, utilising the key components of geochemical, geophysical and geological criteria for the specific skarn mineralisation being targeted.

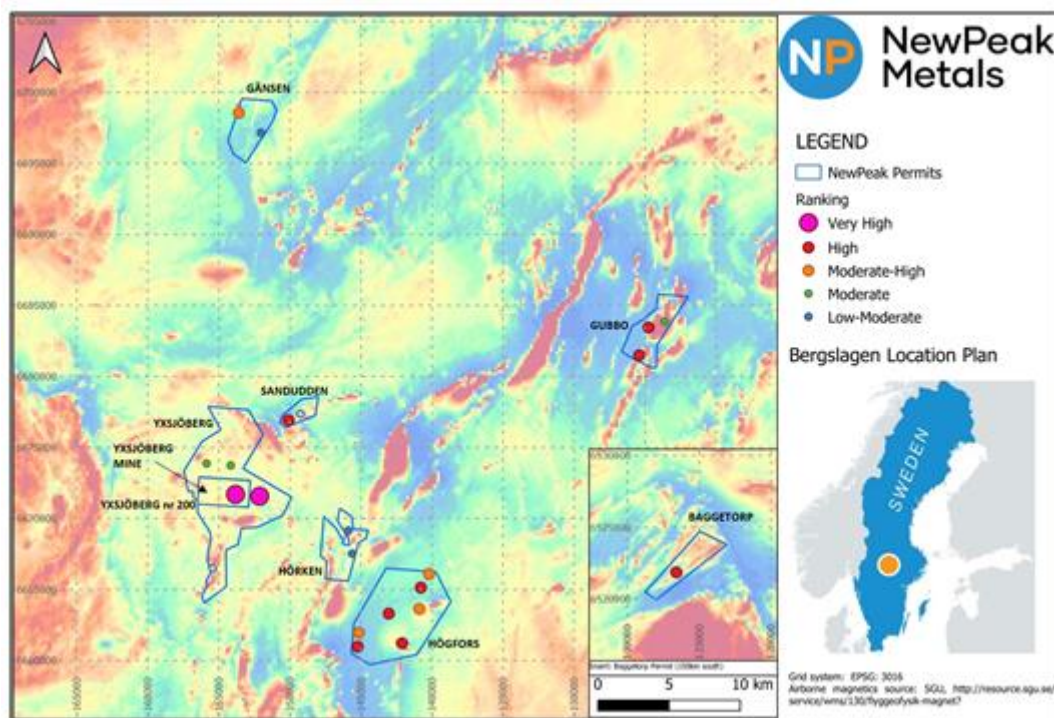


Figure 4 Targets generated from the recent Sweden Prospectivity Study.

- An Exploration Target ranging from **1.8 - 3.1 million tonnes at grades ranging from 0.3% WO₃ - 0.5% WO₃**^[1] has been identified near the Yxsjöberg and Sandudden mining areas. This target includes a shallow (<50m) north-east extension of the Yxsjöberg mine, specifically the Kvarnåsen orebody where drilling results have delivered encouraging thick and high grade Tungsten intersections up to 17m thick and with grades up to 0.79% Tungsten⁷.

The Exploration Target has been determined after reviewing historical reports which detail the production history, mine geology, orebody knowledge and exploration potential. This defined mineralisation and historical targets were never exploited due to falling tungsten prices and the closure of the Yxsjöberg Mine.

It should be noted that the potential quantity and grade of the Exploration Target is, at this time, conceptual in nature. To date the review work completed is insufficient to estimate a Mineral Resource and that it is uncertain if further work or exploration will result in the estimation of a Mineral Resource.

Exploration to test these targets will be undertaken over the next 12-18months and consist of further verification of underground mining records, the development of a 3D geological model to define the skarn mineralisation, and a void model to account for historical mining. In conjunction with this additional 2x1km magnetic and IP-resistivity surveys are proposed to identify potential continuation of the mineralisation around the existing mine areas. Following the completion of this work, the drilling of 10-20 holes totalling 3,000-5,000m is expected to be required to verify the geological model and reported mineralisation, focusing on the areas that hold the bulk of the defined mineralisation.

- Two high ranking targets in the Gubbo Exploration Permit, following up on existing drilling of a 1 km mineralised skarn unit, as well as an untested 1km long Lead/Zinc geochemical anomaly, coincident with clusters of highly anomalous bolder samples and promising geophysical setting.
- Multiple high ranking targets exist in the Högfors Exploration Permit. The main target in this permit focuses on the historical drilling of the Båtens prospect which defined a 40m wide mineralised section. The better down hole intersections of this drilling were reported as being⁹:
 - 6.41 m @ 0.79% W¹⁰ and 0.82% Cu from 59.04m in drill hole Bh86001
 - 7.88m @ 1.2% W¹⁰ from 55.83m in drill hole Bh86004
 - 1.59m @ 1.09% W¹⁰ from 141.67m in drill hole Bh86007

Publicly available Gradient IP ground geophysics, shows a distinct, approximately 1km long, IP anomaly continuing towards the mineralized skarn of the Båtens prospect. The anomaly highlights the potential extent of this mineralised horizon.

⁸NewPeak ASX Release dated 15th June 2021.

⁹Berglind R., 1983. *Beskrivning till karta över Wigströmgruvan. AB Statsgruvor, sk34t_TILLÄGG2_wigstromsgruvan_(skommarbergsgruvan)_b5_web_Report*

¹⁰To convert elemental tungsten (W) to WO₃ requires the calculation of WO₃ = W x 1.2616

- Within the Baggetorp Exploration Permit, a high priority target exists which represents the potential northern extension of the Baggetorp deposit. This deposit was mined for Tungsten to depths of over 250m with a reported production in the Fennoscandian Ore Deposit Database (FODD)¹¹ of 0.28Mt @ 0.2 % W. The target is identified by an 800-1,000m long magnetic feature which may represent the northern continuation of the Baggetorp deposit which appears to have been offset by a SE-NW-trending lineament. The Baggetorp deposit lies approximately 25km to the Southeast of the Zinkgruvan Mine which has seen continuous production since 1857 and has a reported production since 1994 of 19Mt @ 9.9% Zinc, 4.0% Lead, 84g/t Silver as well as 0.9Mt @ 2.0% Copper¹².

The Prospectivity Study has been extremely successful and provides NewPeak with a clear strategy for moving the project forward over the next 6-12 months. The strategy involves the validation of previously defined insitu mineralisation and where possible, the reporting of this material as Resources to JORC standards. In parallel to this, work will be undertaken to advance other targets to a drill ready status. Drill programs will then be undertaken with the aim to grow the resource base.

This will involve:

- Development of a geological and mineralisation model of the Yxsjöberg deposit with the intention of defining the insitu mineralisation to JORC standards
- Reconnaissance ground checking of the new targets for validation
- Purchase and reprocessing of existing geophysical data which covers or is adjacent to the targets.
- Further field geological mapping and sampling of targets
- Undertake ground geophysical surveys over the newly defined targets.
- Drill testing of the most prospective targets after the additional ground exploration has been completed.
- Defining additional JORC Resources.

The study has successfully provided numerous high-quality targets with which to focus future exploration plans. The initial stages of work have the ability to deliver real value with a relatively low expenditure.

F. Otago Gold Properties, New Zealand

NewPeak owns a 75% stake in the Cap Burn Gold Project through an earn-in joint venture with MRJV (Mineral Rangahau Joint Venture). NewPeak further has 100% ownership in several other Gold Exploration Permit Applications between OceanaGold's Macraes Mine in the east, and the Santana/Matakanui Bendigo-Ophir project in the west (**Figure 6**).

In December, NewPeak commenced the maiden drilling program on the Cap Burn granted Exploration Permit EP60300 within the Otago Gold portfolio. The Cap Burn Gold Project consists of the West Block and the East Block. The total program consisted of 13 drillholes for 1,699m (**Table 1**).

Results for the West Block drilling were returned with some encouraging anomalous Gold results (**Figure 5**). Gold mineralisation, when intersected, is generally hosted by sheeted steep north dipping to sub-vertical, east-west striking breccias and micro quartz veinlets. The best results for the West Block drilling were:

- 2m @ 1.99g/t Au from 44m in drill hole CBN0010
- 3m @ 0.35g/t Au from 56m in drill hole CBN0010
- 2m @ 0.20 g/t Au from 27m in drill hole CBN0009

The West Block results and current understanding, suggests the proximity of a larger scale structure(s) that controlled hydrothermal fluid flow on a scale necessary to tap sufficient volume of rock from which Gold has potentially been dissolved. To date drilling is yet to locate such a structure(s).

¹¹ Fennoscandian Ore Deposit Database, FODD. © Geological Survey of Finland, Geological Survey of Norway (NGU), Geological Survey of Sweden (SGU) and The Federal Agency of Use of Mineral Resources of the Ministry of Natural Resources of the Russian Federation (MNRRF)

¹² Daffern, T., Ellis, R., King, P., Richardson, S., Glucksman, E., Beveridge, A., 2017, NI 43-101 Technical Report for the Zinkgruvan Mine, Sweden, Wardell Armstrong International.

Table 1 Cap Burn Complete Drilling 2020-2021

Hole ID	Block	Date Started	Date Completed	Northing	Easting	Dip	Azimuth (GRID)	Depth (m)
CBN0001	EAST	03/12/2020	04/12/2020	4980262.15	1382237.65	-90	0	35.8
CBN0002	EAST	04/12/2020	05/12/2020	4980337.88	1382363.98	-90	0	50.7
CBN0003	EAST	06/12/2020	08/12/2020	4980466.82	1382447.79	-90	0	99.2
CBN0004	EAST	08/12/2020	11/12/2020	4980575.39	1382457.56	-90	0	171.1
CBN0005	EAST	12/12/2020	14/12/2020	4980955.40	1382448.04	-90	0	164.7
CBN0006	WEST	18/02/2021	24/02/2021	4976197.95	1369635.21	-75	180	148.7
CBN0007	WEST	25/02/2021	03/03/2021	4976319.03	1370026.06	-75	180	148.8
CBN0008	WEST	04/03/2021	14/03/2021	4977040.44	1370270.14	-75	180	173.8
CBN0009	WEST	15/03/2021	23/03/2021	4977500.51	1371051.23	-75	180	149.8
CBN0010	WEST	25/03/2021	28/03/2021	4977607.08	1371468.74	-75	180	128.8
CBN0011	EAST	01/04/2021	12/04/2021	4981214.09	1382190.33	-75	180	219.0
CBN0012	EAST	18/04/2021	23/04/2021	4981000.38	1381999.73	-75	180	118.2
CBN0013	EAST	25/04/2021	01/05/2021	4980654.65	1382168.24	-75	180	90.0
TOTAL								1,698.60

Note: Grid System is NZGD2000

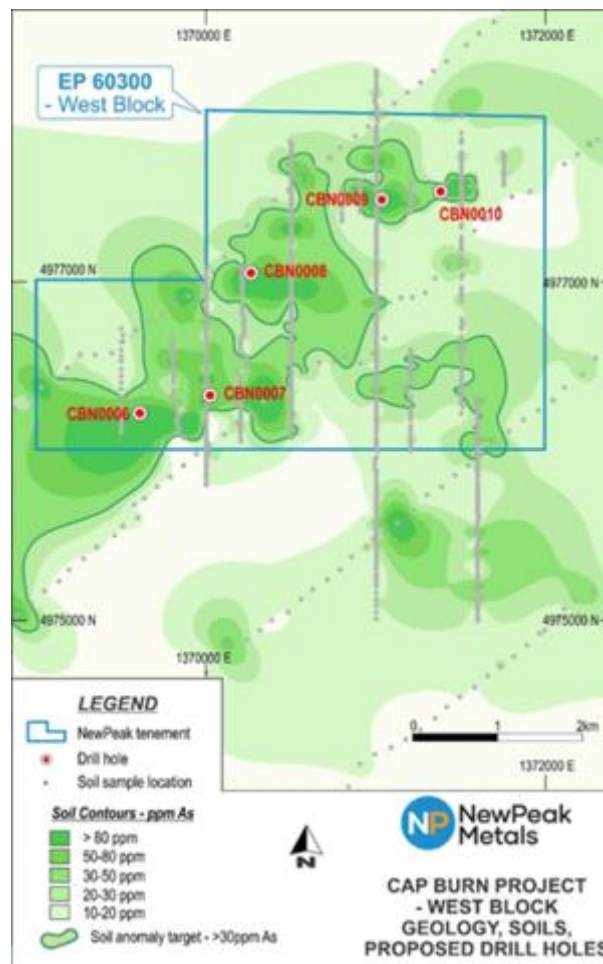


Figure 5: Cap Burn West Block showing the 5 completed drill holes and east-west striking arsenic anomalies tested by drilling.

The Carrick Gold permit EP 60723 (Figure 7) was granted adjacent to the Cap Burn Gold Project and provides a high-quality project that has numerous drill targets. An extensive mining and exploration history provides NewPeak a significant dataset with which to commence exploration activities.

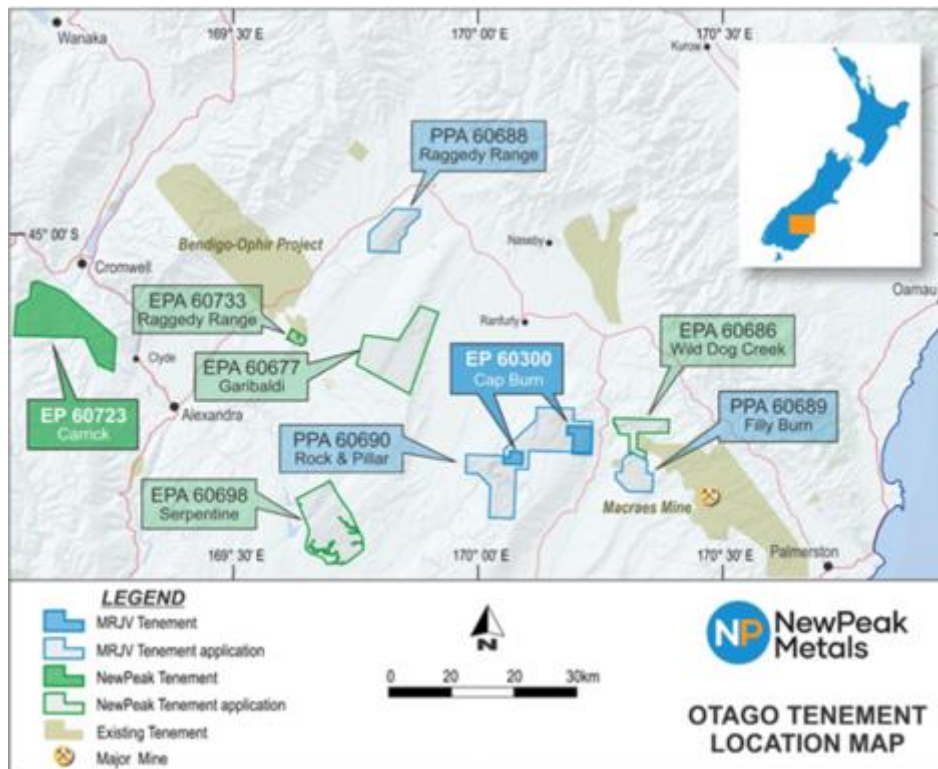


Figure 6 - Location of the Gold properties in Otago, New Zealand.

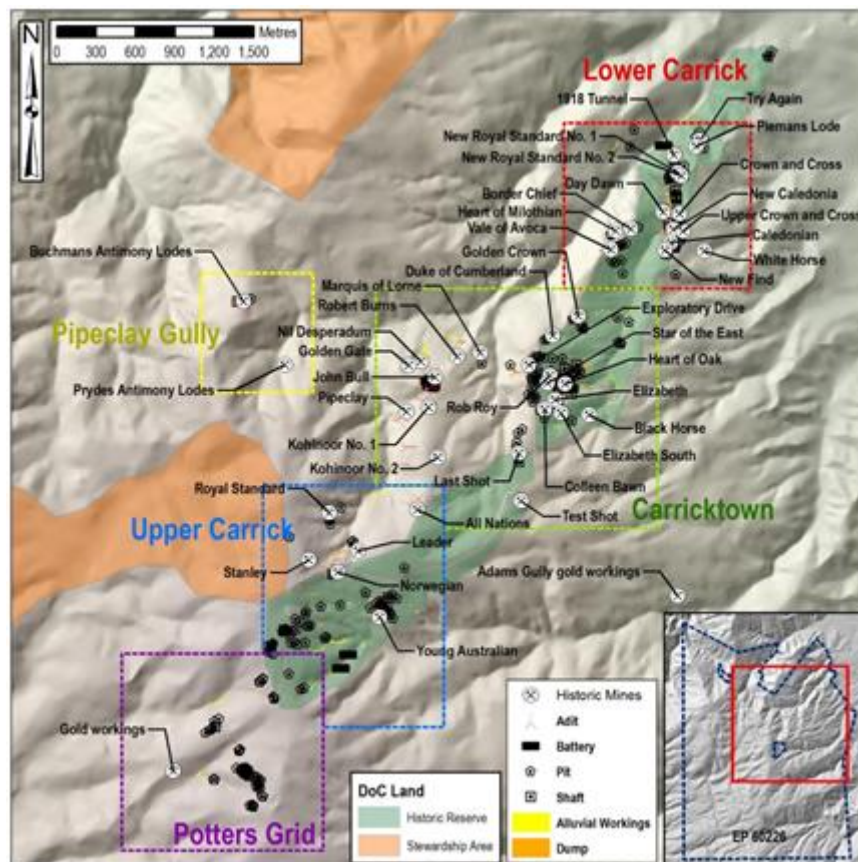


Figure 7: Carrick Goldfield – Exploration Areas with historical mines. (Source: Hill et al., 2018 Evaluating historic exploration data from the Carrick Goldfield to make inform exploration decisions, AusIMM NZ Branch Conference 2018, Tauranga, New Zealand).

G. Interest in Lakes Blue Energy NL (formerly Lakes Oil NL), Australia

NewPeak currently owns a pre-Convertible Note dilution interest in Lakes Blue Energy NL (ASX:LKO) of approximately 28.18% (pre Convertible Note dilution). Lakes Blue Energy which has a diversified portfolio of petroleum assets in Victoria, Queensland, South Australia and Papua New Guinea.

Lakes Blue Energy has been impacted by the moratorium in Victoria which has banned onshore exploration of gas since 2012. This ban is being lifted from July 2021, which will allow the resumption of activities in the state. Although the Victorian government's announced date for resumption of onshore exploration activity was 1 July 2021, it appears that new Regulations to govern onshore activity will not be in place until September 2021.

Lakes Blue shares were suspended from trading on the ASX in October 2019, due to the late filing of the company's 2019 annual report following a dispute with the Australian tax authorities over a 2013/14 research development grant. Lakes Blue hopes to begin trading again soon, which will allow investors to value this component of NewPeak's portfolio, and/or a sale of the LKO position could give the company a significant source of cash to finance its Gold exploration.

Significant changes in the state of affairs

The company issued 2,760,098,348 new ordinary shares during the year, resulting in issued share capital increasing from \$30,986,595 to \$36,296,146 (refer note 15).

On 11 March 2021, the Company announced its secondary listing on the Frankfurt Stock Exchange, Frankfurter Wertpapierbörse. The ticker is FSE:NPM and Wertpapierkennnummer WKN: A2QCW3.

There were no other significant changes in the state of affairs of the Group during the financial year.

Matters subsequent to the end of the financial year

(a) Private placement

On 14 July 2021, the Company announced that it had entered into binding arrangements with a number of sophisticated and professional investors to raise \$1,625,000 by way of a private placement. The placement was undertaken at \$0.0015 per share with one attaching free option for each two shares subscribed, exercisable at \$0.004 each over a 24-month period. On 19 July 2021, 1,083,333,335 fully ordinary shares were issued comprising 28,166,667 fully paid ordinary shares issued as partial consideration for previous services provided to the Company and the remaining 1,055,166,668 fully paid ordinary shares issued for a cash consideration.

(b) Share purchase plan

On 12 August 2021, the Company announced that it will make an offer under a Share Purchase Plan (SPP) to registered shareholders. Eligible shareholders have the right to apply for up to \$30,000 worth of new shares under the SPP to raise up to \$1,000,000 (before costs). Eligible shareholders can apply for new shares under the SPP at an issue price of \$0.0015 each.

On 6 September 2021, the Company announced the extension to the closing date of the SPP to 6 October 2021.

(c) Other share issues

On 18 August 2021, 26,461,850 fully paid ordinary shares were issued as consideration for technical services provided to the Company.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Likely developments and expected results of operations

Not all information on likely developments in the operations of the Group and the expected results of operations has been included in this report because the directors believe it may result in unreasonable prejudice to the Group.

Environmental regulation

Other than as part of the standard conditions attracting to its mining leases, the Group is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Climate change risk

The Group does not consider that it currently has a material exposure to the risks associated with Climate Change. Accordingly, the Group does not consider it necessary to reflect any impact associated with Climate Change risks (eg. impairments, provisions) in its financial statements for the year ended 30 June 2021. The Group considers the following matters to be relevant to this conclusion:

- (i) the Group's activities are predominantly focussed on the discovery and definition phase of natural resource projects. The Group is not yet in a mine planning, development, construction or operational phase. Accordingly, having a predominantly greenfields exploration focus means that the Group currently has no significant man-made infrastructure that would be subject to the potential physical risks associated with Climate Change. Furthermore, the Group has a minimal carbon footprint and negligible emissions;
- (ii) the Group is not currently aware of any pending or proposed Climate Change related regulatory or legislative changes that would materially impact it, or its assets, at this time;
- (iii) the Group's exploration interests are predominantly focussed on minerals that are not expected to be impacted by the various categories of risk associated with Climate Change. These minerals include gold and tungsten, with potential credits for copper and zinc;
- (iv) other than as outlined above, the Group considers that it currently has limited exposure to the technological market and reputational risks associated with Climate Change.

Information on directors

Name:	Nicholas Mather
Title:	Non-Executive Chairman
Qualifications:	BSc (Hons, Geol), MAusIMM
Experience and expertise:	Nick Mather's special area of experience and expertise is the generation of and entry into undervalued or unrecognized resource exploration opportunities. Nick has been involved in the junior resource sector at all levels for more than 25 years. In that time he has been instrumental in the delivery of major resource projects that have delivered significant gains to shareholders. As an investor, securing projects and financiers, leading exploration campaigns and managing emerging resource companies Nick brings a wealth of valuable experience.
Other current directorships:	DGR Global Limited (since 26 October 2001) Aus Tin Mining Limited (since 21 October 2010) Armour Energy Limited (since 18 December 2009) Lakes Blue Energy NL (formerly Lakes Oil NL) (since 7 February 2012) SolGold Plc, which is dual-listed on the London Stock Exchange and the Toronto Stock Exchange (since 11 May 2005)
Former directorships (last 3 years):	IronRidge Resources Limited, which is listed on the London Stock Exchange (AIM) (from 5 September 2007 to 28 June 2021)
Special responsibilities:	Chairman
Interests in shares:	76,858,076
Interests in options:	Nil
Interests in rights:	Nil

Name:	Brian Moller
Title:	Non-Executive Director
Qualifications:	LLB (Hons)
Experience and expertise:	Brian Moller is a corporate partner in the Brisbane based law firm HopgoodGanim. He was admitted as a solicitor in 1981 and has been a partner since 1983. He practices almost exclusively in the corporate area with an emphasis on capital raising, mergers and acquisitions. Brian holds an LLB Hons from the University of Queensland and is a member of the Australian Mining and Petroleum Law Association. Brian acts for many public listed resource and industrial companies and brings a wealth of experience and expertise to the board particularly in the corporate regulatory and governance areas.
Other current directorships:	DGR Global Limited (since 2 October 2002) Aus Tin Mining Limited (since 21 October 2010) Platina Resources Limited (since 30 January 2007) SolGold Plc, which is dual listed on the London Stock Exchange and the Toronto Stock Exchange (since 11 May 2005) Tempest Minerals Limited – formerly Lithium Consolidated Mineral Exploration Limited (since 13 October 2016)
Former directorships (last 3 years):	Agua Resources Limited (resigned 14 June 2019)
Special responsibilities:	Chair of the Audit and Risk Committee
Interests in shares:	62,633,524
Interests in options:	Nil
Interests in rights:	Nil

Name:	David Mason
Title:	Executive Director
Qualifications:	BSc (Hons), MBA, PGradDipBA, FAusIMM, MAICD
Experience and expertise:	David Mason has a broad business, corporate and mining background achieved through working in the exploration and mining industry for over 35 years throughout Australasia, Asia and Africa. David is a Director of Intra Energy Corporation Limited (ASX:IEC), a coal producer in East Africa. Prior to this, David had roles as Managing Director of Overseas & General Limited (ASX:OGL) an Indonesian mining company, and Operations Director of Haddington Resources (now Altura Mining, ASX:AJM) a diversified resource company, which took over the resource investment and mining service companies of Minvest International, a group he co-founded and managed. Mr Mason was formerly General Manager of the Swabara Group, which developed the Adaro Indonesia coal mine, the MHU coal mine, a suite of Indonesian exploration assets and mining service companies.
Other current directorships:	None
Former directorships (last 3 years):	None
Special responsibilities:	Managing Director and Member of the Audit and Risk Committee
Interests in shares:	330,057,819
Interests in options:	Nil
Interests in rights:	Nil
Name:	Jason Beckton (resigned 9 October 2020)
Title:	Non-executive Director
Qualifications:	BSc (Hons), MEconGeol
Experience and expertise:	Jason Beckton has over 25 years of geological and corporate experience including throughout Australia, North and South America, China and Albania. Jason was Project Manager for Bolnisi Gold N.L.'s Palmarejo silver gold project in Mexico and managed the program that grew the resource base from zero to 3.1 million ounces gold equivalent and he managed the discovery of Exeter Resource Corporation's 30 million ounce gold equivalent Caspiche Porphyry prospect in the Maricunga Gold Copper Belt of Chile. He was Managing Director for ASX listed Chinalco Yunnan Copper Resources which explored in the Mt Isa, Lao and Chilean copper districts. Jason was a founder Redhill Australia Pty Ltd, with both assets on sold in Redhill Magallanes and Redhill Ibanez exploring targets including the new Franceses discovery of copper/silver/gold in the Magallanes district of southern Chile and also a founder of Sambas Energy Pty Ltd which purchased all coal assets of Tigers Minerals in southern Chile and subsequently optioned to an ASX-listed company.
Other current directorships:	None
Former directorships (last 3 years):	None
Special responsibilities:	Member of the Audit and Risk Committee
Interests in shares:	Nil*
Interests in options:	5,000,000*
Interests in rights:	Nil*

Name:	Andrew Gladman (appointed 21 October 2020)
Title:	Non-executive Director
Qualifications:	MAppFin, BBus-Banking & Finance
Experience and expertise:	Andrew Gladman has over 25 years of experience in financial markets, corporate advisory and stockbroking with a passion for the resources space. He has been successful in raising capital for mining focused entities and is a long term believer that the sector offers opportunities that are currently underappreciated in an environment where momentum has become the dominant investment criteria.
	Andrew began his career working for a Sydney based broking firm in 1994, proposing, opening and managing a Brisbane branch office for that firm in 1996 before joining Paul Morgan Securities in 1997, now Bell Potter Securities.
	Andrew has run forums in Brisbane for the last 10 years bringing together Mining Companies and Investors, exposing him to over 300 companies on a one-on-one basis providing broad exposure and an extensive network in the sector including Retail/institutional investors, Commodity Traders/buyers, Mining Service business and Corporates themselves.
Other current directorships:	None
Former directorships (last 3 years):	None
Special responsibilities:	Member of the Audit and Risk Committee
Interests in shares:	10,500,000
Interests in options:	Nil
Interests in rights:	Nil

'Other current directorships' quoted above are current directorships for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

'Former directorships (last 3 years)' quoted above are directorships held in the last 3 years for listed entities only and excludes directorships of all other types of entities, unless otherwise stated.

* Interests in the shares, options and rights of the company as at the date of resignation as a director.

Company secretary

Karl Schlobohm
B.Comm, B.Econ, M.Tax, CA, FGIA

Karl Schlobohm is a Chartered Accountant with over 25 years' experience across a wide range of industries and businesses. He has extensive experience with financial accounting, corporate governance, company secretarial duties and board reporting. He currently acts as the Company Secretary for ASX-listed DGR Global Limited, Aus Tin Mining Ltd and Armour Energy Limited.

Meetings of directors

The number of meetings of the Company's Board of Directors ('the Board') held during the year ended 30 June 2021, and the number of meetings attended by each director were:

	Full Board		Audit and Risk Management Committee	
	Attended	Held	Attended	Held
Brian Moller	9	9	2	2
Nicholas Mather	8	9	-	-
David Mason	9	9	2	2
Andrew Gladman*	7	7	1	1
Jason Beckton**	2	2	1	1

Held: represents the number of meetings held during the time the director held office.

* Appointed 21 October 2020

** Resigned 9 October 2020

Remuneration report (audited)

The remuneration report details the key management personnel remuneration arrangements for the Group, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including all directors.

The remuneration report is set out under the following main headings:

- Principles used to determine the nature and amount of remuneration
- Details of remuneration
- Service agreements
- Share-based compensation
- Additional information
- Additional disclosures relating to key management personnel

Principles used to determine the nature and amount of remuneration

Group's remuneration strategy is designed to attract, motivate and retain employees and Non-Executive Directors by identifying and rewarding high performers and recognising the contribution of each employee to the continued growth and success of the Group.

The Board of Directors is responsible for determining and reviewing compensation arrangements for the Directors and the Executive team. The Board assesses the appropriateness of the nature and amount of remuneration of such officers on a periodic basis by reference to relevant employment market conditions with the overall objective of ensuring maximum stakeholder benefit from the retention of a high quality Board and Executive team. Such officers are given the opportunity to receive their base remuneration in a variety of forms including cash and fringe benefits. It is intended that the manner of payments chosen will be optimal for the recipient without creating undue cost for the Group. Further details on the remuneration of Directors and Executives are set out in this Remuneration Report.

The Group aims to reward the Executives with a level and mix of remuneration commensurate with their position and responsibilities within the Group. The Board's policy is to align Director and Executive objectives with shareholder and business objectives by providing a fixed remuneration component and offering long-term incentives.

In accordance with best practice corporate governance, the structure of Non-Executive Director and Executive remuneration is separate and distinct.

Non-executive directors remuneration

The Board seeks to set aggregate remuneration at a level which provides the Company with the ability to attract and retain Directors of the highest calibre, whilst incurring a cost which is acceptable to shareholders. The Company's specific policy for determining the nature and amount of remuneration of Board members of the Company is as follows.

The Constitution of the Company provides that the Non-executive Directors are entitled to remuneration as determined by the Company in general meeting to be apportioned among them in such manner as the Directors agree and, in default of agreement, equally. The aggregate remuneration currently determined by the Company is \$350,000 per annum. Additionally, Non-executive Directors are entitled to be reimbursed for properly incurred expenses.

If a Non-executive Director performs extra services, which in the opinion of the Directors are outside the scope of the ordinary duties of the Director, the Company may remunerate that Director by payment of a fixed sum determined by the Directors in addition to or instead of the remuneration referred to above. However, no payment can be made if the effect would be to exceed the maximum aggregate amount payable to Non-executive Directors. A Non-executive Director is entitled to be paid travelling and other expenses properly incurred by them in attending Director's or general meetings of the Company or otherwise in connection with the business of the Company.

Directors may have the opportunity to qualify for participation in the Company's Employee Share Option Plan (ESOP), subject to corporate governance considerations and the approval of shareholders.

The remuneration of Non-Executive Directors for the year ended 30 June 2021 is detailed in this Remuneration Report.

Executive remuneration

The Company aims to reward the Executives with a level and mix of remuneration commensurate with their position and responsibilities within the Company and so as to:

- align the interests of Executives with those of shareholders;
- link reward with the strategic goals and performance of the Company; and
- ensure total remuneration is competitive by market standards.

The remuneration of the Executives may from time to time be fixed by the Board. The remuneration will comprise a fixed remuneration component and also may include offering specific short and long-term incentives, in the form of:

- performance based salary increases and/or bonuses; and/or
- the issue of options.

The remuneration of the Executives employed by the Company for the year ended 30 June 2021 is detailed in this Remuneration Report.

Consolidated entity performance and link to remuneration

During the financial year, the Company has generated losses as its principal activity was mineral exploration.

At 30 June 2021 the market price of the Company's ordinary shares was \$0.002 per share (30 June 2020: \$0.003 per share). No dividends were paid during the year ended 30 June 2021.

As the Company is still in the exploration and development stage, the link between remuneration, Company performance and shareholder wealth is tenuous. Share prices are subject to the influence of metals prices and market sentiment toward the sector, and as such increases or decreases may occur quite independent of Executive performance or remuneration.

Use of remuneration consultants

The Company did not engage remuneration consultants to prepare a formal remuneration report during the financial year ended 30 June 2021.

Voting and comments made at the company's 21 January 2021 Annual General Meeting ('AGM')

At the 21 January 2021 AGM, 97.39% of the votes received supported the adoption of the remuneration report for the year ended 30 June 2020. The Company did not receive any specific feedback at the AGM regarding its remuneration practices.

Details of remuneration

Amounts of remuneration

Details of the remuneration of key management personnel of the Group are set out in the following tables.

The key management personnel of the Group consisted of the following directors of NewPeak Metals Limited:

- Nicholas Mather
- Brian Moller
- David Mason
- Andrew Gladman (appointed 21 October 2020)
- Jason Beckton (resigned 9 October 2020)

And the following persons:

- Boyd White - Chief Development Executive (NewPeak Metals) and Managing Director of Dark Horse Energy Holdings Pty Ltd, a 100% owned subsidiary of the Company
- Karl Schlobohm - Company Secretary and Interim Chief Financial Officer (appointed 10 November 2020)
- Jason McNamara - Principal Geologist (appointed 1 October 2020)
- Priy Jayasuriya - Chief Financial Officer (resigned 10 November 2020)

	Short-term benefits	Post- employment benefits	Share-based payments	
	Cash salary and fees \$	Super- annuation \$	Equity- settled \$	Total \$
2021				
<i>Non-Executive Directors:</i>				
Nicholas Mather	46,667	-	-	46,667
Brian Moller	46,667	-	-	46,667
Andrew Gladman ⁽¹⁾	33,333	-	-	33,333
Jason Beckton ⁽¹⁾	9,998	-	-	9,998
<i>Executive Directors:</i>				
David Mason	280,000	-	-	280,000
<i>Other Key Management Personnel:</i>				
Boyd White	118,003	-	-	118,003
Karl Schlobohm ⁽²⁾	46,666	-	-	46,666
Jason McNamara ⁽³⁾	146,997	13,965	-	160,962
Priy Jayasuriya ⁽⁴⁾	-	-	-	-
	<u>728,331</u>	<u>13,965</u>	<u>-</u>	<u>742,296</u>

- (1) Jason Beckton resigned on 9 October 2020 and Andrew Gladman was appointed on 21 October 2020.
(2) Karl Schlobohm was appointed as Interim CFO on 20 November 2020, and is remunerated by DGR Global Ltd for acting in that role.
(3) Jason McNamara was appointed on 1 October 2020.
(4) Priy Jayasuriya resigned on 10 November 2020. He was remunerated by DGR Global Ltd.

In response to COVID-19 Directors and Key Management Personnel agreed to a 20% reduction in fees commencing 1 May 2020. The reduction remained in place for a six-month period.

	Short-term benefits	Post- employment benefits	Share-based payments	
	Cash salary and fees \$	Super- annuation \$	Equity- settled \$	Total \$
2020				
<i>Non-Executive Directors:</i>				
Nicholas Mather	48,333	-	6,446	54,779
Brian Moller	48,333	-	6,446	54,779
Jason Beckton	48,326	-	6,446	54,772
<i>Executive Directors:</i>				
David Mason	290,000	-	12,892	302,892
<i>Other Key Management Personnel:</i>				
Boyd White	232,500	-	3,868	236,368
Karl Schlobohm	48,333	-	1,934	50,267
Priy Jayasuriya ⁽¹⁾	-	-	1,934	1,934
	<u>715,825</u>	<u>-</u>	<u>39,966</u>	<u>755,791</u>

- (1) Priy Jayasuriya was remunerated by DGR Global Ltd.

The proportion of remuneration linked to performance and the fixed proportion of remuneration are as follows:

Name	Fixed remuneration		At risk - STI		At risk - LTI	
	2021	2020	2021	2020	2021	2020
<i>Non-Executive Directors:</i>						
Nicholas Mather	100%	88%	-	-	-	12%
Brian Moller	100%	88%	-	-	-	12%
Jason Beckton	100%	88%	-	-	-	12%
Andrew Gladman	100%	-	-	-	-	-
<i>Executive Directors:</i>						
David Mason	100%	96%	-	-	-	4%
<i>Other Key Management Personnel:</i>						
Boyd White	100%	98%	-	-	-	2%
Karl Schlobohm	100%	96%	-	-	-	4%
Jason McNamara	100%	-	-	-	-	-
Priy Jayasuriya ⁽¹⁾	100%	-	-	-	-	100%

(1) Priy Jayasuriya was remunerated by DGR Global Limited.

Service agreements

It is the Board's policy that employment agreements are entered into with all Executives.

The terms of appointment for Non-Executive Directors are set out in letters of appointment.

Salaried Executives are entitled to their statutory entitlements of accrued annual leave and long service leave together with any superannuation on termination. No other termination payments are payable.

Employment contracts entered into with Executives contain the following key terms:

Event	Company Policy
Performance based salary increases and/or bonuses	Board discretion
Short and long-term incentives, such as options	Board discretion
Resignation/notice period	3 months
Serious misconduct	Company may terminate at any time
Payouts upon resignation or termination, outside industrial regulations (i.e. 'golden handshakes')	None
Duration	No fixed duration

On 1 March 2018, David Mason was appointed to act as the Company's Managing Director on a full-time basis for an annual salary of \$300,000. Short and long-term incentives may be payable based on performance at the sole discretion of the Board and there are no benefits payable on termination.

Share-based compensation

Issue of shares

There were no shares issued to directors and other key management personnel as part of compensation during the year ended 30 June 2021.

Options

During the financial year ended 30 June 2021, there were no options granted as remuneration to key management personnel and there were no options over unissued shares at 30 June 2021 held by key management personnel.

During the financial year ended 30 June 2020, the following options were granted to key management personnel:

Grant date	Vesting date and exercisable date	Expiry date	Exercise price	Fair value per option at grant date
11 December 2019	11 December 2019	11 June 2021	\$0.0120	\$0.0013

The options granted carried no dividend or voting rights.

The number of options over ordinary shares granted to and vested by directors and other key management personnel as part of compensation during the year ended 30 June 2020 are set out below:

Name	Number of options granted during the year 2020	Number of options vested during the year 2020
<i>Directors</i>		
Nicholas Mather	5,000,000	5,000,000
Brian Moller	5,000,000	5,000,000
David Mason	10,000,000	10,000,000
Jason Beckton	5,000,000	5,000,000
<i>Other Key Management Personnel</i>		
Boyd White	3,000,000	3,000,000
Karl Schlobohm	1,500,000	1,500,000
Priy Jayasuriya	1,500,000	1,500,000

Performance rights

There were no performance rights over ordinary shares issued to directors and other key management personnel as part of compensation that were outstanding as at 30 June 2021.

Additional information

The factors that are considered to affect total shareholders return ('TSR') are summarised below:

	2021	2020	2019	2018	2017
Share price at financial year end (cents)	0.20	0.30	0.40	1.70	0.60
Basic earnings per share (cents per share)	(0.04)	(0.40)	(0.20)	(0.30)	0.50

Additional disclosures relating to key management personnel

Shareholding

The number of shares in the Company held during the financial year by each director and other members of key management personnel of the Group, including their personally related parties, is set out below:

	Balance at the start of the year	Granted as compensation	Options exercised	Net change other*	Balance at the end of the year
<i>Ordinary shares</i>					
<i>Directors</i>					
Nicholas Mather	46,858,076	-	-	30,000,000	76,858,076
Brian Moller	42,633,524	-	-	20,000,000	62,633,524
David Mason	205,865,229	-	-	122,192,590	328,057,819
Jason Beckton	-	-	-	-	-
Andrew Gladman	-	-	-	10,500,000	10,500,000
<i>Other Key Management Personnel</i>					
Body White	69,166,850	-	-	48,427,420	117,594,270
Karl Schlobohm	38,945,007	-	-	34,744,002	73,689,009
Priy Jayasuriya	-	-	-	-	-
Jason McNamara	-	-	-	-	-
	403,468,686	-	-	265,864,012	669,332,698

- * Includes the net balance of shares acquired or sold on market or pursuant to the capital raisings during the year and / or held on appointment/resignation.

Option holding

The number of options over ordinary shares in the Company held during the financial year by each director and other members of key management personnel of the Group, including their personally related parties, is set out below:

	Balance at the start of the year	Granted	Exercised	Expired/ forfeited/ other*	Balance at the end of the year
<i>Options over ordinary shares</i>					
<i>Directors</i>					
Nicholas Mather	5,000,000	-	-	(5,000,000)	-
Brian Moller	5,000,000	-	-	(5,000,000)	-
David Mason	11,857,639	-	-	(11,857,639)	-
Jason Beckton	5,000,000	-	-	(5,000,000)	-
Andrew Gladman	-	-	-	-	-
<i>Other Key Management Personnel</i>					
Boyd White	3,000,000	-	-	(3,000,000)	-
Karl Schlobohm	1,500,000	-	-	(1,500,000)	-
Priy Jayasuriya	1,500,000	-	-	(1,500,000)	-
	<u>32,857,639</u>	<u>-</u>	<u>-</u>	<u>(32,857,639)</u>	<u>-</u>

- * Includes the net balance of shares acquired or sold on market or pursuant to the capital raisings during the year and / or held on appointment/resignation.

Other transactions with key management personnel and their related parties

Mr Brian Moller (a Director), is a partner in the Australian firm HopgoodGanim lawyers. For the year ended 30 June 2021, \$36,762 (2020: \$66,953) was paid or payable to HopgoodGanim for the provision of legal services to the Group. The services were based on normal commercial terms and conditions. The total current amount payable at year end was \$9,775 (2020: \$55,310).

During the year ended 30 June 2020, Director Mr David Mason, provided loans of \$182,374 on commercial terms to the Group. Interest is payable at the rate of 9%p.a. on the loans provided and Mr Mason has agreed for the loans and accrued interest to be repaid at such time as the Company has sufficient working capital. \$100,000 was repaid during the year ended 30 June 2021. The total balance outstanding at 30 June 2021 was \$77,994 (2020: \$182,374).

Aggregate amounts of each of the above types of other transactions with key management personnel and their related entities:

Statement of profit or loss and other comprehensive income:

Amounts recognised as expenses

Legal expenses: \$36,762 (2020: \$18,500)

Interest expense: \$20,360 (2020: \$nil)

Statement of financial position:

Amounts recognised as share issue costs

Legal expenses: \$nil (2020: \$42,373)

Amounts recognised as trade and other payables

Trade payables: \$9,775 (2020: \$55,310)

Amounts recognised as borrowings

Short term loans: \$77,994 (2020: \$182,374)

This concludes the remuneration report, which has been audited.

Shares under option

Unissued ordinary shares of NewPeak Metals Limited under option at the date of this report are as follows:

Grant date	Expiry date	Exercise price	Number under option
19 July 2021	19 July 2023	\$0.0040	541,666,673

No person entitled to exercise the options had or has any right by virtue of the option to participate in any share issue of the Company or of any other body corporate.

Shares under performance rights

There were no unissued ordinary shares of NewPeak Metals Limited under performance rights outstanding at the date of this report.

Shares issued on the exercise of options

There were no ordinary shares of NewPeak Metals Limited issued on the exercise of options during the year ended 30 June 2021 and up to the date of this report.

Shares issued on the exercise of performance rights

There were no ordinary shares of NewPeak Metals Limited issued on the exercise of performance rights during the year ended 30 June 2021 and up to the date of this report.

Indemnity and insurance of officers

The Company has indemnified the directors and executives of the Company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the Company paid a premium in respect of a contract to insure the directors and executives of the Company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

Indemnity and insurance of auditor

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Non-audit services

There were no non-audit services provided during the financial year by the auditor.

Officers of the Company who are former partners of BDO Audit Pty Limited

There are no officers of the Company who are former partners of BDO Audit Pty Limited.

Auditor's independence declaration

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

Auditor

BDO Audit Pty Limited continues in office in accordance with section 327 of the Corporations Act 2001.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors



David Mason
Director

30 September 2021
Brisbane



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Australia

DECLARATION OF R M SWABY TO THE DIRECTORS OF NEWPEAK METALS LIMITED

As lead auditor of NewPeak Metals Limited for the year ended 30 June 2021, 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 audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of NewPeak Metals Limited and the entities it controlled during the year.



R M Swaby
Director

BDO Audit Pty Ltd

Brisbane

30 September 2021

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General information

The financial statements cover NewPeak Metals Limited as a Group consisting of NewPeak Metals Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is NewPeak Metals Limited's functional and presentation currency.

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

Level 27
111 Eagle Street
Brisbane
QLD 4000

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

The financial statements were authorised for issue, in accordance with a resolution of directors, on 30 September 2021. The directors have the power to amend and reissue the financial statements.

NewPeak Metals Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2021



		Consolidated	
	Note	2021	2020
		\$	\$
Other income	4	30,008	420,854
Interest revenue		347	8
Expenses			
Consultancy fees		(135,017)	(303,210)
Directors fees including Managing Director		(289,165)	(434,992)
Employee benefits expense		(137,733)	(74,544)
Exploration costs written-off	11	(350,982)	(1,151,925)
Depreciation expense		(5,356)	-
General administrative overheads		(104,022)	(172,183)
Insurances		(48,410)	(22,951)
Loss on equity settled liability		(58,908)	-
Legal expenses		(80,543)	(20,059)
Management fees	25	(300,000)	(300,000)
Marketing and promotion		(178,457)	(166,755)
Project generation		(31,216)	(74,582)
Provision for impairment of investments	10	-	(7,390,480)
Regulatory and compliance expenses		(139,267)	(119,575)
Share based payments expense in respect of employee benefits expense		-	(58,875)
Unrealised foreign exchange losses		-	(10,420)
Rehabilitation		(20,714)	-
Finance costs	5	(88,726)	(67,641)
Loss before income tax expense		(1,938,161)	(9,947,330)
Income tax expense	6	-	(40,432)
Loss after income tax expense for the year attributable to the owners of NewPeak Metals Limited		(1,938,161)	(9,987,762)
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Loss on the revaluation of equity instruments at fair value through other comprehensive income, net of tax		-	(15,488)
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		(57,643)	(1,079,275)
Other comprehensive income for the year, net of tax		(57,643)	(1,094,763)
Total comprehensive income for the year attributable to the owners of NewPeak Metals Limited		(1,995,804)	(11,082,525)
		Cents	Cents
Basic earnings per share	31	(0.04)	(0.43)
Diluted earnings per share	31	(0.04)	(0.43)

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

	Note	Consolidated 2021 \$	2020 \$
Assets			
Current assets			
Cash and cash equivalents	7	566,453	635,941
Other receivables	8	107,781	45,242
Total current assets		<u>674,234</u>	<u>681,183</u>
Non-current assets			
Property, plant and equipment		46,815	-
Exploration and evaluation	11	5,463,734	2,487,584
Other non-current assets	9	51,128	42,863
Total non-current assets		<u>5,561,677</u>	<u>2,530,447</u>
Total assets		<u>6,235,911</u>	<u>3,211,630</u>
Liabilities			
Current liabilities			
Trade and other payables	12	689,291	880,231
Borrowings	13	77,994	182,374
Employee benefits	14	5,854	-
Total current liabilities		<u>773,139</u>	<u>1,062,605</u>
Non-current liabilities			
Provisions		1,931	1,931
Total non-current liabilities		<u>1,931</u>	<u>1,931</u>
Total liabilities		<u>775,070</u>	<u>1,064,536</u>
Net assets		<u>5,460,841</u>	<u>2,147,094</u>
Equity			
Issued capital	15	36,296,146	30,986,595
Other equity	16	373,333	373,333
Reserves	17	(1,239,484)	(1,181,841)
Accumulated losses		<u>(29,969,154)</u>	<u>(28,030,993)</u>
Total equity		<u>5,460,841</u>	<u>2,147,094</u>

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

Consolidated	Issued capital \$	Other equity \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2019	28,508,436	-	(145,953)	(18,043,231)	10,319,252
Loss after income tax expense for the year	-	-	-	(9,987,762)	(9,987,762)
Other comprehensive income for the year, net of tax	-	-	(1,094,763)	-	(1,094,763)
Total comprehensive income for the year	-	-	(1,094,763)	(9,987,762)	(11,082,525)
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs (note 15)	2,478,159	-	-	-	2,478,159
Share-based payments (note 32)	-	-	58,875	-	58,875
Convertible notes issued during the year	-	373,333	-	-	373,333
Balance at 30 June 2020	<u>30,986,595</u>	<u>373,333</u>	<u>(1,181,841)</u>	<u>(28,030,993)</u>	<u>2,147,094</u>
Consolidated	Issued capital \$	Other equity \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2020	30,986,595	373,333	(1,181,841)	(28,030,993)	2,147,094
Loss after income tax expense for the year	-	-	-	(1,938,161)	(1,938,161)
Other comprehensive income for the year, net of tax	-	-	(57,643)	-	(57,643)
Total comprehensive income for the year	-	-	(57,643)	(1,938,161)	(1,995,804)
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs (note 15)	5,309,551	-	-	-	5,309,551
Balance at 30 June 2021	<u>36,296,146</u>	<u>373,333</u>	<u>(1,239,484)</u>	<u>(29,969,154)</u>	<u>5,460,841</u>

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

		Consolidated	
	Note	2021	2020
		\$	\$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		(29,000)	-
Payments to suppliers and employees (inclusive of GST)		(579,793)	(373,926)
		(608,793)	(373,926)
Interest received		347	8
Interest and other finance costs paid		(68,366)	(21,298)
Net cash used in operating activities	30	(676,812)	(395,216)
Cash flows from investing activities			
Payments for asset acquisitions		(75,000)	-
Payments for property, plant and equipment		(52,171)	-
Payments for exploration and evaluation assets		(3,009,542)	(991,206)
Payments for security deposits		(8,265)	-
Proceeds from disposal of LKO shares		-	100,000
Net cash used in investing activities		(3,144,978)	(891,206)
Cash flows from financing activities			
Proceeds from issue of shares		4,119,975	1,507,130
Proceeds from borrowings	30	-	282,374
Share issue transaction costs		(267,673)	(97,449)
Repayment of borrowings	30	(100,000)	-
Net cash from financing activities		3,752,302	1,692,055
Net increase/(decrease) in cash and cash equivalents		(69,488)	405,633
Cash and cash equivalents at the beginning of the financial year		635,941	230,308
Cash and cash equivalents at the end of the financial year	7	566,453	635,941

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

Note 1. Significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out either in the respective notes or below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. Adoption of these new and amended accounting standards and interpretations did not have a material impact to the financial statements.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Going concern

For the year ended 30 June 2021, the consolidated entity incurred a loss of \$1,938,161 after income tax and net cash outflows from operating activities of \$676,812. At 30 June 2021, the consolidated entity net has cash and cash equivalents of \$566,453, net assets of \$5,460,841 and net current liabilities of \$98,905.

The ability of the consolidated entity to continue as a going concern is dependent upon the consolidated entity being able to manage its liquidity requirements by taking some or all of the following actions:

- (1) Raising additional capital or securing other forms of financing, as and when necessary to meet the levels of expenditure required for the consolidated entity to continue to earn into the mineral properties in which it has an interest (earn in expenditure) and to meet the consolidated entity's working capital requirements;
- (2) Reducing its level of capital expenditure through farm-outs and/or joint ventures; and
- (3) Reducing its working capital expenditure.

These conditions give rise to a material uncertainty which may cast significant doubt over the consolidated entity's ability to continue as a going concern.

Notwithstanding the above, the Directors have concluded that the going concern basis of preparation of the financial statements is appropriate and any uncertainty regarding going concern is mitigated by the following:

- Proven ability of the consolidated entity to raise the necessary funding or settle debts via the issuance of shares, as evidenced by the raising of well over \$4m in cash during the financial year as well as the conversion of over \$1.1m in debts, together with a further \$1.58m in cash (before share issue transaction costs) raised by way of a private placement following the close of the financial year on 14 July 2021 (refer note 29).
- On 12 August 2021, the Company announced that it will make an offer under a Share Purchase Plan (SPP) to registered shareholders. Eligible shareholders have the right to apply for up to \$30,000 worth of new shares under the SPP to raise up to \$1,000,000 (before costs). The closing date of the SPP is 6 October 2021 (refer note 29).

Based on the above, the Directors are of the opinion that at the date of signature of the financial report there are reasonable and supportable grounds to believe that the consolidated entity will be able to meet its liabilities from its assets in the ordinary course of business, for a period of not less than 12 months from the date of this financial report and has accordingly prepared the financial report on a going concern basis.

Should the consolidated entity be unable to continue as a going concern, it may be required to realise its assets and liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amount and classification of liabilities that might be required should the consolidated entity not be able to continue as a going concern.

Basis of preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

Historical cost convention

The financial statements have been prepared under the historical cost convention, except for financial assets at fair value through other comprehensive income.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Note 1. Significant accounting policies (continued)

Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the Group only. Supplementary information about the parent entity is disclosed in note 26.

Principles of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of NewPeak Metals Limited ('Company' or 'parent entity') as at 30 June 2021 and the results of all subsidiaries for the year then ended. NewPeak Metals Limited and its subsidiaries together are referred to in these financial statements as the 'Group' or 'Consolidated entity'.

Subsidiaries are all those entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the Group are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group or Consolidated Entity.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Where the Group loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The Group recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

Foreign currency translation

The financial statements are presented in Australian dollars, which is NewPeak Metals Limited's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rates at the dates of the transactions, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

The foreign currency reserve is recognised in profit or loss when the foreign operation or net investment is disposed of.

Revenue recognition

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other income

Other income is recognised when it is received or when the right to receive payment is established.

Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

Note 1. Significant accounting policies (continued)

A liability is classified as current when: it is either expected to be settled in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

Associates

Associates are entities over which the Group has significant influence but not control or joint control. Investments in associates are accounted for using the equity method. Under the equity method, the share of the profits or losses of the associate is recognised in profit or loss and the share of the movements in equity is recognised in other comprehensive income. Investments in associates are carried in the statement of financial position at cost plus post-acquisition changes in the Group's share of net assets of the associate. Goodwill relating to the associate is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment. Dividends received or receivable from associates reduce the carrying amount of the investment.

When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

The Group discontinues the use of the equity method upon the loss of significant influence over the associate and recognises any retained investment at its fair value. Any difference between the associate's carrying amount, fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

Investments and other financial assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial assets at amortised cost

A financial asset is measured at amortised cost only if both of the following conditions are met: (i) it is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and (ii) the contractual terms of the financial asset represent contractual cash flows that are solely payments of principal and interest.

Impairment of financial assets

The Group recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Group's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Note 1. Significant accounting policies (continued)

Finance costs

Finance costs attributable to qualifying assets are capitalised as part of the asset. All other finance costs are expensed in the period in which they are incurred.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Group for the annual reporting period ended 30 June 2021. The impact of these new or amended Accounting Standards and Interpretations will not be material to the financial statements.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to its exploration and evaluation assets, other non-financial assets, and investments in an associate. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets within the next financial year are discussed below.

Key judgements – exploration & evaluation assets

The Group performs regular reviews on each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest. These reviews are based on detailed surveys and analysis of drilling results performed to reporting date.

The Directors have assessed that for the exploration and evaluation assets recognised at 30 June 2021, the facts and circumstances do not suggest that the carrying amount of an asset may exceed its recoverable amount. In considering this the Directors have had regard to the facts and circumstances that indicate a need for impairment as noted in Accounting Standard AASB 6 *Exploration for and Evaluation of Mineral Resources*.

Exploration and evaluation assets at 30 June 2021 were \$5,463,734 (2020: \$2,487,584). During the year, the Directors have assessed that costs totalling \$350,982 (2020: \$1,151,925) should not be carried forward in accordance with the accounting policy in note 11.

Key estimates – impairment of non-financial assets

The Group assesses impairment at each reporting date by evaluating conditions specific to the Group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Where applicable, value-in-use or fair value calculations performed in assessing recoverable amounts incorporate a number of key estimates. Refer to note 10 for details of estimates related to the impairment of the investment accounted for using the equity method.

Key judgements – Significant influence over Lakes Blue Energy NL

At 30 June 2021, the Group held 28.18% (2020: 29.73%) of the issued ordinary shares of Lakes Blue Energy NL and management considered whether the Group had control over Lakes Blue Energy NL and accordingly whether Lakes Blue Energy NL should be consolidated into the Group. Several factors including but not limited to the relative proportion of other large shareholders, composition of the Board and the ability to direct decisions arrived at during Board meetings were considered. Based on the factors considered, it was concluded that the Group does not control Lakes Blue Energy NL but rather has the ability to exert significant influence. Accordingly, the Group's investment in Lakes Blue Energy NL has been accounted for under the equity accounting method.

Note 3. Operating segments

Identification of reportable operating segments

The consolidated entity has identified its operating segments based on the internal reports that are reviewed and used by the parent entity's Board of Directors (chief operating decision-makers) in assessing performance and determining the allocation of resources. The consolidated entity is managed primarily on a geographic basis that is the location of the respective areas of interest (tenements) in Australia & New Zealand, the Americas, and Europe. Operating segments are determined on the basis of financial information reported to the Board which is at the consolidated entity level. The consolidated entity does not have any products/services it derives revenue from.

NewPeak Metals Limited operates predominantly in one business being in the mining industry, and three geographic locations, being Australia and New Zealand, the Americas and Europe. No sales revenue from this activity has been earned to date as NewPeak Metals Limited is still in the exploration and evaluation stage. All significant operating decisions are based upon analysis of the consolidated entity as one segment. The financial results from the segment are equivalent to the financial statements of the consolidated entity as a whole.

Intersegment receivables, payables and loans

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

Operating segment information

	Australia and New Zealand \$	Americas \$	Europe \$	Eliminations*	Total \$
Consolidated - 2021					
Operating result	(1,514,094)	(50,049)	(374,018)	-	(1,938,161)
Loss before income tax expense					(1,938,161)
Income tax expense					-
Loss after income tax expense					(1,938,161)
Assets					
Segment assets	18,130,638	2,520,154	721,382	(15,136,263)	6,235,911
Total assets					6,235,911
<i>Total assets includes:</i>					
Acquisition of non-current assets	863,414	1,574,693	971,408	-	3,409,515
Liabilities					
Segment liabilities	5,775,322	7,154,180	2,981,831	(15,136,263)	775,070
Total liabilities					775,070

* These eliminations relate to intercompany loans.

	Australia \$	Americas \$	Europe \$	Eliminations*	Total \$
Consolidated - 2020					
Operating result	(8,684,447)	(1,262,883)	-	-	(9,947,330)
Loss before income tax expense					(9,947,330)
Income tax expense					(40,432)
Loss after income tax expense					(9,987,762)
Assets					
Segment assets	11,724,879	1,560,832	-	(10,074,081)	3,211,630
Total assets					3,211,630
<i>Total assets includes:</i>					
Acquisition of non-current assets	-	1,225,290	-	-	1,225,290
Liabilities					
Segment liabilities	4,613,153	6,525,464	-	(10,074,081)	1,064,536
Total liabilities					1,064,536

* These eliminations relate to intercompany loans.

Note 4. Other income

	Consolidated	
	2021	2020
	\$	\$
Net foreign exchange gain	30,008	-
Gain on fair value adjustment of convertible notes	-	242,667
Gain on equity settlement of financial liabilities	-	178,187
	<u>30,008</u>	<u>420,854</u>
Other income	<u>30,008</u>	<u>420,854</u>

Note 5. Expenses

	Consolidated	
	2021	2020
	\$	\$
Loss before income tax includes the following specific expenses:		
<i>Finance costs</i>		
Interest and finance charges paid/payable on borrowings	<u>88,726</u>	<u>67,641</u>
<i>Superannuation expense</i>		
Defined contribution superannuation expense	<u>5,321</u>	<u>-</u>

Note 6. Income tax

	Consolidated	
	2021	2020
	\$	\$
<i>Income tax expense</i>		
Deferred tax	<u>-</u>	<u>40,432</u>
Aggregate income tax expense	<u>-</u>	<u>40,432</u>
<i>Numerical reconciliation of income tax expense and tax at the statutory rate</i>		
Loss before income tax expense	<u>(1,938,161)</u>	<u>(9,947,330)</u>
Tax at the statutory tax rate of 26% (2020: 30%)	(503,922)	(2,984,199)
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Other	<u>8,116</u>	<u>6,872</u>
Current year tax losses not recognised	(495,806)	(2,977,327)
Derecognition of temporary differences	466,269	2,424,458
Impact of tax rate change	17,031	593,301
	<u>12,506</u>	<u>-</u>
Income tax expense	<u>-</u>	<u>40,432</u>

Note 6. Income tax (continued)

Deferred tax

30 June 2021

Recognised deferred tax assets

	Opening balance \$	Net charged to profit or loss \$	Net charged to equity \$	Closing balance \$
Unused tax losses	56,000	(29,537)	-	26,463
Recognised deferred tax liabilities				
Assessable temporary differences	(56,000)	29,537	-	(26,463)
Net deferred tax recognised	-	-	-	-

30 June 2020

Recognised deferred tax assets

Unused tax losses	1,785,724	(1,785,724)	-	-
Deductible temporary differences	89,400	(33,400)	-	56,000
	1,875,124	(1,819,124)	-	56,000
<i>Recognised deferred tax liabilities</i>				
Assessable temporary differences	-	(56,000)	-	(56,000)
Exploration and evaluation assets	371,522	(371,522)	-	-
Investment in associates	(2,246,646)	2,246,646	-	-
	(1,875,124)	1,819,124	-	(56,000)
Net deferred tax recognised	-	-	-	-

The following is the potential benefit of the unrecognised deferred tax assets:

	Consolidated	
	2021	2020
	\$	\$
Unrecognised tax losses	19,453,156	14,930,317
Unrecognised temporary differences	2,243,173	2,177,670
Unrecognised capital losses	85,438	85,438
	21,781,767	17,193,425
Potential tax benefit @ 25% (2020: 30%)	5,445,442	5,158,028

Accounting policy for income tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to be applied when the assets are recovered or liabilities are settled, based on those tax rates that are enacted or substantively enacted, except for:

- When the deferred income tax asset or liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting nor taxable profits; or
- When the taxable temporary difference is associated with interests in subsidiaries, associates or joint ventures, and the timing of the reversal can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Note 6. Income tax (continued)

The carrying amount of recognised and unrecognised deferred tax assets are reviewed at each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority on either the same taxable entity or different taxable entities which intend to settle simultaneously.

Note 7. Cash and cash equivalents

	Consolidated	
	2021	2020
	\$	\$
<i>Current assets</i>		
Cash at bank	566,453	635,941

Accounting policy for cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Note 8. Other receivables

	Consolidated	
	2021	2020
	\$	\$
<i>Current assets</i>		
Other receivables	21,198	5,811
Prepayments	29,000	-
GST receivable	57,583	39,431
	107,781	45,242

Accounting policy for other receivables

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Note 9. Other non-current assets

	Consolidated	
	2021	2020
	\$	\$
<i>Non-current assets</i>		
Security deposits	51,128	42,863

Note 10. Investments accounted for using the equity method

	Consolidated	
	2021	2020
	\$	\$
<i>Non-current assets</i>		
Investment in Lakes Blue Energy NL (formerly Lakes Oil NL)	7,390,480	7,390,480
Less: provision for impairment	(7,390,480)	(7,390,480)
	-	-

Reconciliation

Reconciliation of the carrying amounts at the beginning and end of the current and previous financial year are set out below:

Opening carrying amount	-	7,590,480
Disposals	-	(200,000)
Impairment of assets	-	(7,390,480)
Closing carrying amount	-	-

Interests in associates

Interests in associates are accounted for using the equity method of accounting. Information relating to associates that are material to the Group are set out below:

Name	Principal place of business / Country of incorporation	Ownership interest	
		2021	2020
		%	%
Lakes Blue Energy NL	Australia	28.18%	29.73%

Fair value of investment

Due to the imposed and continued suspension from official quotation of Lakes Blue Energy NL from the Australian Securities Exchange (ASX) and therefore being no active market for the securities of Lakes Blue Energy NL, the Group is unable to use the quoted market price as the level 1 fair value hierarchy. Management have determined the value in use of the investment using estimates of its share of the present value of the estimated future cash flows expected to be generated by Lakes Blue Energy NL and the present value of the estimated future cash flows expected to arise from dividends to be received from the investment and from its ultimate disposal. Both methods give the same result and the Group has recognised a provision for impairment for the full carrying value of its investment.

Summarised financial information

Summarised financial information has not been disclosed for the financial year ended 30 June 2021 as there is no publicly available information.

Note 10. Investments accounted for using the equity method (continued)

	2020
	\$
<i>Summarised statement of financial position</i>	
Current assets	1,118,100
Non-current assets	23,714,897
Total assets	24,832,997
Current liabilities	4,082,268
Non-current liabilities	4,382,432
Total liabilities	8,464,700
Net assets	16,368,297
<i>Summarised statement of profit or loss and other comprehensive income</i>	
Interest and other income	1,741,053
Expenses	(2,365,706)
Loss before income tax	(624,653)
Other comprehensive income	-
Total comprehensive income	(624,653)

Note 11. Exploration and evaluation

	Consolidated	
	2021	2020
	\$	\$
<i>Non-current assets</i>		
Exploration and evaluation assets - at cost	5,463,734	2,487,584

Reconciliations

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

Consolidated	\$
Balance at 1 July 2019	3,408,583
Additions	1,225,290
Exchange differences	(994,364)
Write off of assets	(1,151,925)
Balance at 30 June 2020	2,487,584
Additions	3,334,515
Asset acquisitions - Las Opeñas Gold Project	75,000
Exchange differences	(82,383)
Write off of assets	(350,982)
Balance at 30 June 2021	5,463,734

Note 11. Exploration and evaluation (continued)

Accounting policy for exploration and evaluation assets

Exploration and evaluation expenditure in relation to separate areas of interest for which rights of tenure are current is carried forward as an asset in the statement of financial position where it is expected that the expenditure will be recovered through the successful development and exploitation of an area of interest, or by its sale; or exploration activities are continuing in an area and activities have not reached a stage which permits a reasonable estimate of the existence or otherwise of economically recoverable reserves. Where a project or an area of interest has been abandoned, the expenditure incurred thereon is written off in the year in which the decision is made.

A regular review has been undertaken on each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

A provision is raised against exploration and evaluation expenditure where the Directors are of the opinion that the carried forward net cost may not be recoverable or the right of tenure in the area lapses. The increase in the provision is charged against the results for the year. Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

Costs of site restoration are provided over the life of the area from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structure, waste removal, and rehabilitation of the site in accordance with clauses of mining permits. Such costs have been determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Note 12. Trade and other payables

	Consolidated	
	2021	2020
	\$	\$
<i>Current liabilities</i>		
Trade payables	585,535	675,872
Accrued expenses	103,756	204,359
	<u>689,291</u>	<u>880,231</u>

Refer to note 19 for further information on financial instruments.

Accounting policy for trade and other payables

These amounts represent liabilities for goods and services provided to the consolidated entity prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 - 60 days of recognition.

Note 13. Borrowings

	Consolidated	
	2021	2020
	\$	\$
<i>Current liabilities</i>		
Unsecured:		
Short term loans	<u>77,994</u>	<u>182,374</u>

Note 13. Borrowings (continued)

Movements in the carrying value of borrowings

	Consolidated	
	2021 \$	2020 \$
Opening balance	182,374	560,000
Additions	-	282,374
Repayments during the year	(100,000)	(100,000)
Gain on fair value adjustment	-	(242,667)
Loss on equity settled liabilities	-	56,000
Reclassification to equity on modification	-	(373,333)
Accrued interest	20,360	-
Foreign exchange gain	(24,740)	-
Closing balance	<u>77,994</u>	<u>182,374</u>

Accounting policy for borrowings

Loans and borrowings are initially recognised at fair value, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method. Interest is payable at the rate of 9% per annum on the loan provided.

Note 14. Employee benefits

	Consolidated	
	2021 \$	2020 \$
<i>Current liabilities</i>		
Annual leave	3,404	-
Long service leave	2,450	-
	<u>5,854</u>	<u>-</u>

Accounting policy for employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Note 15. Issued capital

	Consolidated			
	2021 Shares	2020 Shares	2021 \$	2020 \$
Ordinary shares - fully paid	<u>5,704,161,298</u>	<u>2,944,062,950</u>	<u>36,296,146</u>	<u>30,986,595</u>

Note 15. Issued capital (continued)

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 July 2019	1,976,086,621		30,233,699
Debt conversion (c)	3 July 2019	48,534,950	\$0.0040	194,139
Entitlement offer (d)	16 September 2019	253,718,612	\$0.0040	1,014,874
Entitlement offer (d)	2 October 2019	10,000,000	\$0.0040	40,000
Entitlement offer (d)	9 October 2019	5,000,000	\$0.0040	20,000
Options	9 October 2019	1,104,167	\$0.0050	5,522
Options	29 November 2019	4,731,945	\$0.0050	23,660
Entitlement offer (d)	9 December 2019	25,000,000	\$0.0040	100,000
Debt conversion (c)	9 December 2019	43,750,000	\$0.0030	131,250
Debt conversion (c)	3 February 2020	96,469,987	\$0.0031	299,057
Acquisition of Las Opeñas Gold Project	29 April 2020	20,000,000	\$0.0020	40,000
Debt conversion (c)	19 May 2020	9,666,668	\$0.0030	29,000
Private placement (e)	22 June 2020	450,000,000	\$0.0015	675,000
Share issue costs		-	\$0.0000	(1,819,606)
Balance	30 June 2020	2,944,062,950		30,986,595
Share purchase plan (a)	21 July 2020	1,021,333,365	\$0.0015	1,532,000
Debt conversion (c)	24 July 2020	59,940,200	\$0.0020	119,880
Debt conversion (c)	24 July 2020	531,928	\$0.0020	1,064
Debt conversion (c)	24 July 2020	10,500,001	\$0.0020	21,000
Share placement (b)	9 September 2020	196,000,000	\$0.0018	343,000
Debt conversion (c)	22 September 2020	80,000,000	\$0.0030	240,000
Debt conversion (c)	22 September 2020	3,386,643	\$0.0030	10,160
Debt conversion (c)	2 October 2020	49,407,422	\$0.0030	148,222
Share placement (b)	10 November 2020	300,000,000	\$0.0030	900,000
Debt conversion (c)	13 November 2020	3,000,000	\$0.0030	9,000
Debt conversion (c)	4 February 2021	124,308,427	\$0.0030	372,925
Shares issued to acquire exploration permits (note 27)	23 February 2021	78,507,056	\$0.0031	240,232
Shares issued to acquire exploration permits (note 27)	1 March 2021	3,183,306	\$0.0031	9,741
Share placement (b)	2 March 2021	800,000,000	\$0.0020	1,600,000
Acquisition of Las Opeñas Gold Project (note 11)	3 June 2021	30,000,000	\$0.0025	75,000
Share issue costs		-	\$0.0000	(312,673)
Balance	30 June 2021	<u>5,704,161,298</u>		<u>36,296,146</u>

Ordinary shares

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

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

(a) Share purchase plan

2021

A total of 1,021,333,365 \$0.0015 ordinary shares were issued under a Share Purchase Plan (SPP) that raised a total of \$1,532,000 representing \$1,277,000 in cash and \$255,000 in debt converted. These debts all related to conversions by Directors and senior executives of accrued remuneration, services and expenses.

Note 15. Issued capital (continued)

(b) Share placements

2021

On 9 September 2020, the company placed 196,000,000 ordinary shares at \$0.00175 per share with qualified institutional and sophisticated investors and raised \$343,000 before costs.

On 10 November 2020, the company placed 300,000,000 ordinary shares at \$0.003 per share with qualified institutional and sophisticated investors and raised \$900,000 before costs.

On 2 March 2021, the company placed 800,000,000 ordinary shares at \$0.002 per share with qualified institutional and sophisticated investors and raised \$1,600,000 before costs.

(c) Debt conversion

The fair value of the shares issued to settle outstanding debts is based on the market value of the shares at the date of issue.

2021

24 July 2020

- 59,940,200 \$0.002 ordinary shares issued on conversion of outstanding wages and supplier payments, and shares issued to SPP advisor
- 531,928 \$0.002 ordinary shares issued on conversion of outstanding supplier payments for professional services
- 10,500,001 \$0.002 ordinary shares issued on conversion of outstanding supplier payments for professional services

22 September 2020

- 80,000,000 \$0.003 ordinary shares issued to satisfy \$240,000 of debt owed to DGR Global Ltd
- 3,386,643 \$0.003 ordinary shares issued to pay for professional/legal services rendered

2 October 2020

- 49,407,422 \$0.003 ordinary shares issued for services rendered for commercial managerial and project management related services

13 November 2020

- 3,000,000 \$0.003 ordinary shares issued as partial consideration for the management of the company's share placement

4 February 2021

- 65,115,837 \$0.003 ordinary shares issued to satisfy \$195,347 of debt owed to DGR Global Ltd
- 59,192,590 \$0.003 ordinary shares issued to satisfy \$177,578 of debt owed to a company director - David Mason

2020

3 July 2019

- 28,380,328 \$0.004 ordinary shares were issued as partial satisfaction of outstanding Director fees under the Director Fee plan
- 20,154,622 \$0.004 ordinary shares were issued as partial satisfaction of Company Secretarial fees and Executive consulting fees.

9 December 2019

- 25,000,000 \$0.003 ordinary shares were issued as partial satisfaction of outstanding Director fees under the Director Fee plan
- 18,750,000 \$0.003 ordinary shares were issued as partial satisfaction of Executive consulting fees.

3 February 2020

- 32,258,065 shares were issued as satisfaction of loan outstanding to Neil Stuart
- 7,763,145 shares were issued as partial satisfaction of outstanding interest on the convertible notes of NS,
- 24,190,716 shares were issued for the payment of outstanding invoices (Red Cloud & TP Excarb SA)
- 16,129,032 shares were issued as partial satisfaction of outstanding Director fees under the Director Fee plan
- 16,129,032 were issued as partial satisfaction of Executive consulting fees

19 May 2020

- 9,666,668 \$0.003 ordinary shares were issued for the payment of technical consulting and geological evaluation services of Chris Dredge & Greg King rendered in Argentina.

Note 15. Issued capital (continued)

(d) Entitlement offer

2020

On 16 September 2019, 201,794,446 \$0.004 ordinary shares were issued pursuant to a non-renounceable entitlement offer and 51,924,166 \$0.004 ordinary shares were issued pursuant to the placement of Shortfall from the non-renounceable entitlement offer.

On 2 October 2019, 10,000,000 \$0.004 ordinary shares were issued pursuant to the placement of Shortfall from the non-renounceable entitlement offer.

On 9 October 2019, 5,000,000 \$0.004 ordinary shares were issued pursuant to the placement of shortfall from the non-renounceable entitlement offer.

On 9 December 2019, 25,000,000 \$0.004 ordinary shares were issued pursuant to the placement of shortfall from the non-renounceable entitlement offer.

(e) Private placement

2020

On 22 June 2020, 450,000,000 \$0.0015 ordinary shares were issued for cash pursuant to a private placement.

Share buy-back

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

Capital risk management

When managing capital, management's objective is to ensure the entity continues as a going concern as well as to maintain optimal returns to shareholders and benefits for other stakeholders. Management also aims to maintain a capital structure to ensure the lowest costs of capital available to the consolidated entity.

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

The consolidated entity is not exposed to externally imposed capital requirements.

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

The capital risk management policy remains unchanged from the 2020 Annual Report.

Accounting policy for issued capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Note 16. Other equity

	Consolidated	
	2021	2020
	\$	\$
Convertible notes	<u>373,333</u>	<u>373,333</u>

On 23 June 2020, the Company renegotiated the terms of a Convertible Loan Agreement such that the repayment date was extended to 1 May 2021 and was repayable at the Company's election in cash or shares (via a fixed conversion price of \$0.003 per share) or a mixture of both. As the obligation to issue shares was now fixed if the loan is converted into shares on maturity, the Convertible Loan was reclassified to equity in accordance with AASB 132 *Financial Instruments: Presentation*. A further extension of the notes was renegotiated to 1 May 2022.

Note 17. Reserves

	Consolidated	
	2021	2020
	\$	\$
Financial assets at fair value through other comprehensive income reserve	(264,905)	(264,905)
Foreign currency reserve	(2,506,888)	(2,449,245)
Share-based payments reserve	1,532,309	1,532,309
	<u>(1,239,484)</u>	<u>(1,181,841)</u>

Financial assets at fair value through other comprehensive income reserve

The reserve is used to recognise increments and decrements in the fair value of financial assets at fair value through other comprehensive income.

Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

Share-based payments reserve

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

Movements in reserves

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

Consolidated	Financial assets at fair value \$	Foreign currency reserve \$	Share-based payment reserve \$	Total \$
Balance at 1 July 2019	(249,417)	(1,369,970)	1,473,434	(145,953)
Revaluation - gross	(15,488)	-	-	(15,488)
Foreign currency translation	-	(1,079,275)	-	(1,079,275)
Share-based payments	-	-	58,875	58,875
Balance at 30 June 2020	(264,905)	(2,449,245)	1,532,309	(1,181,841)
Foreign currency translation	-	(57,643)	-	(57,643)
Balance at 30 June 2021	<u>(264,905)</u>	<u>(2,506,888)</u>	<u>1,532,309</u>	<u>(1,239,484)</u>

Note 18. Dividends

There were no dividends paid, recommended or declared during the current or previous financial year. There are no franking credits available to shareholders of the company (2020: none).

Note 19. Financial instruments

Financial risk management objectives

In common with all other businesses, the Group is exposed to risks that arise from its use of financial instruments. This note describes the Group's objectives, policies and processes for managing those risks and the methods used to measure them. Further quantitative information in respect of these risks is presented throughout these financial statements.

There have been no substantive changes in the Group's exposure to financial instrument risks, its objectives, policies and processes for managing those risks or the methods used to measure them from previous years unless otherwise stated in this note.

The Group's financial instruments consist mainly of deposits with banks, receivables, security deposits, borrowings and payables.

Note 19. Financial instruments (continued)

The Board has overall responsibility for the determination of the Group's risk management objectives and policies and, whilst retaining ultimate responsibility for them, it has delegated the authority for designing and operating processes that ensure the effective implementation of the objectives and policies to the Group's finance function. The Group's risk management policies and objectives are therefore designed to minimise the potential impacts of these risks on the results of the Group where such impacts may be material.

The overall objective of the Board is to set policies that seek to reduce risk as far as possible without unduly affecting the Group's competitiveness and flexibility. Further details regarding these policies are set out below.

Market risk

Foreign currency risk

The Group is not exposed to any significant foreign currency risk.

Price risk

The Group is not exposed to any significant price risk.

Interest rate risk

The Group is not exposed to any significant interest rate risk.

Credit risk

Credit risk is the risk that the other party to a financial instrument will fail to discharge their obligation resulting in the Group incurring a financial loss. This usually occurs when debtors fail to settle their obligations owing to the Group. The Group's objective is to minimise the risk of loss from credit risk exposure.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at reporting date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements.

Credit risk is reviewed regularly by the Board. It arises from exposure to receivables as well as through deposits with financial institutions.

The Group does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Group and at balance date.

The Group's cash at bank is held between Macquarie Bank Limited (credit rating: BBB) and Westpac Banking Corporation Limited (credit rating: AA-).

Liquidity risk

Liquidity risk is the risk that the Group may encounter difficulties raising funds to meet financial obligations as they fall due. The objective of managing liquidity risk is to ensure, as far as possible, that the Group will always have sufficient liquidity to meet its liabilities when they fall due, under both normal and stressed conditions.

Liquidity risk is reviewed regularly by the Board.

The Group manages liquidity risk by monitoring forecast cash flows and liquidity ratios such as working capital. The Group did not have any financing facilities available at reporting date.

Note 19. Financial instruments (continued)

Remaining contractual maturities

The following tables detail the Group's remaining contractual maturity for its financial instrument liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the financial liabilities are required to be paid. The tables include both interest and principal cash flows disclosed as remaining contractual maturities and therefore these totals may differ from their carrying amount in the statement of financial position.

	< 6 months \$	6 - 12 months \$	1 - 5 years \$	> 5 years \$	Remaining contractual maturities \$
Consolidated - 2021					
Non-derivatives					
<i>Non-interest bearing</i>					
Trade and other payables	689,291	-	-	-	689,291
<i>Interest-bearing - fixed rate</i>					
Borrowings	-	85,310	-	-	85,310
Total non-derivatives	689,291	85,310	-	-	774,601
	< 6 months \$	6 - 12 months \$	1 - 5 years \$	> 5 years \$	Remaining contractual maturities \$
Consolidated - 2020					
Non-derivatives					
<i>Non-interest bearing</i>					
Trade and other payables	880,231	-	-	-	880,231
<i>Interest-bearing - fixed rate</i>					
Borrowings	-	195,661	-	-	195,661
Total non-derivatives	880,231	195,661	-	-	1,075,892

The cash flows in the maturity analysis above are not expected to occur significantly earlier than contractually disclosed above.

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value.

Note 20. Key management personnel disclosures

Compensation

The aggregate compensation made to directors and other members of key management personnel of the Group is set out below:

	Consolidated	
	2021	2020
	\$	\$
Short-term employee benefits	728,331	715,825
Post-employment benefits	13,965	-
Share-based payments	-	39,966
	<u>742,296</u>	<u>755,791</u>

Note 21. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by BDO Audit Pty Limited, the auditor of the Company:

	Consolidated	
	2021	2020
	\$	\$
<i>Audit services - BDO Audit Pty Limited</i>		
Audit or review of the financial statements	55,781	52,505

Note 22. Contingent assets

There are no contingent assets at 30 June 2021 and 30 June 2020.

Note 23. Contingent liabilities

As consideration for the acquisition of Kultatie Holding Oy and Kultatie Oy (note 27), NewPeak Metals Limited (NewPeak) has agreed to pay a milestone payment of \$1,500,000 in cash upon NewPeak delivering a JORC Indicated category resource of a minimum of 500,000 ounces of gold equivalent.

Other than this, there are no other contingent liabilities at 30 June 2021 and 2020.

Note 24. Commitments

	Consolidated	
	2021	2020
	\$	\$
<i>Future Exploration Commitments</i>		
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	2,248,174	497,966
One to five years	4,082,830	1,138,208
	6,331,004	1,636,174

The Group has certain obligations to expend minimum amounts on exploration in tenement areas. These obligations may be varied from time to time and are expected to be fulfilled in the normal course of operations of the Group.

To keep tenements in good standing, work programs should meet certain minimum expenditure requirements. If the minimum expenditure requirements are not met, the Group has the option to negotiate new terms or relinquish the tenements. The Group also has the ability to meet expenditure requirements by joint venture or farm-in agreements.

Note 25. Related party transactions

Parent entity

NewPeak Metals Limited is the parent entity.

Subsidiaries

Interests in subsidiaries are set out in note 28.

Associates

Interests in associates are set out in note 10.

Key management personnel

Disclosures relating to key management personnel are set out in note 20 and the remuneration report included in the directors' report.

Note 25. Related party transactions (continued)

Transactions with related parties

The following transactions occurred with related parties:

	Consolidated	
	2021	2020
	\$	\$
Payment for goods and services:		
Payments for services - DGR Global Ltd (a)	300,000	300,000
Payment for services - Hopgood Ganim (b)	36,762	66,953
Payment for other expenses:		
Interest paid/payable to a director (c)	20,360	-
<p>(a) The Group has a commercial arrangement with DGR Global Limited (common Directors include Nicholas Mather and Brian Moller) for the provision of various services, whereby DGR Global provides resources and services including the provision of its administration staff, its premises (for the purposes of conducting the Company's business operations), use of existing office furniture, equipment and stationery, together with general telephone, IT infrastructure, reception and other office facilities (Services). In consideration for the provision of the Services, the Group pays DGR Global a monthly administration fee.</p> <p>(b) Mr Brian Moller (a Director), is a partner in the Australian firm HopgoodGanim lawyers. HopgoodGanim provides legal services to the Group and the fees are based on normal commercial terms and conditions.</p> <p>(c) Mr David Mason (a Director) has provided an unsecured loan to the company amounting to \$182,374 during the year ended 30 June 2020. Interest is payable at the rate of 9% per annum on the loan provided. Mr Mason agreed for the loan and accrued interest to be repaid as such time the Company has sufficient working capital. \$100,000 was repaid during the year ended 30 June 2021.</p>		

Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	Consolidated	
	2021	2020
	\$	\$
Current payables:		
Trade payables - DGR Global Ltd	151,414	239,960
Trade payables - Hopgood Ganim	9,775	55,310

The outstanding balances at each relevant period end are unsecured, interest free and settlement occurs in cash.

Loans to/from related parties

The following balances are outstanding at the reporting date in relation to loans with related parties:

	Consolidated	
	2021	2020
	\$	\$
Current borrowings:		
Loan from director (note 13)	77,994	182,374

Note 26. Parent entity information

Set out below is the supplementary information about the parent entity.

Statement of profit or loss and other comprehensive income

	Parent	
	2021	2020
	\$	\$
Loss after income tax	(1,560,611)	(7,953,385)
Total comprehensive income	(1,560,611)	(7,968,873)

Statement of financial position

	Parent	
	2021	2020
	\$	\$
Total current assets	390,970	620,783
Total assets	6,546,242	3,150,752
Total current liabilities	648,278	1,001,728
Total liabilities	650,208	1,003,658
Net assets	5,896,034	2,147,094
Equity		
Issued capital	36,296,146	30,986,595
Other equity	373,333	373,333
Financial assets at fair value through other comprehensive income reserve	(264,905)	(264,905)
Share-based payments reserve	1,532,309	1,532,309
Accumulated losses	(32,040,849)	(30,480,238)
Total equity	5,896,034	2,147,094

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries

The parent entity had no guarantees in relation to the debts of its subsidiaries as at 30 June 2021 and 30 June 2020.

Contingent liabilities

The parent entity had no contingent liabilities as at 30 June 2021 and 30 June 2020

Capital commitments - Property, plant and equipment

The parent entity had no capital commitments for property, plant and equipment as at 30 June 2021 and 30 June 2020.

Significant accounting policies

The accounting policies of the parent entity are consistent with those of the Group, as disclosed in note 1, except for the following:

- Investments in subsidiaries are accounted for at cost, less any impairment, in the parent entity.
- Investments in associates are accounted for at cost, less any impairment, in the parent entity.
- Dividends received from subsidiaries are recognised as other income by the parent entity and its receipt may be an indicator of an impairment of the investment.

Note 27. Asset acquisitions

On 19 February 2021, NewPeak finalised the terms and conditions for the acquisition of Exploration Permits in Southern Finland from Sunstone Metals Limited (Sunstone) (ASX:STM). Under the Agreement for Sale of Shares, NewPeak acquired 100% of the shares in Kultatie Holding Oy which owns 100% of the rights to the Palikkala and Luutasuo exploration permits and 83% of the shares in Kultatie Oy. Kultatie Oy owns 100% of the rights to the Somero and Peramaki exploration permits. The other 17% of Kultatie Oy is owned by Nortec Minerals Corp. a Canadian company listed on the TSX Venture Exchange.

As consideration for the acquisition, NewPeak agreed to pay:

- (1) \$75,000 cash to Sunstone on completion;
- (2) \$250,000 of NewPeak shares at a 30-day VWAP calculated at completion;
- (3) A Milestone payment of \$1,500,000 in cash upon NewPeak delivering a JORC Indicated category resource of a minimum of 500,000 ounces gold equivalent; and
- (4) Replacement of the existing environmental bond of €13,000 associated with the approved permits.

NewPeak paid the cash consideration of \$75,000 on completion and issued a total of 81,690,362 ordinary shares to Sunstone in February 2021 and March 2021.

With reference to AASB 3 *Business combinations*, it has been determined that the acquisition of Kultatie Holding Oy and Kultatie Oy is not a business combination and has been accounted for as an asset acquisition. The cost of the acquisition, including the consideration paid, transaction costs, and liabilities assumed, has been allocated across the relative fair value of the assets acquired.

Note 28. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1:

Name	Principal place of business / Country of incorporation	Ownership interest	
		2021 %	2020 %
Excarb Pty Ltd	Australia	100%	100%
Dark Horse Energy Holdings Pty Ltd	Australia	100%	100%
Dark Horse Lithium Holdings Pty Ltd	Australia	100%	100%
Excarb S.A.	Argentina	100%	100%
NewPeak NZ Ltd	New Zealand	100%	-
NewPeak Finland Ltd	Finland	100%	-
Kultatie Holding Oy	Finland	100%	-
Kultatie Oy	Finland	83%	-
NewPeak Sweden Ltd	Sweden	100%	-
Jasperoid Pty Ltd (deregistered 9 May 2021)	Australia	-	100%

Unless otherwise stated, the subsidiaries have share capital consisting solely of ordinary shares that are held directly by the consolidated entity, and the proportion of ownership interests is equal to the proportion of voting rights held by the consolidated entity.

Note 29. Events after the reporting period

(a) Private placement

On 14 July 2021, the Company announced that it had entered into binding arrangements with a number of sophisticated and professional investors to raise \$1,625,000 by way of a private placement. The placement was undertaken at \$0.0015 per share with one attaching free option for each two shares subscribed, exercisable at \$0.004 each over a 24-month period. On 19 July 2021, 1,083,333,335 fully ordinary shares were issued comprising 28,166,667 fully paid ordinary shares issued as partial consideration for previous services provided to the Company and the remaining 1,055,166,668 fully paid ordinary shares issued for a cash consideration.

Note 29. Events after the reporting period (continued)

(b) Share purchase plan

On 12 August 2021, the Company announced that it will make an offer under a Share Purchase Plan (SPP) to registered shareholders. Eligible shareholders have the right to apply for up to \$30,000 worth of new shares under the SPP to raise up to \$1,000,000 (before costs). Eligible shareholders can apply for new shares under the SPP at an issue price of \$0.0015 each.

On 6 September 2021, the Company announced the extension to the closing date of the SPP to 6 October 2021.

(c) Other share issues

On 18 August 2021, 26,461,850 fully paid ordinary shares were issued as consideration for technical services provided to the Company.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Note 30. Cash flow information

Reconciliation of loss after income tax to net cash used in operating activities

	Consolidated	
	2021	2020
	\$	\$
Loss after income tax expense for the year	(1,938,161)	(9,987,762)
Adjustments for:		
Depreciation	5,356	-
Impairment of investments	-	7,390,480
Share-based payments	-	58,875
Write off of exploration expenditure	350,982	1,151,925
Fair value movement on convertible notes	-	(242,667)
Income tax expense	-	40,432
Gain on equity settled liabilities	-	(178,187)
Shares issued in settlement of liabilities	1,132,276	-
Finance costs - non-cash	20,360	-
Change in operating assets and liabilities:		
Increase in other receivables	(62,539)	-
Increase/(decrease) in trade and other payables	(190,940)	1,371,688
Increase in employee benefits	5,854	-
Net cash used in operating activities	<u>(676,812)</u>	<u>(395,216)</u>

Non-cash investing and financing activities

	Consolidated	
	2021	2020
	\$	\$
Shares issued in settlement of liabilities	1,132,276	1,259,559
Shares issued to acquire Las Opeñas Gold Project	75,000	40,000
Shares issued to acquire Kultatie Holding Oy and Kultatie Oy	249,973	-
Shares issued for share issue costs	312,673	-
	<u>1,769,922</u>	<u>1,299,559</u>

Note 30. Cash flow information (continued)

Changes in liabilities arising from financing activities

Consolidated	Convertible notes \$	Short term loans \$	Total \$
Balance at 1 July 2019	560,000	-	560,000
Net cash from financing activities	-	282,374	282,374
Repayments settled by issue of shares	-	(100,000)	(100,000)
Fair value movement of convertible notes	(242,667)	-	(242,667)
Loss on equity settled liabilities	56,000	-	56,000
Reclassification to equity due to modification of convertible notes	(373,333)	-	(373,333)
Balance at 30 June 2020	-	182,374	182,374
Net cash used in financing activities	-	(100,000)	(100,000)
Interest accrued	-	20,360	20,360
Exchange differences	-	(24,740)	(24,740)
Balance at 30 June 2021	-	77,994	77,994

Note 31. Earnings per share

	Consolidated	
	2021	2020
	\$	\$
Loss after income tax attributable to the owners of NewPeak Metals Limited	(1,938,161)	(9,987,762)
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	4,772,589,219	2,331,148,573
Weighted average number of ordinary shares used in calculating diluted earnings per share	4,772,589,219	2,331,148,573
	Cents	Cents
Basic earnings per share	(0.04)	(0.43)
Diluted earnings per share	(0.04)	(0.43)

Subsequent to the end of the financial year, the company announced that it had issued 1,083,333,335 ordinary shares pursuant to a private placement and had issued 26,461,850 fully paid ordinary shares as consideration for technical services provided to the Company (refer note 29). These share issues would have changed significantly the number of ordinary shares outstanding at 30 June 2021 if these transactions had occurred before the end of the reporting period. The issue of shares has not been retrospectively adjusted in the calculation of earnings per share.

Accounting policy for earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the owners of NewPeak Metals Limited, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

Note 32. Share-based payments

(a) Recognised share-based payments

The amount recognised for share-based payments during the year is shown in the table below:

	Consolidated	
	2021	2020
	\$	\$
Expense arising from equity settled share-based payment transactions included in share based payments expense	-	58,875

(b) Types of share-based payment plans

Director & Employee share option plan (ESOP)

Share options are granted to employees and Directors. The employee and Director share option plan is designed to align participants' interests with those of shareholders by increasing the value of the Company's shares. There are generally no vesting conditions attached to the options granted under the ESOP.

When a participant ceases employment or Directorship prior to the vesting of their share options, the share options are forfeited after 90 days unless cessation of employment or Directorship is due to termination for cause or death, whereupon they are forfeited immediately. The Company prohibits KMP from entering into arrangements to protect the value of unvested ESOP awards.

The contractual life of each option granted may be up to three (3) years. There are no cash settlement alternatives. Each option can be exercised from vesting date to expiry date for one share with the exercise price payable in cash.

(c) Summaries of options granted

The following table illustrates the number (no.) and weighted average exercise prices (WAEP) of, and movements in, share based payment share options granted during the year:

	Number of options 2021	Weighted average exercise price 2021	Number of options 2020	Weighted average exercise price 2020
Outstanding at the beginning of the financial year	45,000,000	\$0.0120	54,750,000	\$0.0220
Granted	-	\$0.0000	45,000,000	\$0.0120
Forfeited	-	\$0.0000	-	\$0.0000
Exercised	-	\$0.0000	-	\$0.0000
Expired	(45,000,000)	\$0.0120	(54,750,000)	\$0.0220
Outstanding at the end of the financial year	-	\$0.0000	45,000,000	\$0.0120
Exercisable at the end of the financial year	-	\$0.0000	45,000,000	\$0.0120

There were no options outstanding at 30 June 2021. At 30 June 2020 there were 45,000,000 options outstanding that had a weighted average exercise price of \$0.012 and a weighted average remaining life of 0.93 years.

(d) Summary of performance shares granted

There were no performance shares issued during the year (2020: nil).

Accounting policy for share-based payments

Equity-settled and cash-settled share-based compensation benefits are provided to employees.

Equity-settled transactions are awards of shares, or options over shares, that are provided to employees in exchange for the rendering of services. Cash-settled transactions are awards of cash for the exchange of services, where the amount of cash is determined by reference to the share price.

Note 32. Share-based payments (continued)

The cost of equity-settled transactions are measured at fair value on grant date. Fair value is independently determined using either the Binomial or Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the Group receives the services that entitle the employees to receive payment. No account is taken of any other vesting conditions.

The cost of equity-settled transactions are recognised as an expense with a corresponding increase in equity over the vesting period. The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit or loss for the period is the cumulative amount calculated at each reporting date less amounts already recognised in previous periods.

The cost of cash-settled transactions is initially, and at each reporting date until vested, determined by applying either the Binomial or Black-Scholes option pricing model, taking into consideration the terms and conditions on which the award was granted. The cumulative charge to profit or loss until settlement of the liability is calculated as follows:

- during the vesting period, the liability at each reporting date is the fair value of the award at that date multiplied by the expired portion of the vesting period.
- from the end of the vesting period until settlement of the award, the liability is the full fair value of the liability at the reporting date.

All changes in the liability are recognised in profit or loss. The ultimate cost of cash-settled transactions is the cash paid to settle the liability.

Market conditions are taken into consideration in determining fair value. Therefore any awards subject to market conditions are considered to vest irrespective of whether or not that market condition has been met, provided all other conditions are satisfied.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification has not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If the non-vesting condition is within the control of the Group or employee, the failure to satisfy the condition is treated as a cancellation. If the condition is not within the control of the Group or employee and is not satisfied during the vesting period, any remaining expense for the award is recognised over the remaining vesting period, unless the award is forfeited.

If equity-settled awards are cancelled, it is treated as if it has vested on the date of cancellation, and any remaining expense is recognised immediately. If a new replacement award is substituted for the cancelled award, the cancelled and new award is treated as if they were a modification.

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2021 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

The directors have been given the declarations required by section 295A of the Corporations Act 2001.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the directors



David Mason
Director

30 September 2021
Brisbane

INDEPENDENT AUDITOR'S REPORT

To the members of NewPeak Metals Limited

Report on the Audit of the Financial Report

Qualified opinion

We have audited the financial report of NewPeak Metals Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 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 year then ended, and notes to the financial report, including a summary of significant accounting policies and the directors' declaration.

In our opinion, except for the effects of the matter described in the *Basis for qualified opinion* section of our report, the accompanying financial report of the Group, is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2021 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for qualified opinion

NewPeak Metals Limited's investment in Lakes Blue Energy NL, an associate accounted for by the equity method, is carried at \$nil on the statement of financial position as at 30 June 2021, and NewPeak Metals Limited's share of Lakes Blue Energy NL's loss of \$nil is included in the statement of comprehensive income for the year ended. The 30 June 2021 financial statements of Lakes Blue Energy NL were not subject to an audit and we were unable to obtain sufficient appropriate audit evidence via alternative means to support NewPeak Metal Limited's share of Lakes Blue Energy NL's profit or loss for the year ended 30 June 2021. Consequently, we were unable to determine whether any adjustment to this amount is necessary.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with 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 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 in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Material uncertainty related to going concern

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

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the *Basis for qualified opinion* and *Material uncertainty related to going concern* sections, we have determined the matters described below to be the key audit matters to be communicated in our report.

Recoverability of exploration and evaluation assets

Key audit matter	How the matter was addressed in our audit
<p>Refer to Note 11 in the financial report</p> <p>The Group has capitalised exploration and evaluation assets in relation to the application of the Group's accounting policy for exploration and evaluation assets. The recoverability of exploration and evaluation assets is a key audit matter due to:</p> <ul style="list-style-type: none"> • The significance of the total balance; and • The level of procedures undertaken to evaluate management's application of the requirements of AASB 6 Exploration for and Evaluation of Mineral Resources ('AASB 6') in light of any indicators of impairment that may be present. 	<p>Our procedures included, but are not limited to the following:</p> <ul style="list-style-type: none"> • Obtaining evidence that the Group has valid rights to explore in the areas represented by the capitalised exploration and evaluation expenditure by obtaining supporting documentation such as licence agreements and also considering whether the Group maintains the tenements in good standing; • Tested a sample of capitalised exploration expenditure during the year to ensure it meets the recognition criteria under AASB 6; • Making enquiries of management with respect to the status of ongoing exploration programs in the respective areas of interest and assessing the Group's cash flow forecast for the level of budgeted spend on exploration projects and held discussions with management as to their intentions and strategy.;

- Enquiring of management, reviewing ASX announcements and reviewing directors' minutes to ensure that the Group had not decided to discontinue activities in any applicable areas of interest and to assess whether there are any other facts or circumstances that existed to indicate impairment testing was required.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2021, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.



A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at: https://www.auasb.gov.au/admin/file/content102/c3/ar1_2020.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included pages 17 to 22 of the directors' report for the year ended 30 June 2021.

In our opinion, the Remuneration Report of NewPeak Metals Limited, for the year ended 30 June 2021, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'R M Swaby', is written over a faint, larger 'BDO' logo.

R M Swaby
Director

Brisbane, 30 September 2021

The shareholder information set out below was applicable as at 3 September 2021.

Distribution of equitable securities

Analysis of number of equitable security holders by size of holding:

	Ordinary shares	
	Number of holders	% of total shares issued
1 to 1,000	47	-
1,001 to 5,000	9	-
5,001 to 10,000	58	0.01
10,001 to 100,000	515	0.41
100,001 and over	2,090	99.58
	2,719	100.00
Holding less than a marketable parcel	1,033	1.42

Equity security holders

Twenty largest quoted equity security holders

The names of the twenty largest security holders of quoted equity securities are listed below:

	Ordinary shares	
	Number held	% of total shares issued
DGR Global Limited	550,831,437	8.07
BNP Paribas Nominees Pty Ltd Acf Clearstream	442,293,105	6.48
Mr David Joseph Mason	275,335,596	4.03
Mr Neil Francis Stuart	265,440,720	3.89
Fairground Pty Ltd	178,601,771	2.62
Ms Chunyan Niu	232,881,207	3.41
Orca Capital GmbH	97,296,247	1.43
Mr Marcelo Sanchez & Mr Ramiro Sanchez Del Gesso	96,054,267	1.41
Sunstone Metals Limited	81,690,362	1.20
Havelock Mining Investment Ltd	79,054,545	1.16
Citicorp Nominees Pty Limited	77,802,372	1.14
Eugen Melliger	70,000,000	1.03
White Lotus Solutions Pty Ltd - White Family Super Fund A/C	70,000,000	1.03
R R Lawson & Co Pty Limited - Lawson Super Fund A/C	69,000,000	1.01
Millbohm Consulting Group Pty Ltd	68,022,224	1.00
Amal Trustees Pty Ltd - Magnolia Capital ECMC A/C	66,666,667	0.98
Brian Moller	62,114,357	0.91
Mrs Shiva Dustdar	60,000,000	0.88
Samuel Holdings Pty Ltd - Samuel Discretionary A/C	57,841,416	0.85
Carsten Mainitz	54,000,000	0.79
	2,954,926,293	43.32

Unquoted equity securities

There are no unquoted equity securities.

Substantial holders

Substantial holders in the Company are set out below:

	Ordinary shares	
	Number held	% of total shares issued
DGR Global Limited	550,831,437	8.07
Neil Stuart	472,291,832	6.92

Voting rights

The voting rights attached to ordinary shares are set out below:

Ordinary shares

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

There are no other classes of equity securities.

Tenements

As at the date of this report, the Group has an interest in the following tenements.

Argentina

Tenement	Tenement name	Project	Current holder	% interest	Expiry date
437.209/TCE/17	Cachi Norte	CACHI	Tres Cerros Exploraciones SRL	100	No date until granted
431.870/CL/15	Cachi	CACHI	Tres Cerros Exploraciones SRL	100	No date until granted
401.671/MS/07	Sierra Morena Sur	CACHI	Tres Cerros Exploraciones SRL	100	Mine Category; no expiration
440.582/E/19	Tejedor	CACHI	EXCARB S.A.	100	No date until granted
440.580/E/19	Las Lajas 1	CACHI	EXCARB S.A.	100	No date until granted
440.581/E/19	Las Lajas 2	CACHI	EXCARB S.A.	100	No date until granted
422.545/LEE/10	Cañadón Agustín	PROAR	EXCARB S.A.	100	No date until granted
427.017/DG/11	La Elegida	PROAR	EXCARB S.A.	100	13/08/21
427.016/DG/11	La Linda	PROAR	EXCARB S.A.	100	Mine Category; no expiration
427.952/DG/11	La Rosita Norte	PROAR	EXCARB S.A.	100	Mine Category; no expiration
1124623-T-12	Las Opeñas	LAS OPEÑAS	Genesis Minerals ARG	100	Mine Category; no expiration
14-bis-H-46	San Judas Tadeo	LAS OPEÑAS	Sebastian Peluc	100	Mine Category; no expiration

Finland

Tenement	Tenement Name	Project	Current Holder	% interest	Expiry date
ML2014:0098-02	Hopeavouri	Hopeavouri	NewPeak Finland Oy	100	Awaiting granting
ML2016:0011-01	Hopeavouri 4	Hopeavouri	NewPeak Finland Oy	100	Awaiting granting
ML2016:0009-01	Järvenpää 1	Järvenpää	NewPeak Finland Oy	100	Awaiting granting
ML2016:0013-01	Lavajärvi 1	Lavajärvi	NewPeak Finland Oy	100	Awaiting granting
ML2016:0014-01	Metsäkylä 1	Metsäkylä	NewPeak Finland Oy	100	Awaiting granting
ML2016:0010-01	Isovesi 1	Isovesi	NewPeak Finland Oy	100	Awaiting granting
ML2016:0012-01	Kalliojärvi 1	Kalliojärvi	NewPeak Finland Oy	100	Awaiting granting
VA2020:0050-01	Onnia	Onnia	NewPeak Finland Oy	100	26/08/2022
ML2018:0118	Somero	Somero	Kultatie Oy (Nortec JV)	100	24/06/2022
ML2017:0068	Palikkala	Somero	Kultatie Holding Oy	100	12/11/2022
ML2018:0001	Perämäki	Somero	Kultatie Oy (Nortec JV)	100	Awaiting granting
ML2018:0083	Luutasuo	Forssa	Kultatie Holding Oy	100	Awaiting granting

Sweden

<i>Tenement</i>	<i>Tenement name</i>	<i>Project</i>	<i>Current holder</i>	<i>% interest</i>	<i>Expiry date</i>
2018:15	Gubbo	Tungsten	NewPeak Sweden Oy	100	19/01/2025
2018:18	Gänsen	Tungsten	NewPeak Sweden Oy	100	31/01/2025
2018:26	Högfors	Tungsten	NewPeak Sweden Oy	100	12/02/2025
2018:17	Hörken	Tungsten	NewPeak Sweden Oy	100	19/01/2025
2018:39	Sandudden	Tungsten	NewPeak Sweden Oy	100	07/03/2025
2018:21	Yxsjöberg	Tungsten	NewPeak Sweden Oy	100	01/02/2025
2019:38	Yxsjöberg nr 200	Tungsten	NewPeak Sweden Oy	100	27/03/2023
2018:38	Baggetorp	Tungsten	Sotkamo Silver AB	100	06/03/2022

New Zealand

<i>Tenement</i>	<i>Tenement name</i>	<i>Project</i>	<i>Current holder</i>	<i>% interest</i>	<i>Expiry date</i>
EP 60686.01	Wild Dog Creek	Gold (Au)	NPM NZ	100	Awaiting granting
EPA 60698	Serpentine	Gold (Au)	NPM NZ	100	Awaiting granting
EPA 60300	Cap Burn	Gold (Au)	MRJV	100	21/3/2022
PPA 60689	Filly Burn	Gold (Au)	MRJV	100	Awaiting granting
EPA 60688	Raggedy Range	Gold (Au)	MRJV	100	Awaiting granting
EPA 60733	Raggedy Range 2	Gold (Au)	NPM NZ	100	Awaiting granting
PPA 60690.01	Rock amd Pillar	Gold (Au)	MRJV	100	15/6/2023
EPA 60723	Carrick	Gold (Au)	NPM NZ	100	14/6/2026
EPA 60686.01	Gari Baldi	Gold (Au)	NPM NZ	100	Awaiting granting