



Amended Cash Flow Statements

Sydney, 19 May 2022: Australian clean energy Company Pure Hydrogen Corporation Limited (ASX: PH2 or 'Pure Hydrogen') advises that it has prepared amended cash flow statements as a result of errors discovered in the disclosures of recent Cash Flow Statements. Despite these errors, the Company confirms that the cash balance at the end of the March quarter has not changed.

Attached are the Cash Flow Statements for the March 2022 Quarter and the December 2021 Quarter and the Financial Statements for Half Year ended 31 December 2021.

In the December 2021 Quarter, Pure Hydrogen acquired shares in H2X Global Limited (H2X) in two tranches:

- The first tranche of shares was acquired as an investment to hold for some period of time and was approximately 24%¹ of the issued share capital of H2X Global at the time of acquisition. Pure Hydrogen continues to hold these shares.
- The second tranche was intended to be resold immediately, and as a result, Pure Hydrogen made a net profit from the sale of the second tranche of approximately \$175,000.

The main amendment to the Cash Flow Statements relates to the disclosure of the net amount of \$175,000 rather than the cash consideration received of \$720,000 and cash payments of \$545,000 relating to this item and recognizing this in the correct quarterly period. This has been rectified in the amended statements and we apologise for any inconvenience caused by this error. Notwithstanding, the net profit of \$175,000 is below the level that is considered material in the financial statements for the half year ended 31 December 2021.

This announcement is authorised by the Managing Director

For further information, please contact:

Pure Hydrogen: Managing Director - Scott Brown +61 2 9955 4008

Released through: Ben Jarvis, Six Degrees Investor Relations, +61 (0) 413 150 448

Or visit the website www.purehydrogen.com.au

About Pure Hydrogen Corporation Limited

Pure Hydrogen is an Australian focused Clean Energy Company with Hydrogen, Gas and mobility businesses including a strategic interest in H2X Global Limited. The Company has 5 Hydrogen projects under development and 3 gas projects, Windorah Gas Project in the Cooper Basin, Australia's most prolific onshore producing petroleum basin, Project Venus CSG in the Surat Basin in Queensland and the Serowe Project CSG in Botswana.

^{1.} The current ownership percentage has decreased to approximately 21% earlier this year due to capital raising by H2X that Pure Hydrogen did not participate in.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Pure Hydrogen Corporation Limited

ABN

27 160 885 343

Quarter ended ("current quarter")

31 December 2021

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(211)	(408)
	(e) administration and corporate costs	(241)	(437)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	7	15
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	15
1.9	Net cash from / (used in) operating activities	(445)	(815)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(139)	(374)
	(e) investments	(545)	(545)
	(f) other non-current assets		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	720	720
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	36	(199)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	3,129	3,129
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	3,129	3,129

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	9,495	10,100
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(445)	(815)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	36	(199)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	3,129	3,129

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	12,215	12,215

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	4,082	461
5.2 Call deposits	8,133	9,034
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	12,215	9,495

6. Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to related parties and their associates included in item 1	115
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(445)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	36
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(409)
8.4	Cash and cash equivalents at quarter end (item 4.6)	12,215
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	12,215
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	29.86
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>		
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer:	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer:	

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

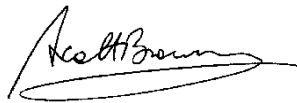
Answer:

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: ...19/05/2022.....



Authorised by:
(Scott Brown)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: *Exploration for and Evaluation of Mineral Resources* and AASB 107: *Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Pure Hydrogen Corporation Limited

ABN

27 160 885 343

Quarter ended ("current quarter")

31 March 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(236)	(644)
	(e) administration and corporate costs	(337)	(774)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	10	26
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	15
1.9	Net cash from / (used in) operating activities	(563)	(1,377)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(2)	(2)
	(d) exploration & evaluation	(55)	(429)
	(e) investments	-	(545)
	(f) other non-current assets		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	720
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	100	100
2.6	Net cash from / (used in) investing activities	43	(156)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	108	3,236
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	108	3,236

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	12,215	10,100
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(563)	(1,377)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	43	(156)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	108	3,236

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	11,803	11,803

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	1,131	4,082
5.2 Call deposits	10,672	8,133
5.3 Bank overdrafts	-	-
5.4 Other (provide details)	-	-
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	11,803	12,215

6. Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to related parties and their associates included in item 1	115
6.2 Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(563)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	43
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(520)
8.4	Cash and cash equivalents at quarter end (item 4.6)	11,803
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	11,803
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	22.70
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>		
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer:		
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer:		

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

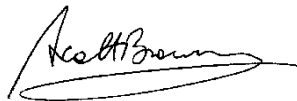
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Date: ...19/05/2022.....



Authorised by:
(Scott Brown)

Notes

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5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.

Half Year Consolidated Financial Report

For the half year ended
31 December 2021

Pure Hydrogen Corporation Limited
ABN 27 160 885 343



Directors' Report

The Directors of Pure Hydrogen Corporation Limited ('the Company' or 'Pure Hydrogen') present their report, together with the consolidated Financial Report of Pure Hydrogen and its controlled entities for the half-year ended 31 December 2021.

The Directors

The names of the directors and company secretary of Pure Hydrogen during and since the end of the half year are:

Mr Scott Brown (*B. Bus, M.Com*) – Managing Director
Mr Ron Prefontaine (*B.Sc.*) – Non Executive Chairman
Mr Dang L Nguyen (*B.Sc., M.Sc.*) – Non Executive Director

Company Secretary

Mr Ron Hollands (*B. Bus., M.B.A*) - Company Secretary

Principal and development activities

Pure Hydrogen is an Australian east coast focused Clean Energy Company, with Hydrogen, Gas and mobility businesses.

Pure Hydrogen has been attracted to the key advantages of Hydrogen as a fuel including:

- Its similarities to natural gas from a handling and safety perspective;
- It has high specific energy, making it very efficient when used in fuel cells for transport, buildings and power generation;
- Its use today is dominated by industries such as oil refining, ammonia production, methanol production and steel production, and with almost all of this hydrogen manufactured using fossil fuels (grey hydrogen), there is significant potential for emission reductions from Pure Hydrogen's cleaner manufacturing processes.

Pure Hydrogen is building a hydrogen eco system using green, turquoise and emerald hydrogen production techniques and is developing a multi-faceted and integrated growth strategy that capitalises on the sector's strong tailwinds.

During the half year, the Company continued developing its ongoing projects which include:

Hydrogen Projects

Pure Hydrogen completed the transaction with H2X Global Limited and now owns 24% of the company with options to increase its ownership to 48%.

H2X launched a range of hydrogen fuel cell power generation units, the Power H2 Unit, that can supply electricity without emissions using Hydrogen fuel. Pure Hydrogen is focused on providing solutions to customers for transport and/or the supply of power generation units. The Company now offers customers a packaged solution and can supply both the Hydrogen together with the power generation units.



During half year, Pure Hydrogen signed a Term Sheet with CAC-H2 to build three Waste to Hydrogen Plants (Emerald Hydrogen) on the east coast of Australia. The Company is also developing projects in Green Hydrogen and Turquoise Hydrogen, where natural gas can be converted to Hydrogen and Carbon products including Graphene.

In addition, a Joint Venture was signed with Advik High-Tech Pvt Ltd for products and components for Hydrogen vehicles and powered products for the Indian global market. Further agreements were signed with BLK Auto to supply Hydrogen and resell Hydrogen Fuel Cell Electrical vehicles to customers.



Gas Projects

There are three gas projects, being Windorah Gas Project in the Cooper Basin, Australia's most prolific onshore producing petroleum basin, Project Venus CSG in the Surat Basin in Queensland and the Serowe Project CSG in Botswana.

Project Venus

In September 2021, the completion of the Venus-1 well test confirmed gas flows. Commercial discussions are progressing with potential hydrogen customers as gas from Venus is planned to convert to hydrogen under Project Saturn. Project Venus has Contingent Resources 2C of 130 Pj and Prospective Gas Resource of 536Pj.

Serowe Gas Project

Following the formation of the Joint Operating Agreement (JOA) between the Company and Botata Energy Ltd (formerly known as BotsGas Pty Ltd) in December 2020, the six-well drilling program commenced from June 2021 in Botswana. Excellent preliminary results were achieved on the Serowe 2 and 3 wells, with third party certified 2C resources of 160.6 BCF and Prospective Resources of 10.07 TCF materialising. The Contingent Resources will be revised in 2022 after results of Serowe 4 and 5. An additional pilot program is also planned for the first half of 2022 by Botata Energy.

In addition, work has commenced on assessing this gas project as potential feeder feedstock for Hydrogen supply within Botswana. Pure Hydrogen is free carried on the first \$6 million of expenditure in the Serowe Gas Project with the project partner funding 100% of the farm-in appraisal programs. Botata Energy recorded \$1,078,734 project costs at the ended of 31 December 2021.

Windorah Gas Project

The Company continues to review development options for the Windorah Gas Project and is likely to apply for the PCA or retention license for large parts of the Project.

Schedule of petroleum tenements

Project/Permit	Location	% Interest	Net Acres
Venus	Queensland, Australia	100%	38,054
Windorah Gas	Queensland, Australia	100%	259,460
Serowe CSG	R. Botswana	51%	449,766
ATP 1194 PA	Queensland, Australia	100%	255,771
Total			1,003,051

Review of operations and financial position.

During the half year, the Company entered into an agreement to purchase a 24% interest in H2X Global Limited in exchange for 8.6 million shares in Pure Hydrogen. The Company also received options which would allow the Company to increase its shareholding to 48% in the future.

A total of 12,095,147 Pure Hydrogen options have been exercised during the period and resulted in the Company receiving \$3.1 million in cash.

The net cash balance is \$12 million at the end of 31 December 2021, an increase of \$2 million during the half year. The Company had no debt as at 31 December 2021.

Pure Hydrogen recorded a consolidated loss of \$807,571 for the half year ended 31 December 2021 (2020: \$794,606 loss). Management continues to maintain a tight control on costs and managed to reduce general corporate and administrative expenses in the last two years.

Dividends

No dividends have been declared or paid by the Company during the half year since the last annual reporting period.

Events occurring after reporting date

The Company has prepared the amended Consolidated Statement of Comprehensive Income and Consolidated Statement of Cash Flows on the 18 May 2022 as a result of errors identified in the disclosures of certain items in the Cash Flow Statement. The Company made a net profit of \$175,000 for the sale and acquisition of shares which should have been classified as an investing activity on the Cash Flow Statement. The Cash Flow Statements have been modified to disclosed the gross cash payment of shares acquisition and cash received from sales of the shares. The cash balances at the end of the reporting period at 31 December 2021 have not changed.

Other than the event described above, there has no matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in the future financial years.

Rounding

The consolidated result has applied to the relief available to it in ASIC Class Order 98/100 and accordingly certain amounts in the financial report and the directors' report have been rounded off to the nearest \$1,000.

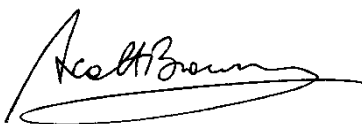
Auditor's Declaration

A copy of the auditor's independent declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this Directors' Report for the half year ended 31 December 2021.

This report is made in accordance with a resolution of Board of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

Sydney, 18th May 2022

On behalf of the Directors



Scott Brown
Managing Director



A D Danieli Audit Pty Ltd

Authorised Audit Company
ASIC Registered Number 339233
Audit & Assurance Services

Level 1, 261 George Street
Sydney NSW 2000
PO Box H88
Australia Square NSW 1215
ABN: 56 136 616 610
Ph: (02) 9290 3099
Fax: (02) 9262 2502
Email: add3@addca.com.au
Website: www.addca.com.au

**Auditor's Independence Declaration
Under Section 307c of the Corporations Act 2001
To the Directors of Pure Hydrogen Corporation Limited
A.B.N. 27 160 885 343
And Controlled Entities**

I declare that, to the best of our knowledge and belief, during the half year ended 31 December 2021, there have been no contraventions of:

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

A D DANIELI AUDIT PTY LTD

Sam Danieli

Director

Sydney, 18th May 2022

PURE HYDROGEN CORPORATION LIMITED
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

		Consolidated Half Year ended 31-Dec-2021 \$'000	Consolidated Half Year ended 31-Dec-2020 \$'000
	Notes		
Continuing operating			
Revenue	2	16	-
Government grant		15	-
Total revenue		31	-
Expenses			
Advertising and marketing		(123)	-
Depreciation and amortisation expenses		(1)	-
Consultant services		(212)	-
Insurance		(40)	-
Listing/share registry expenses		(110)	-
Employee benefits & expenses		(408)	-
Other operating expenses		(120)	(514)
Total expenses		(1,014)	(514)
Loss from operating activities before income tax		(983)	(514)
Income tax expense		-	-
Other comprehensive income/(loss)	2	175	(281)
Total comprehensive loss for the half year		(808)	(795)
Earnings per share			
		Cents	Cents
Basic loss per share	6	(0.25)	(0.64)
Diluted loss per share	6	(0.25)	(0.64)

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

PURE HYDROGEN CORPORATION LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Notes	Consolidated As at 31-Dec-2021 \$'000	Consolidated As at 30-Jun-2021 \$'000
Current assets			
Cash and cash equivalents		12,215	10,100
Other assets		73	18
Trade & other receivables		308	594
Inventories		42	42
Total current assets		12,638	10,754
Non-current assets			
Property, plant & equipment		3	4
Exploration, evaluation & development assets	3	12,981	12,796
Other investments	4(b)	2,500	-
Total non-current assets		15,484	12,800
Total assets		28,122	23,554
Current liabilities			
Trade & other payables		408	672
Deposit received		44	40
Leave provisions		165	148
Total Current Liabilities		617	860
Non-current liabilities			
Leave provisions		63	63
Rehabilitation provisions		450	450
Other provisions		-	10
Total Non-current liabilities		513	523
Total liabilities		1,130	1,383
Net assets		26,992	22,171
Equity			
Equity contribution	4(a)	81,573	75,852
Reserves		407	503
Contributed surplus		30,060	30,060
Accumulated losses	5	(85,048)	(84,244)
Total equity		26,992	22,171

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

PURE HYDROGEN CORPORATION LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2021

	Contributed equity	Reserves	Contributed Surplus	Accumulated losses	Total
Consolidated group	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance 1 July 2020	52,744	4,401	30,060	(85,912)	1,293
Loss for the financial period	-	-	-	(795)	(795)
Transactions with shareholders Issue of shares	710	220	-	-	930
Balance as 31 December 2020	53,454	4,621	30,060	(86,707)	1,428
Opening balance 1 July 2021	75,852	503	30,060	(84,244)	22,171
Loss for the financial period	-	-	-	(808)	(808)
Transactions with shareholders Issue of securities	2,500	-	-	-	2,500
Options exercised / forfeited	3,221	(96)	-	4	3,129
Balance as 31 December 2021	81,573	407	30,060	(85,048)	26,992

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

PURE HYDROGEN CORPORATION LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Consolidated Half Year ended 31-Dec-2021 \$'000	Consolidated Half Year ended 31-Dec-2020 \$'000
Notes		
Cash flow from operating activities		
Interest & other income	15	-
Government grant	15	2
Payments to suppliers	(845)	(352)
Net cash used in operating activities	(815)	(350)
Cash flow from investing activities		
Payments for plant & equipment	-	(17)
Payments to acquire investments - shares	(545)	-
Proceeds from maturity of investments and discontinued operations	-	208
Proceeds from sales of investments - shares	720	-
Payments for oil & gas assets	(374)	(71)
Net cash (used in)/provided by investing activities	(199)	120
Cash flow from financing activities		
Proceeds from the issue of securities	3,129	555
Funds raising expenses	-	(25)
Repayment of principal on lease liability	-	(23)
Proceeds from note payable, related party	-	100
Prepaid share capital funds received	-	150
Net cash provided by financing activities	3,129	757
Net increase in cash held	2,115	527
Effect of exchange rate translation	-	(209)
Cash at the beginning of the period	10,100	381
Cash at the end of 31 December	12,215	699

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

PURE HYDROGEN CORPORATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2021

NOTE 1. Summary of significant accounting policies

A) Basis of preparation

The interim financial statements are general purpose financial statements prepared in accordance with the requirements of the *Corporations Act 2001*, applicable accounting standards including AASB 134 "Interim Financial Reporting", and Accounting interpretations and other authorities pronouncements of Australian Accounting Standards Board ("AASB"). Compliance with AASB 134 ensures compliance with IAS 34 "Interim Financial Reporting".

The interim financial report is intended to provide users with an update on the latest annual financial statement of the Company and its controlled entities. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore, recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2021, together with any public announcements made during the following half year.

B) New Accounting Standards and interpretations

The accounting policies applied in these interim financial statements are the same as those applied in the Company financial statements for year ended 30 June 2021.

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the half-year beginning 1 July 2021 that have a material impact on the amounts recognised in the prior periods or will affect the current or future periods. There are no standards issued but not yet effective that would have a material impact on the amounts recognised in the financial statements in the future.

	Consolidated As at 31-Dec-2021 \$'000	Consolidated As at 31-Dec-2020 \$'000
NOTE 2. Revenue		
Interest revenue	16	-

	Consolidated As at 31-Dec-2021 \$'000	Consolidated As at 30-Jun-2021 \$'000
NOTE 3. Exploration, evaluation & development assets		
Opening balance	12,796	1,668
Acquisition from merger	-	11,663
Expenditure during the period	185	382
Impairment provision	-	(917)
Closing balance	12,981	12,796

PURE HYDROGEN CORPORATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2021

	Consolidated No. of shares	Consolidated Capital \$'000
NOTE 4.		
(a) Issued capital/shares		
Existing shares at beginning of the reporting period	321,222,705	75,852
Options exercised – November 2021	4,058,924	515
Share issued – November 2021	8,620,690	2,500
Options exercised – November 2021	7,814,327	2,613
Options exercised – December 2021	221,896	93
Balance at end of 31 December 2021	341,938,542	81,573
Costs of equity		-
Balance at end of 31 December 2021		81,573

(b) Non-cash equity transaction

The Company issued 8,620,690 Pure Hydrogen shares with a transaction value of \$2.5 million in exchange for a 24% interest in H2X Global Limited.

	Consolidated As at 31-Dec-2021 \$'000	Consolidated As at 30-Jun-2021 \$'000
NOTE 5. Accumulated losses		
Accumulated losses at beginning of the period	(84,244)	(85,912)
Expiry of options	4	4,447
Net loss for the period	(808)	(2,779)
Accumulated losses at end of the period	(85,048)	(84,244)

	As at 31-Dec-2021 No. of shares	As at 31-Dec-2020 No. of shares
NOTE 6. Earnings per shares		
Weighted average number of ordinary shares used in calculating basic earnings per share:	326,489,173	123,509,333

	Consolidated As at 31-Dec-2021 \$'000	Consolidated As at 31-Dec-2020 \$'000
Net losses after income tax attributable to shareholders	(808)	(795)
	Cents	Cents
Earnings per share	(0.25)	(0.64)
Diluted earnings per share	(0.25)	(0.64)

NOTE 7. Commitments

There have been no changes since the last annual reporting period.

PURE HYDROGEN CORPORATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2021

NOTE 8. Interest in subsidiary

The consolidated financial statements include the financial statements of Pure Hydrogen Corporation Limited and its controlled entities:

Company	Place of Incorporation	Region where business carried on	% of Interest	Principal Activities
Real Energy Corporation P/L	Australia	NSW	100%	Oil & gas exploration
Real Energy Queensland P/L	Australia	QLD	100%	Oil & gas exploration
Pure Energy Corporation P/L	Australia	QLD	100%	Oil & gas exploration
Pure Hydrogen Australia P/L	Australia	QLD	100%	Hydrogen production
Pure Hydrogen Operations P/L	Australia	NSW	100%	Operational support
Pure Hydrogen International P/L	Australia	QLD	60%	Hydrogen production
Pure Gas P/L	Australia	QLD	100%	Hydrogen production
Pure X Mobility P/L	Australia	NSW	100%	Hydrogen vehicles
Strata-X Australia P/L	Australia	QLD	100%	Oil & gas exploration
Strata-X, Inc.	USA	CO	100%	Oil & gas exploration

NOTE 9. Contingent assets and liabilities

In conjunction to the Company Annual Report Note 18 disclosure, the directors retain its opinion of the recognition of a provision in respect of the adverse finding received in 2019 financial year of the R & D tax incentive claims for the years ended 30 June 2014, 2015 and 2016.

The Company has appealed the findings to the Administrative Appeals Tribunal (AAT) and seeks a determination for the more recent financial years. In a full federal court judgement of *Moreton Resources Limited v Innovation and Science Australia* [2019], it found in favour of the taxpayer and supported our understanding of the law concerning R & D tax incentives and this judgement certainly assisted the Company's case.

Significantly, Innovation and Science Australia has requested a stay on the AAT proceedings for six months. The Company believes it has fully complied with the *Industry Research and Development Act (IRDA) 1986* and is confident in the eligibility of the R & D activities of the Windorah Gas Project located in the Cooper Basin, Queensland.

The Company has been paid approximately \$7.2 million for the R&D Tax Incentive claims for the 2014, 2015 and 2016 financial years and has the potential to receive unpaid R&D Tax Incentive claims of approximately \$6.5 million in respect of years ended 30 June 2017, 2018 and 2019.

NOTE 10. Events occurring after reporting date

The Company has prepared the amended Consolidated Statement of Comprehensive Income and Consolidated Statement of Cash Flows on the 18 May 2022 as a result of errors identified in the disclosures of certain items in the Cash Flow Statement. The Company made a net profit of \$175,000 for the sale and acquisition of shares which should have been classified as an investing activity on the Cash Flow Statement. The Cash Flow Statements have been modified to disclosed the gross cash payment of shares acquisition and cash received from sales of the shares. The cash balances at the end of the reporting period at 31 December 2021 have not changed.

PURE HYDROGEN CORPORATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2021

Other than the event described above, there has no matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in the future financial years.

NOTE 11. Segment reporting

The Company operates in one segment, being energy development in Australia and Botswana. Accordingly, under the management approach outlined only one operating segment has been identified and no further disclosure is required in the financial statements.

Note 12. Fair value measurement

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, and based on the lowest level input that is significant to the fair value measurements as a whole:

Level 1 – Quoted market prices in an active market (that are unadjusted) for identical assets or liabilities.

Level 2 – Valuation techniques (for which the lowest level input that is significant to the fair value measurement is directly observable).

Level 3 – Valuation techniques (for which the lowest level input that is significant to the fair value measurement is unobservable).

The following table represents a comparison between the carrying amounts and fair values of financial assets and liabilities:

		As at 31 December 2021		As at 30 June 2021	
	Level	Carrying amount	Fair value	Carrying amount	Fair value
		\$'000	\$'000	\$'000	\$'000
Financial assets					
Cash & cash equivalents	1	12,215	12,215	10,100	10,100
Other assets	1	73	73	18	18
Inventories	1	42	42	42	42
Trade & other receivables	1	308	308	594	594
Other investments	1	2,500	2,500	-	-
Financial liabilities					
Trade & other payables	1	408	408	672	672

The financial assets and liabilities of the Company are recognised in the consolidated statement of financial position in accordance with the accounting policies set out in Note 1 of this Report.

The Company considers that the carrying amount of financial assets and financial liabilities recognised in the consolidated financial statements approximate to their fair value.

Note 13. Dividend

No dividends have been paid or declared by the Company during the half year since the last annual report period.

PURE HYDROGEN CORPORATION LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 31 December 2021

Note 14. Company details

The registered office and principal place of business of the Company is:
119 Willoughby Road, Crows Nest NSW 2065

PURE HYDROGEN CORPORATION LIMITED
ABN 27 160 885 343

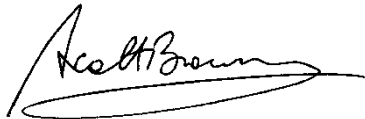
Directors' declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 7 to 15, are in accordance with the *Corporations Act 2001* and are in compliance with Accounting Standard AASB134 Interim Financial Reporting.
2. In the Director's opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Sydney, 18th May 2022

A handwritten signature in black ink, appearing to read 'Scott Brown', with a long horizontal flourish extending to the right.

Scott Brown
Director



A D Danieli Audit Pty Ltd

Authorised Audit Company
ASIC Registered Number 339233
Audit & Assurance Services

Level 1, 261 George Street
Sydney NSW 2000
PO Box H88
Australia Square NSW 1215

ABN: 56 136 616 610

Ph: (02) 9290 3099
Fax: (02) 9262 2502

Email: add3@addca.com.au
Website: www.addca.com.au

**Independent Auditor's Review Report
To the Members of Pure Hydrogen Corporation Limited
A.B.N. 27 160 885 343
And Controlled Entities**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year consolidated financial report of Pure Hydrogen Corporation Limited and controlled entities (the consolidated entity) which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of comprehensive income, the consolidated statement of changes in equity, the consolidated statement of cash flows for the half-year ended on that date, the accounting policies and other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review engagements ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity* in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and its performance for the half-year ended on that date and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Pure Hydrogen Corporation Limited and controlled entities, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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



Matters Relating to the Electronic Presentation of the Audited Financial Report

This review report relates to the financial report of the company for the half-year ended 31 December 2021 included on the website of Pure Hydrogen Corporation Limited. The directors of the company are responsible for the integrity of the website and we have not been engaged to report on its integrity. This review report refers only to the half-year financial report identified above and it does not provide an opinion on any other information which may have been hyperlinked to or from the financial report. If users of this report are concerned with the inherent risks arising from electronic data communications, they are advised to refer to the hard copy of the reviewed financial report to confirm the information included in the reviewed financial report presented on the company's website.

Independence

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

Conclusions

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Pure Hydrogen Corporation Limited and controlled entities is not in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A D DANIELI AUDIT PTY LTD



Sam Danieli

Director

Sydney, 18th May 2022