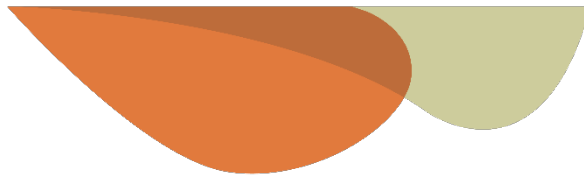


**SAVANNAH
GOLDFIELDS**



INTERIM FINANCIAL REPORT

For the half-year ended 31 December 2022

CORPORATE DIRECTORY

Savannah Goldfields Limited ABN 75 003 049 714

<p>Board of Directors</p> <p>Stephen Bizzell (Executive Chairman) Brad Gordon (Non-executive Director) Richard Anthon (Non-executive Director) Mark Baker (Non-executive Director) Peter Wright (Non-executive Director)</p> <p>Company Secretary Mr Paul Marshall</p>	<p>Head Office</p> <p>Level 21 Matisse Towers 110 Mary Street Brisbane QLD 4000</p> <p>Telephone: 07 3108 3500 Email: admin@savannahgoldfields.com Website: www.savannahgoldfields.com</p> <p>ASX Code: SVG</p>
<p>Auditor</p> <p>BDO Audit Pty Ltd Level 10, 12 Creek Street Brisbane QLD 4000</p> <p>Telephone: 07 3237 5999 Website: www.bdo.com.au</p>	<p>Share Registry</p> <p>Link Market Services Limited Level 21 10 Eagle Street Brisbane QLD 4000</p> <p>Telephone: 1300 554 474 Facsimile: 02 9287 0303 Website: www.linkmarketservices.com.au</p>

DIRECTORS' REPORT

Your Directors present their report on the Consolidated Entity consisting of Savannah Goldfields Limited (*formerly Laneway Resources Limited*) ("SVG" or "Company") and the entities it controlled (together referred to as the "Consolidated Entity" or "Group") at the end of, or during, the half-year ended 31 December 2022.

REVIEW OF OPERATIONS

Savannah Goldfields is an emerging gold explorer and producer, resource development and mining company with projects primarily targeting gold in Queensland along with an interest in a coking coal resource project in Northern New South Wales, which is being divested to ASX listed Clara Resources Australia Limited.

Savannah's primary focus for the 2023 financial year is on planning and permitting for expanded mining campaigns and operations at Agate Creek along with completing the purchase of the Georgetown Gold Project - including CIL plant and 515km² of additional mining tenure - which was announced on 7 February 2022. Refurbishment works of the gold plant and related infrastructure and Environmental permitting have been ongoing since this time with the first ore processed late August 2022 and first gold poured early September 2022, with final commissioning of the plant during November 2022.

Gulf Savannah Region Gold Projects

Mining & Haulage Agate Creek Gold Project

Mining of high-grade ore continued during the half year following on from mining commencing in June 2022. Mining operations performed well to the end of December with daily mining rates at or above targeted levels, and grades similar to modelled grades for the current design, although as outlined below heavy monsoonal rains have impacted mining operations post December.

Loading and hauling from the original Pit 6 at Sherwood was completed during Q2 2023 and Pit 3 at Sherwood West was also mined with Sherwood West Pit 1 currently being mined. For the half year a total of 43,000 tonnes of high-grade ore and a further 24,000 tonnes of low grade ore were mined as well as 109,000 tonnes of waste. While awaiting grade control information at Agate Creek, the mining fleet was also relocated to Georgetown and utilised to extract approximately 52,000t of the historical tailings resource at the Georgetown plant for later processing.

Haulage of ore from Agate Creek Gold Project to the Georgetown Gold Processing Plant commenced during the half year, with around 41,000 tonnes of ore hauled to the Georgetown plant - with around 23,000 tonnes of ore remaining on the Agate Creek mine ROM at the end of the period.



Sherwood West Pit 1 – 22 January 2023

Georgetown Gold Processing Plant

The refurbishment program of the Georgetown Gold Processing Plant in North Queensland was undertaken with wet commissioning during August and 24 hour processing operations commencing on 28th September. Refurbishment of the elution circuit was finalised during November with all gold doré production now being completed on site and the doré bars being securely exported to the Perth Mint for final refinement and sale.



Georgetown Processing Plant and ROM stockpiles

Gold Production

First gold was poured 9th of September with steady production ongoing since this time. Ore processed for H1 2023 totaled 38,600 tonnes including around 4,900 tonnes of reclaimed historical tailings with overall average mill feed grade of 4.0 g/t and overall recovery of 95.5%. Unfortunately, reliability challenges with third party contract crushing equipment during November and December limited the amount of crushed high grade material available to feed the processing plant with the plant feed being supplemented with the lower grade historical tailings. An additional contract crushing and screening circuit with higher capacity was introduced late in December to alleviate this problem going forward.

Total sales for H1 2023 were 4,735 ounces of gold and 2,420 ounces of silver refined and sold for total proceeds of just over \$12.6 million.

To 13 March, the Company sold 5,891 ounces of refined gold as well as 3,383 ounces of refined silver and received gold and silver sale proceeds of \$15.6 million (average received price of A\$2,643 per ounce gold) since commencement of production in September 2022.

Around 53,000 tonnes of ore have been processed to end Feb 2023 through the Georgetown plant.

While operations have yet to reach steady state during mining start-up and the plant recommissioning phase, the total cash costs were approximately A\$1,916 per ounce. This included a number of extraordinary costs including the transport of approximately 1,700 tonnes of high-grade Agate Creek ore mined in a previous campaign from the Blackjack processing facility in Charters Towers (\$180,000 ~ \$43 per ounce), transport to and final processing of loaded carbon at a Perth based facility prior to the commissioning of the on-site elution circuit (\$241,000 ~ \$58 per ounce). In addition, some of the costs of the final refurbishment and commissioning of the Georgetown processing plant, which was ongoing with operations, are also included in these cash costs.

Significant heavy rainfall has had a significant impact since mid December at the Agate Creek mine (1,471 mm from November to February) and has impacted both mining activities at Agate Creek and access to the minesite from Georgetown. Rainfall at the Georgetown plant site (1,271mm November to February) has also had a negative impact on crushing and processing operations. The Company had made preparations for the potential impact of the wet season by having significant stockpiles of Agate Creek ore transported to the Georgetown Plant prior to commencement of the wet season. This has enabled processing of ore and gold production to continue albeit at a reduced rate due to weather

impacts on ore handling and crushing. As a result of the recent significant rainfall and localised flooding, roads in the Etheridge Shire have been largely closed until quite recently and there remains a restriction to 24 tonne with roads still in poor condition and this is still not suitable for heavy haulage. Council road works have commenced and it is expected the load limit will be relaxed imminently.

Georgetown Gold Project Acquisition Completion

A Share Sale Agreement was executed in February 2022 to purchase Masterson Minerals Pty Ltd and its wholly owned subsidiary, Kempton Minerals Pty Ltd, owners of the Georgetown Gold Project ('Georgetown Project') which includes the Georgetown gold processing plant and an extensive portfolio of mining and exploration leases.

The acquisition of the Georgetown Project completed on 7 November 2022.

Under the share sale agreement Savannah was able to obtain early access to the processing plant prior to completion to undertake refurbishment works which enabled the processing of ore to commence during September 2022.

Acquisition of the Georgetown Project and the refurbishment and recommissioning of the Georgetown Gold Processing Plant has facilitated the Company being able to process its own ore and will underpin the Company's regional gold expansion strategy.

The Georgetown Project's assets acquired include:

- An operational carbon in pulp (CIP) processing plant which has current capacity to operate at more than 200,000 tonnes per annum (tpa);
- Seventeen mining leases and 13 exploration permits covering 515km² close to the plant in a well-mineralised yet significantly under-explored region; and
- An initial JORC inferred resource of 951,000 tonnes at 3.9 grams of gold per tonne (g/t) for 119,000 ounces of gold from just five of the prospect areas, with an upgrade of the resource planned for later this year (refer ASX announcement of 7 February 2022).

The tenement package has strong potential to define additional high grade open cut gold resources to be mined and processed in the near term.

The project acquisition importantly provides Savannah ownership of processing infrastructure and control over its own gold production. Only 100km by road from the Agate Creek gold project, the Georgetown location cuts the distance the Agate Creek ore has previously been transported for processing by up to 700km, saving Savannah an estimated \$80-100/tonne of ore. Savannah is ultimately targeting two production centres, the first being Georgetown, for initially processing Agate Creek high grade ore with a second plant planned to be established at Agate Creek for the longer term production from that project.

The Georgetown processing plant is the only operating gold processing plant within 400km and is surrounded by stranded gold mineralization and dozens of old open pits, underpinning the vision for Georgetown to become a regional processing hub.

Historical activity in the region mined only oxide ore. Sulphide material was never mined, presenting significant opportunities in a region that contains more than 1,000 mines, prospects and mineral occurrences. More than 10Moz of gold has been mined historically in the region.

Ownership of the Georgetown processing plant additionally offers Savannah opportunities for joint ventures and / or acquisitions of stranded gold deposits.

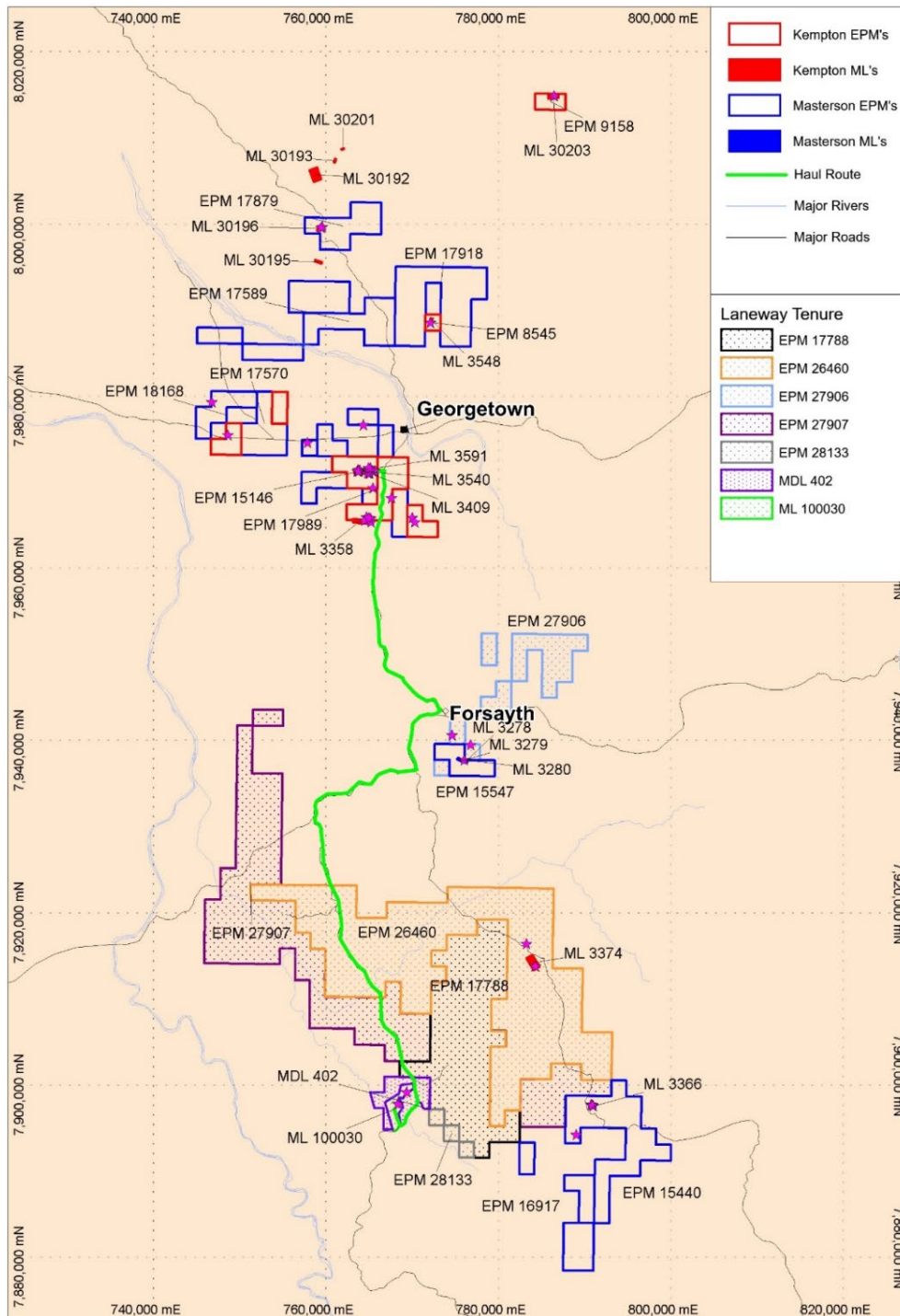
The Share Sale Agreement entered into for the acquisition of the Georgetown Project, together with subsequent Deeds of Variation, provided for the following acquisition consideration to be paid by the Company:

- Deposit, Early Completion and Completion Payments (that was paid at or prior to completion): \$9,950,000 (plus settlement adjustments of ~\$0.4m) and issue of 2.5m Savannah ordinary shares and 2.5m options to acquire ordinary shares (60c exercise price, expiring 31 December 2023) to the vendors.
- Deferred Payment: Final payment of \$6.95m that is currently due for payment under the terms of the Share Sale Agreement – of which a maximum of \$2.15m is payable in Savannah ordinary shares at the then prevailing share price (shares issued at Savannah's election). The Company is finalising a further Deed of Variation to the Share Sale Agreement to extend the date for payment for part of the deferred payment due. At the date of this financial report the Deed of Variation had not yet been executed.
- Capped Royalty: Savannah will pay the vendors a 1% net smelter royalty on the value of gold produced from the Georgetown tenements being acquired, capped at a total royalty payment of \$5m.

Further details of the acquisition are contained in the Company's ASX announcements of 7 February 2022, titled 'Transformational Gold Plant and Tenement Package Acquisition' and 8 November 2022, titled 'Completion of Georgetown Gold Plant & Tenement Package Acquisition'.

Agate Creek and Georgetown Project Areas

The Agate Creek Gold Project is a 100% owned large highly prospective IRGS / epithermal system located approximately 70km south of Georgetown and 60km west of the Kidston deposit in North Queensland covering over 1,034km². The Georgetown Project acquisition includes an extensive package of tenements including 132 Exploration Permits and 17 Mining Leases the tenement area of the combined projects now encompasses covering 526km².



Project Locations including Georgetown Acquisition Tenements (Masterson and Kempton tenements)

Exploration, Drilling and Other Gold Projects Update

During the period, on ground exploration included a significant amount of geological mapping with associated rock chip sampling (~200 rock chips) within both the EPM's & Mining Leases, primarily targeting strike extensions and repetitions of known mineralisation associated with previously mined gold bearing structures. The results of this work will drive future drill program planning. A limited open hole drilling program utilising the blast hole rig was completed at *Try No More* (ML3358 located 5km South of the Processing Plant). This drilling, comprising 426 meters & 23 holes will be utilised to assist with open pit mine designs and permitting requirements. Final assay results are still pending. *Try No More* is planned to be mined during the 2023 calendar year.

Discussions have been progressed with a number of vendors/owners regarding access to or acquisition of nearby Mining Leases with historical gold resources. It is expected these negotiations will be finalised shortly. Additionally, several nearby exploration permits covering advanced prospects are being actively reviewed by the geological team to assess their suitability for potential joint venture or purchase to add to the already owned highly prospective exploration areas. The current focus is on targeting additional resources close to the mill at a low resource cost per ounce basis that could be mined in the near term.

Drilling programs planned to commence late in 2022 have been delayed in part due to the early wet season onset affecting access roads. Drill program plans have been developed on several projects - Electric Light, Red Dam, Big Reef and Agate Creek Sherwood. The drilling programs are designed to increase mineral resources and assist with mine planning for processing. Drilling is planned for post the current wet season when site access will be possible without the risk of significant weather impacts. Full project reviews are also ongoing on the >500km² area acquired as part of the Georgetown Project acquisition. On-going drill target generation is also progressing with the expectation of 6 additional prospects being included in the initial drill program for 2023. Work also continued on access agreements with Landholders including Native Title ground clearance scheduling.

Additional Mining Lease applications are being prepared for lodgement with the Department of Resources, which will expand the available mining areas. Current JORC 2012 Mineral Resource estimates are a prerequisite for the Mining Lease application process, and further drilling is required before these estimates can be undertaken, enabling the subsequent lodgement of the majority of these applications.

Studies to enable Ore Reserve estimates are also being planned on the Agate Creek Resources, along with preliminary studies around the requirements for upgrading the recently acquired Mining Leases as part of the Georgetown Project Acquisition.

New Zealand Gold Project

EP54216 the NZ Exploration Permit lease expired in January 2023, and following an internal review of projects, the company have determined that, given the current focus on the Savannah region, the NZ lease is not a core asset and as such it was not renewed. As a result the previously capitalized expenditures in relation to the project were written off with an expense of \$1,240,062 being recorded for this.

Ashford Coking Coal Project

Savannah maintains a 60% interest in in Ashford Coking Coal, which has 14.8Mt Coking Coal Resource, following the sale in April 2021 of a 40% interest in the project to ASX listed Aus-Tin Mining Ltd (since renamed Clara Resources Australia Ltd ("Clara" ASX:C7A). Clara has the option to purchase Savannah's remaining interest for cash and shares and Savannah would retain an ongoing royalty interest in coal produced from the project if the option was exercised.

Work towards advancing the project to grant of Mining Lease and subsequent development continued during the half year, together with progressing of a scoping study with respect to the project's development. The scoping study will examine the viability of developing the Ashford project as a coking coal mine and exporting product either through the Port of Brisbane or from Newcastle with the objective of identifying an economic development pathway for the project based on the technical data currently available, coal price forecasts and defined mining, processing and transportation assumptions. Clara has engaged independent experts to undertake work in specific segments of the scoping study and these work streams are advancing with completion of the scoping study targeted for the end of April 2023.

An additional drilling program is also being planned at Ashford once necessary access agreements have been obtained. This drilling program will have several objectives:

- Contribute to calculation of a JORC Measured Resource
- Provide information to sharpen the specification range of the Ashford coal seam coking coal properties
- Provide additional information to support coal washability assumptions
- Provide geo-chemical and ground water data for the EIS process.

The next phase of the work programs at Ashford including the current scoping studies is being funded by Clara.

Clara Resources Australia Ltd - 19.65% shareholding

Savannah has a 19.65% shareholding in ASX listed Clara Resources Australia Ltd (ASX code C7A).

This shareholding provides Savannah's shareholders with exposure to world class tin assets, through Clara's ~23% shareholding in London Stock Exchange listed First Tin Plc (LSE:1SN), as well as exposure to Clara's direct project portfolio including the Kildanga nickel and cobalt project and their interest in the Ashford Coking Coal project.

The funds raised last year through First Tin's successful IPO raising of £20m are being used by First Tin to rapidly advance two tin projects in top-tier mining jurisdictions Germany and Australia, targeting development before the end of 2025 in order to meet increasing demand for tin driven by the global clean energy and technological revolutions.

First Tin's two advanced assets in Germany and Australia together represent the fifth largest undeveloped tin reserve globally, outside Russia, Kazakhstan and the Democratic Republic of Congo. Development studies are expected to be completed over the next 18 months with production forecast in 2025. Recently completed third party studies have demonstrated robust economics at materially lower tin prices than are in existence today.

Corporate

Capital Raising Program

The Company completed a \$15 million financing program during the period, comprising an equity raising of \$2.5 million and a convertible note raising of \$12.64 million.

Placement and Conditional Placement of Ordinary Shares

The equity raising component of the capital raising program comprised an initial placement (raising \$1.18m completed in the September Quarter) and a conditional placement completed in the December Quarter to a small number of institutional, sophisticated and professional investors, raising \$1.32m - at an issue price of 0.5 cents (20 cents post share consolidation) per share.

Convertible Note Issue

The Company also completed an issue of Convertible Notes to a small number of institutional and sophisticated investors raising \$12.64 million.

The principal terms of the Convertible Notes are as follows:

Issue Price:	Face value of 28 cents per Convertible Note
Interest Rate:	12% per annum
Interest Payments:	Interest paid half yearly in arrears and the interest may be paid in certain circumstances at Savannah's election by the issue of further Convertible Notes
Maturity Date:	30 September 2025
Conversion Terms:	Convertible at any time at the Convertible Note holder's election into one ordinary share in Savannah subject to any necessary shareholder approvals and usual adjustment mechanisms in certain circumstances.
Early Redemption:	The Company will have the right to redeem the Convertible notes early at its election.
Security:	The Convertible Notes will be secured over all current assets of Savannah.

Savannah's largest shareholder, entities associated with the Company's Chairman, Stephen Bizzell, subscribed for \$3.25 million worth of Convertible Notes in the raising, following receipt of shareholder approval.

Capital structure change and new name

The Company received shareholder approval at an extraordinary general meeting of shareholders on 30 September 2022 to:

- Change the Company's name from Laneway Resources Limited to Savannah Goldfields Limited;
- Consolidate the Company's share capital on a 1 for 40 basis.

Both the name change and the share consolidation were completed during the half year.

Competent Persons Statements

The information in this report that relates to Exploration Results is based on information compiled by Mr Scott Hall who is a member of the Australian Institute of Mining and Metallurgy. Mr Hall is a full-time employee of Savannah Goldfields Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Hall consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information relating to the Mineral Resources at the Agate Creek Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Significant High-Grade Resource Increase for Agate Creek' dated 30 January 2020.

The report is available to view on the Savannah Goldfields website www.savannahgoldfields.com. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information relating to the Mineral Resources at the Ashford Coking Coal Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Ashford Coking Coal Project - Increased Resource' dated 20 November 2017.

The report is available to view on the Savannah Goldfields website www.savannahgoldfields.com. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, and also "Australian Guidelines for the Estimation and Classification of Coal Resources, (2014)". The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The information relating to the Mineral Resources at the Georgetown Project is extracted from the ASX Announcement as follows:

ASX Announcement titled:

'Georgetown Project Mineral Resources' dated 7 February 2022.

The report is available to view on the Savannah Goldfields website www.savannahgoldfields.com. The report was issued in accordance with the 2012 Edition of the JORC Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, and also "Australian Guidelines for the Estimation and Classification of Coal Resources, (2014)". The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Schedule of Interests in Mining Tenements

Savannah holds the following interests in mining and exploration tenements. This schedule includes the tenements acquired pursuant to the Georgetown Project acquisition.

Queensland Tenements 100% Savannah 1,539km²	
Tenure Type	Title No.
EPM	17788
EPM	26460
EPM	27906
EPM	27907
EPM	28133
EPM*	8545
EPM*	9158
EPM*	15146
EPM*	17989
EPM*	15440
EPM*	15547
EPM*	16917
EPM*	17570
EPM*	17589
EPM*	17879
EPM*	17918
EPM*	18168
MDL	402
ML	100030
ML*	3358
ML*	3374
ML*	3409
ML*	3540
ML*	3548
ML*	3591
ML*	30192
ML*	30193
ML*	30195
ML*	30196
ML*	30201
ML*	30203
ML*	3278
ML*	3279
ML*	3280
ML*	3366
ML*	5108

* New Permits & Leases acquired as part of Georgetown Project Acquisition

New South Wales Tenements 60% Savannah 40% C7A 13.8km²	
Tenure Type	Title No.
EL	6234
EL	6428

Mineral Resources

Agate Creek Mineral Resource

A global recoverable Mineral Resource is defined for the Agate Creek Project in Table 1 at a 0.5 g/t Au cut-off suitable for a large open pit operation and is reported on the same basis as the previous resource statement.

A continuous high-grade Mineral Resource can be interpreted at cut-off of 2 g/t Au for Sherwood and 1 g/t Au for Sherwood West and reported in Table 2. Table 2 represents a subset of Table 1.

Table 1: Total recoverable Mineral Resource at 0.5 g/t gold cut-off grade

Classification	Sherwood			Sherwood South			Sherwood West			Total		
	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz
Measured	0.015	4.91	2,400							0.015	4.91	2,400
Indicated	2.45	1.56	123,000				2.18	1.54	108,000	4.63	1.55	231,000
Inferred	1.73	1.15	64,000	0.37	1.16	14,000	1.59	1.14	58,000	3.69	1.15	136,000
Total	4.20	1.40	190,000	0.37	1.16	14,000	3.37	1.37	166,000	8.34	1.38	370,000

Mineral Resources are inclusive of the high-grade Mineral Resource included in Table 2

Table 2: High grade Mineral Resource subsets

Area	Cut-off Au g/t	Measured			Indicated			Inferred			Total		
		kt	Au g/t	Au oz	kt	Au g/t	Au oz	kt	Au g/t	Au oz	kt	Au g/t	Au oz
Sherwood	2.0	15	4.88	2,400	188	5.61	33,800	2	3.05	200	205	5.53	36,400
Sherwood West	1.0				977	1.87	58,800	118	1.72	6,700	1,095	1.86	65,400
Total		15	4.88	2,400	1,165	2.47	92,600	119	1.78	6,800	1,300	2.44	101,800

Grade and Tonnage rounded to 2 decimal places. Ounces calculated after rounding and reported to nearest 100 Oz

Given increases in the AUD gold price, the Mineral Resource estimate is also reported at 0.3 g/t cut-off in Table 3. No recent economic modelling has been undertaken on the project and as such the marginal cut-off grade that would be used for a bulk tonnage operation is unknown but could be assumed to be in the 0.3 to 0.5 g/t Au range.

Table 3: Total recoverable Mineral Resource at 0.3 g/t gold cut-off grade

Classification	Sherwood			Sherwood South			Sherwood West			Total		
	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz	Mt	Au g/t	Au oz
Measured	0.015	4.88	2,400							0.015	4.88	2,400
Indicated	4.90	1.00	157,000				4.13	1.02	135,000	9.04	1.01	292,000
Inferred	3.06	0.83	82,000	0.51	0.96	16,000	3.19	0.78	80,000	6.76	0.81	177,000
Total	7.98	0.94	241,000	0.51	0.96	16,000	7.32	0.91	215,000	15.81	0.93	471,000

Further details of the Mineral Resource estimate are contained in Savannah's ASX announcement of 30 January 2020.

Dilution from mining activities since January 2020 have not been accounted for in above Resources, however these are deemed to not be material at this stage but the estimate will be updated during 2023 to account for this reduction along with additional drilling planned for the area.

Georgetown Resource Estimate

Mineral Resources on the Georgetown Project tenements that are being acquired by Savannah pursuant to the acquisition of Masterson Minerals Pty Ltd (refer ASX announcement of 7 February 2022 for details of the acquisition).

Previous Resource estimates for Red Dam, Jubilee Plunger and Electric Light were undertaken under JORC 2004 and comprised a mixture of polygonal and block model estimates. For these deposits the existing interpretations were updated utilising more recent survey and additional drilling and form the basis of the current estimates undertaken using the block model method and inverse distance estimation. For Big Reef no previous estimates or interpretations were available and geological interpretations were constructed from the available mapping, trenching and drilling information collated.

Suitable top cuts were applied to the distribution for each deposit. Both mined and unmined areas were estimated to provide a comparison to the previous pre-mining estimates and mine production.

The current estimates are based on a 0.5 g/t Au interpretation cut-off to generate interpretation with continuity and a minimum down hole width of 2 m (between 1 to 1.5 m true width). Reconciliation of the previously mined areas indicates metal prediction within 10% but with mine production at lower tonnage and higher grade. This suggests that in oxide more selective mining is. It is likely sulphide mining will have less visual control and the current estimates with lower selectivity are more realistic.

The majority of the prospects were drilled between the mid-1980s to 2010. The earliest drilling at each deposit included some open hole drilling before progressing to face sample RC drilling (generally in the 1990s). Some of the earliest drilling displays evidence of down hole contamination or tailing of grades with evidence of excessive mineralised widths and lower high-grade zones. In some areas where this is most obvious the drill intercept has been reduced to more typical widths and the contaminated tail effectively excluded. Some issues will remain, but these will be limited to just some drill holes and is not expected to impact the resource estimation significantly.

The Inferred Mineral Resources are summarised below and are principally contained within existing Mining Leases, though a few have extensions into the surrounding exploration leases as listed.

Inferred Mineral Resource estimates at 1 g/t Au cut-off

Mineral Resource	Mass kt	Au g/t	Ag g/t	Density t/m ³	Au koz*	Tenement
Red Dam	201	5.7	12	2.89	37	ML30203, EPM9158
Electric Light	388	3.7	0.7	2.59	46	ML3548, EPM8545
Jubilee Plunger	87	3.2	21.3	2.58	9	ML3374
Big Reef	107	3	NA~	2.44	10	ML3280, ML3279, ML3278, EPM15547
Union	167	3.2	NA~	2.4	17	ML3366
Total	951	3.9			119	

**Ounces rounded and reported to nearest 1,000 ounces ~ Ag assays for Big Reef and Union are limited and Ag cannot be estimated*

Further details of the Mineral Resource estimate are contained in Savannah’s ASX announcement of 7 February 2022.

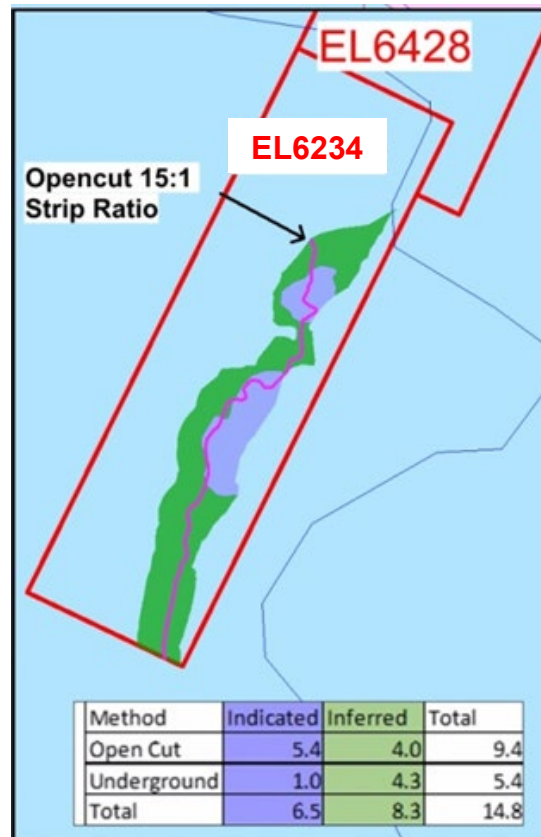
Ashford Resource Estimate

The Ashford Coking Coal Project incorporates the historic Ashford Mine Area (EL 6234 and EL 6428).

Total resources within EL6234 are estimated at 14.8 million tonnes of in-situ coking coal with 6.5 million tonnes classified as Indicated and 8.3 million tonnes as Inferred. Of the total resource, 9.4 million tonnes are likely to be accessible by conventional open cut methods to a 15:1 vertical waste to in-situ coal tonnes stripping ratio cut off. A further 5.4 million tonnes are expected to be mined via high wall mining methods.

The Ashford seam ranges from 0.2m to 24.4m in thickness and makes up the principal resource within EL6234.

Full details are included in Savannah’s ASX announcement dated 20 November 2017.



EVENTS AFTER REPORTING DATE

Subsequent to 31 December 2022, the following has occurred:

- the Company raised \$3,250,000 (before costs) through the issue of 16,250,000 shares at an issue price of \$0.20 per share.
- The Company made a repayment of \$500,000 in relation to the short-term loan facility;
- The Company made a payment of \$1,500,000 in relation to the Deferred Payments due to the solicitors trust account of the vendors of the Georgetown Project. The funds will be released to the vendors upon finalisation and execution of a Deed of Variation to the Share Sale Agreement.

AUDITOR’S INDEPENDENCE DECLARATION

The auditor’s independence declaration under section 307C of the Corporations Act 2001 is set out on page 14 and forms part of the Director’s report for the half-year ended 31 December 2022.

Signed in accordance with a resolution of the directors.

Director
16 March 2023

Auditor's Independence Declaration



Tel: +61 7 3237 5999
Fax: +61 7 3221 9227
www.bdo.com.au

Level 10, 12 Creek Street
Brisbane QLD 4000
GPO Box 457 Brisbane QLD 4001
Australia

DECLARATION OF INDEPENDENCE BY K L COLYER TO THE DIRECTORS OF SAVANNAH GOLDFIELDS LIMITED

As lead auditor for the review of Savannah Goldfields Limited for the half-year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Savannah Goldfields Limited and the entities it controlled during the period.



K L Colyer
Director

BDO Audit Pty Ltd

Brisbane, 16 March 2023

Consolidated Statement of Comprehensive Income
For the half-year ended 31 December 2022

	Note	6 months ended December 2022 \$	6 months ended December 2021 \$
Revenue from the sales of gold and silver		12,597,511	-
Cost of sales		(11,844,416)	-
Gross profit		753,095	-
Other income		5,617	100
Administration expenses		(454,194)	(293,572)
Employee expenses		(270,185)	(257,978)
Depreciation expenses	6	(239,450)	(76,865)
Rehabilitation provision	14	(194,350)	-
Impairment of exploration expenditure	7	(1,240,062)	-
Operating loss before finance costs		(1,639,529)	(628,315)
Finance income		2,557	-
Finance costs	3	(1,343,763)	(230,218)
Net finance costs		(1,341,206)	(230,218)
Equity accounted investment share of loss	9	(830,844)	(1,266,276)
Loss before income tax		(3,811,579)	(2,124,809)
Income tax		-	-
Loss after income tax		(3,811,579)	(2,124,809)
Other comprehensive income/(loss)			
Other comprehensive income for the period, net of tax		-	-
Total comprehensive loss		(3,811,579)	(2,124,809)
		Cents	Cents
Earnings per share			
Basic and diluted loss per share		(2.30)	(1.98)

The Consolidated Statement of Comprehensive Income should be read in conjunction with the Notes to the Consolidated Financial Statements.

**Consolidated Balance Sheet
As at 31 December 2022**

	Note	December 2022 \$	June 2022 \$
CURRENT ASSETS			
Cash and cash equivalents		203,437	133,895
Trade and other receivables	4	1,881,984	330,111
Inventories	5	4,467,412	3,256,002
Financial assets at fair value through profit or loss		3,783	3,783
Other assets		159,477	72,085
TOTAL CURRENT ASSETS		6,716,093	3,795,876
NON-CURRENT ASSETS			
Other receivables	4	1,886,896	178,632
Equity accounted investments	9	3,050,458	3,831,302
Plant and equipment	6	15,402,491	457,814
Exploration, evaluation and development assets	7	29,103,827	19,180,935
Other non-current assets	8	-	4,792,881
TOTAL NON-CURRENT ASSETS		49,443,672	28,441,564
TOTAL ASSETS		56,159,765	32,237,440
CURRENT LIABILITIES			
Trade and other payables	10	14,381,871	3,195,813
Borrowings	11	1,908,008	2,004,438
Employee benefit provisions		245,239	269,143
TOTAL CURRENT LIABILITIES		16,535,118	5,469,394
NON-CURRENT LIABILITIES			
Borrowings	11	10,497,580	1,841,034
Provisions	14	2,900,000	205,650
TOTAL NON-CURRENT LIABILITIES		13,397,580	2,046,684
TOTAL LIABILITIES		29,932,698	7,516,078
NET ASSETS		26,227,067	24,721,362
EQUITY			
Contributed capital	12	143,659,349	140,822,495
Reserves	15	2,824,555	344,125
Accumulated losses		(120,256,837)	(116,445,258)
TOTAL EQUITY		26,227,067	24,721,362

The Consolidated Balance Sheet should be read in conjunction with the Notes to the Consolidated Financial Statements

Consolidated Cash Flow Statement
For the half-year ended 31 December 2022

	Note	6 months ended December 2022 \$	6 months ended December 2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers (GST inclusive)		11,882,169	100
Payments to suppliers and employees (GST inclusive)		(8,014,396)	(890,979)
Interest received		2,557	-
Interest and other borrowing costs paid		(19,867)	(124,875)
Net cash provided by/(used in) operating activities		3,850,463	(1,015,754)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for plant and equipment		(4,438,800)	-
Payments for exploration and evaluation assets		(1,716,034)	(683,982)
Payments for development expenditure		(349,603)	(1,907,261)
Payments for equity accounted investments	9	(50,000)	-
Payments for the acquisition of the Georgetown Project	13	(8,686,130)	-
Payments for security bonds		(241,205)	-
Net cash provided used in investing activities		(15,481,772)	(2,591,243)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares	12	2,514,632	1,895,000
Cost associated with the issue of shares	12	(240,278)	-
Proceeds from convertible notes	11	12,640,000	-
Cost associated with the issue of convertible notes		(632,000)	-
Proceeds from other borrowings	11	1,447,599	3,023,800
Repayment of other borrowings	11	(4,029,102)	(1,100,000)
Net cash provided by financing activities		11,700,851	3,818,800
Net increase/(decrease) in cash and cash equivalents		69,542	211,803
Cash and cash equivalents at the beginning of the period		133,895	26,928
Cash and cash equivalents at the end of the period		203,437	238,731

The Consolidated Cash Flow Statement should be read in conjunction with the Notes to the Consolidated Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Reporting Entity

Savannah Goldfields Limited (*formerly Laneway Resources Limited*) (the “Company”) is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 31 December 2022 comprises the Company and its controlled entities (together referred to as the “Group” or “Consolidated Entity”).

(b) Statement of Compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001. The Company is a for profit entity for the purpose of preparing the interim financial report. The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the Consolidated Entity as at and for the year ended 30 June 2022 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

New and revised standards have been issued by the AASB and are effective for the half-year; however there are no material changes to the policies that affect the recognition or measurement of the results or financial position of the Consolidated Entity.

(c) Accounting Policies

With the exception of the revenue policy noted below, the accounting policies and methods of computation applied by the Consolidated Entity in the consolidated interim financial report are the same as those applied by the Consolidated Entity in its consolidated financial report as at and for the year ended 30 June 2022.

Revenue recognition and measurement

The Company has a contract with The Perth Mint Australia to refine the doré produced by the gold operations carried out by the Consolidated Entity at the Gold Projects in North Queensland. Sales of gold and silver bullion is recognised at a point in time upon transfer of control to the customer and is measured at the amount to which the Consolidated Entity expects to be entitled which is based on the deal agreement on the day. The transfer of control to the Perth Mint occurs when the company instructs the Perth Mint to buy the quantities based on the outturn, set at a transaction price of the respective ore at that date. The revenue is measured at the transaction price agreed and payment is received normally within 2 days.

(d) New Standards and Interpretations Not Yet Adopted

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2022 reporting period. The Consolidated Entity has decided against early adoption of these standards. The Consolidated Entity has assessed the impact of these new standards that are not yet effective and determined that they are not expected to have a material impact on the Consolidated Entity in the current or future reporting periods and on foreseeable future transactions.

(e) Going Concern

As at 31 December 2022 the Consolidated Entity had cash reserves of \$203,437 (30 June 2022: \$133,895) and net current liabilities of \$9,819,025 (30 June 2022: \$1,673,518) and has incurred a net loss of \$3,811,579 (31 December 2021: \$2,124,809).

The Consolidated Entity requires further capital to fund future exploration activity and to settle the Georgetown Project acquisition deferred payment of \$6,950,000 and meet other necessary corporate expenditure.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The ability of the Consolidated Entity to continue as a going concern is principally dependent upon one or more of the following:

- the ability of the Company to raise additional capital in the future;
- the successful extraction and processing of its gold and silver reserves;
- Continuation of debt funding: The loan facility agreement at 31 December 2022 with Bizzell Nominees Pty Ltd, an entity associated with the Chairman, has a facility limit of \$6,500,000 and an expiry date of 30 June 2024; and
- the realisation of funds from the sale of exploration and development assets held. As at the date of this report the directors are unable to confirm the success or otherwise of any asset sale process;

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

The directors believe that the going concern basis of preparation is appropriate due to the following reasons:

- To date the Consolidated Entity has funded its activities through issuance of equity securities, and it is expected that the Consolidated Entity will be able to fund its future activities through further issuances of equity securities. Refer to note 11,12 and 18 for capital raises completed during the year and subsequent to year end;
- Current mining and processing operations are expected to continue to generate cash flow positive earnings.
- The Chairman has confirmed that Bizzell Nominees Pty Ltd will continue to support the company in the event that, within the next 12 months, Savannah does not either receive cash flow positive proceeds from the mining operations or raise sufficient further funds by way of a capital raising of at least \$6,500,000. As at the date of this report, \$6,431,527 of this facility is unused;
- Up to \$2,150,000 of the Georgetown Project acquisition deferred payment, at SVG's election, may be settled through the issue of SVG shares based on the share price at that date;
- The recovery of funds owed to the company from its 2020 mining campaign by Maroon Gold. As at the date of this report the directors are unable to confirm the success or otherwise of the recovery process which is contingent on the successful IPO and ASX listing of Ashby Mining Ltd, the acquirer of Maroon Gold; and
- The directors believe there is sufficient cash available for the Consolidated Entity to continue operating based on the Company's cash flow forecast.

As a result of the items noted above the directors believe the going concern basis of preparation is appropriate, and accordingly have prepared the financial report on this basis. The going concern basis presumes that funds will be available to finance future operations and that the realisation of assets and liabilities will occur in the normal course of business.

Should the Consolidated Entity be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Consolidated Entity be unable to continue as a going concern.

NOTE 2 SEGMENT REPORTING

Reportable Segments

The Consolidated Entity has identified its operating segment based on internal reports that are reviewed and used by the executive team in assessing performance and determining the allocation of resources.

Management currently identifies the Group as having only one reportable segment, being exploration, development and operations for base and precious metals. The financial results from this segment are equivalent to the financial statements of the Group.

	6 months ended December 2022 \$	6 months ended December 2021 \$
NOTE 3 FINANCE COSTS		
Convertible notes finance costs (interest and note issue costs)	975,022	77,884
Interest on other loans	204,088	152,051
Other interest	1,518	283
Unwinding of convertible note discount	163,135	-
	1,343,763	230,218

	December 2022 \$	June 2022 \$
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NOTE 4 TRADE AND OTHER RECEIVABLES

<u>Current</u>		
Trade receivables	2,595,131	1,874,173
Provision for expected credit losses ¹	(1,825,000)	(1,825,000)
Other receivables	1,111,853	280,938
	1,881,984	330,111
<u>Non-Current</u>		
Deposits held as security for tenements and restoration obligations	1,886,896	178,632

¹ A provision of \$1,825,000 has been made for the amount still owing by Maroon Gold in relation to the Tribute mining agreement. Whilst further progress has been made with respect to the restructuring and acquisition of Maroon Gold by Ashby Mining Ltd (formerly AMD Resources Ltd) and its proposed IPO and ASX listing, which could see Savannah recover all of this amount owing, at this time the provision for its non-recovery has been retained. Upon Ashby Mining Ltd successfully completing its IPO and ASX listing, Savannah will receive from Ashby Mining a cash payment of \$250,000, be issued a \$750,000 loan note with a 12 month maturity and be issued \$1,000,000 worth of Ashby Mining shares at the IPO issue price.

	December 2022 \$	June 2022 \$
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NOTE 5 INVENTORIES

Mineral concentrates	321,387	-
Ore stockpiles ¹	4,040,438	3,256,002
Fuel consumables	105,587	
	4,467,412	3,256,002

¹ Amounts have been transferred to inventory at balance date that relate to overburden in advance material extracted through the pre-stripping process and includes blasting activities. As permitted by Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine, the Group accounts for the costs of the stripping activity in accordance with the principles of AASB 102 Inventories to the extent that the benefit from the stripping activity is realised in the form of inventory produced.

NOTE 6 PLANT AND EQUIPMENT

Movement during the period	Mining Assets ¹	Vehicles	Plant & Equipment	Total
Opening balance 1 July 2022	318,606	89,052	50,155	457,813
Additions	3,871,553	-	-	3,871,553
Additions – Georgetown Project	8,500,000	-	3,116	8,503,116
Transfers from other non-current assets ²	2,809,459	-	-	2,809,459
Depreciation	(211,084)	(18,897)	(9,469)	(239,450)
Closing balance 31 December 2022	15,288,534	70,155	43,802	15,402,491

¹ Mining assets represent the Georgetown gold processing plant and associated supporting infrastructure. These assets are depreciated over the estimated useful life of 15 years on a straight-line basis.

² Transfers from other non-current assets relate to costs incurred prior to 30 June 2022 in relation to the Georgetown Project. Refer to Note 8 for further details.

	December 2022	June 2022
	\$	\$

NOTE 7 EXPLORATION, EVALUATION AND DEVELOPMENT ASSETS

Areas of production

Development phase	7,929,964	7,254,937
Accumulated amortisation	(2,684,491)	(936,000)
	5,245,473	6,318,937

Areas not in production

Exploration phase	23,858,354	12,861,998
	29,103,827	19,180,935

Movement during the period	Exploration Expenditure	Development Expenditure	Total
Opening balance 1 July 2022	12,861,998	6,318,937	19,180,935
Additions	1,756,734	228,389	1,985,123
Additions – Georgetown Project (refer note 13)	10,567,900	-	10,567,900
Transfers from other non-current assets ¹	358,422	-	358,422
Transfers	(446,638)	446,638	-
Impairment – New Zealand lease ²	(1,240,062)	-	(1,240,062)
Amortisation	-	(1,748,491)	(1,748,491)
Closing balance 31 December 2022	23,858,354	5,245,473	29,103,827

¹ Transfers from other non-current assets relate to costs incurred prior to 30 June 2022 in relation to the Georgetown Project. Refer to Note 8 for further details.

² Tenure for the NZ lease expired in January 2023, and following an internal review of projects, the Company determined that, given the current focus on the Savannah region, the NZ lease is not a core asset and as such was not renewed at the end of its current term.

December 2022	June 2022
\$	\$

NOTE 8 OTHER NON-CURRENT ASSETS

Deposit payment for Acquisition of Georgetown Project	-	1,625,000
Costs to keep tenements in good standing	-	358,422
Costs in relation to the refurbishment of gold processing plant	-	2,809,459
	-	4,792,881

Other non-current assets relate to costs incurred prior to 30 June 2022 in relation to the Georgetown Project. As part of the acquisition agreement, SVG were obligated to meet all costs to keep the tenements in good standing, as from the date of the acquisition agreement. SVG were also able to undertake activities in relation to the refurbishment of the gold processing plant. At the date of completion of the acquisition of the Georgetown Project, these costs were transferred to their respective asset classes. Refer to Notes 6, 7 and 13.

December 2022	June 2022
\$	\$

NOTE 9 EQUITY ACCOUNTED INVESTMENTS

Investment in associate – Clara Resources Australia Ltd	2,474,367	3,255,211
Investment in joint venture – Renison Coal Pty Ltd	576,091	576,091
	3,050,458	3,831,302

Movement during the period	Clara Resources	Renison Coal	Total
Opening balance 1 July 2022	3,255,211	576,091	3,831,302
Additional investments	50,000	-	50,000
Share of loss for the period	(830,844)	-	(830,844)
Closing balance 31 December 2022	2,474,367	576,091	3,050,458

The Consolidated Entity has a 19.65% interest in Clara Resources Limited, a company that holds a portfolio of projects for tin, nickel, coal and other commodities with assets at different stages of development including pre-construction, feasibility and exploration. SVG has appointed one representative to the board of Clara Resources Limited.

As part of the disposal of the Ashford project, the Group sold a 40% interest in Renison Coal Pty Ltd a company that holds the Ashford coking coal project. Even though the Group retains 60% of the shares and voting rights, joint control exists as decisions about the relevant activities of the Ashford project require a special resolution to be passed (75%) or unanimous consent of the parties. Following the sale of the 40% interest in the subsidiary, control was deemed to have been lost resulting in the entity being deconsolidated and the investment being accounted for under the equity accounting method.

December 2022	June 2022
\$	\$

NOTE 10 TRADE AND OTHER PAYABLES

Trade payables	5,954,615	2,531,818
Amounts owing to vendors of the Georgetown Project (refer note 13)	6,950,000	-
Other payables	1,477,256	663,995
	14,381,871	3,195,813

	December 2022 \$	June 2022 \$
NOTE 11 BORROWINGS		
<i>Current</i>		
Short term loan facility	1,400,685	2,004,438
Loan from Director Related Entity	67,372	-
Accrued interest on convertible notes	439,951	-
	1,908,008	2,004,438
<i>Non-Current</i>		
Convertible notes	10,497,580	-
Loan from Director Related Entity	-	1,841,034
	10,497,580	1,841,034

Short term loan facility

Norfolk Enchants Pty Ltd, an unrelated third party, has provided a short-term loan to the company. The facility is for up to \$2,000,000, has an interest rate of 12% per annum and is repayable on 30 June 2023. The facility had a balance outstanding of \$1,400,685 at 31 December 2022 and a further repayment of \$500,000 has been made subsequent to the period end. The facility is secured by a fixed and floating charge over the assets of the Company

Loan from Director Related Entity

Bizzell Nominees Pty Ltd a company associated with Mr Stephen Bizzell has provided a loan facility for up to \$6,500,000 to the company, with an expiry date of 30 June 2024 and an interest rate of 8%. Interest accrued during the period was \$57,481. During the period, \$1,447,599 advances and \$3,279,102 of repayments were made. The repayments included \$25,000 which was subscribed for equity securities and \$3,254,102 which was subscribed for convertible notes.

Convertible notes

During the period Company completed an issue of Convertible Notes to a small number of institutional and sophisticated investors raising \$12.64 million. The principal terms of the Convertible Notes are:

Issue price per note:	\$0.28	
Interest rate per annum:	12%	
Interest payments:	Half yearly in arrears and the interest may be paid in certain circumstances at Savannah's election by the issue of further Convertible Notes.	
Maturity date:	30 September 2025	
Conversion terms	Convertible at any time at the Convertible Note holder's election into one ordinary SVG share, subject to any necessary shareholder approvals and usual adjustment mechanisms in certain circumstances.	
Security:	The Convertible Notes are secured over all current assets of SVG.	
Early redemption:	SVG has the right for early redemption at its election (also applies for a takeover event). If redeemed early the following early redemption fee and early redemption rights apply:	
If redeemed on or before	Early redemption fee - face value of notes redeemed	Issue to the noteholder options - exercise price \$0.28 and expiry 30 Sept 2025
30 September 2023	3%	1 option for every 5 notes
30 September 2024	2%	1 option for every 10 notes
30 September 2025	1%	1 option for every 20 notes

The convertible notes are presented in the balance sheet as follows:

	December 2022 \$	June 2022 \$
Face value of notes issued	12,640,000	-
Value of equity component	(2,305,555)	-
	10,334,445	-
Unwinding of equity component – interest expense	163,135	-
Notes converted equity component	-	-
Convertible note liability	10,497,580	-

NOTE 12 CONTRIBUTED CAPITAL

Fully paid ordinary shares	143,659,349	140,822,495
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Ordinary Shares

	December 2022 \$	June 2022 \$	December 2022 Number	June 2022 Number
At the beginning of the period	140,822,495	128,804,819	6,302,016,410	3,775,065,933
Placement of shares at \$0.005 per share	1,180,000	-	236,000,000	-
Options exercised at \$0.008 per share	14,632	-	1,828,947	-
Placement of shares at \$0.005 per share	1,320,000	-	264,000,000	-
Share consolidation (40:1)	-	-	(6,633,749,223)	-
Shares issued to Georgetown vendors at \$0.225 per share	562,500	-	2,500,000	-
Conversion of unlisted June 2022 notes at \$0.005	-	1,675,000	-	335,000,000
Placement of shares at \$0.005 per share	-	3,082,225	-	616,445,000
Entitlement offer to shareholders at \$0.005 per share	-	7,877,528	-	1,575,505,477
Share issue expenses	(240,278)	(617,077)	-	-
At reporting date	143,659,349	140,822,495	172,596,134	6,302,016,410

NOTE 13 GEORGETOWN PROJECT ACQUISITION

Consideration

On 7 November 2022, SVG completed the acquisition of the Georgetown gold processing plant and portfolio of mining and exploration leases (Georgetown Project). The agreed purchase consideration of the Georgetown Project was:

Cash consideration paid up to settlement date	10,338,248
2,500,000 SVG shares ¹	562,500
2,500,000 SVG options ²	174,875
Deferred payment ³	6,950,000
Total consideration	18,025,623

¹ 2,500,000 SVG shares were issued on 7 November 2022 on which SVG shares had a closing price of \$0.225 per share.

² 2,500,000 SVG options were issued on 7 November 2022. The value of the options were calculated using the following assumptions:

Grant date	7 November 2022
Exercise price	\$0.60
Share price at grant date	\$0.218
Expiry date	31 December 2023
Life of the instruments	1.15 years
Share price volatility	139%
Expected dividends	Nil
Risk free interest rate	3.14%
Pricing model	Binomial
Fair value per instrument	\$0.07

³ The deferred payment of \$6,950,000 is currently due. The Company is in the process of finalising a Deed of Variation to extend the payment date for the Deferred Payment. At SVG's election, up to \$2,150,000 of this amount may be settled through the issue of SVG shares based at the share price at that date.

NOTE 13 GEORGETOWN PROJECT ACQUISITION (continued)

Assets Acquired

The Georgetown Project assets and liabilities acquired were:

Cash and cash equivalents	27,118
Other receivables	12,582
Other assets	2,870
Deposits held as security for tenements and restoration obligations	1,467,060
Plant and equipment	8,503,116
Exploration expenditure	10,567,900
Trade and other payables	(55,023)
Provision for restoration obligations	(2,500,000)
Total	18,025,623

Net Cash Outflow

The net cash flow for the purchase of the Georgetown Project during the period was:

Cash consideration paid up to settlement date	10,338,248
Less deposits paid in prior periods	(1,625,000)
Less cash acquired	(27,118)
	8,686,130

	December 2022	June 2022
	\$	\$

NOTE 14 PROVISIONS

Provision for Rehabilitation	2,900,000	205,650
	2,900,000	205,650

Movement during the year is represented by recognition of Masterton Minerals provision for rehabilitation of \$2,500,000 at date of acquisition, and in increase in the Agate provision for rehabilitation of \$194,350.

NOTE 15 RESERVES

Convertible note reserve ¹	2,649,680	344,125
Share based payment reserve ²	174,875	-
	2,824,555	344,125

¹ The convertible note reserve increase of \$2,305,555 is represented by the equity component being recognised in relation to the convertible notes issued during the year. Refer Note 11 for details.

² The share-based payment reserve has been recognised as part recognition of the consideration paid to the vendors of the Georgetown Project acquisition (representing 2,500,000 SVG options issued). Refer Note 13 for details.

NOTE 16 CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There are no contingent liabilities or contingent assets at 31 December 2022 (30 June 2022: Nil).

NOTE 17 DIRECTOR AND KEY MANAGEMENT PERSONNEL DISCLOSURES

Loans with directors and key management personnel

Refer to note 11 for related party loan information.

Other transactions and balances with directors and key management personnel and their related parties and amounts recognised at the reporting date in relation to other transactions

Fees of \$757,000 were charged on normal commercial terms, by Bizzell Capital Partners Pty Ltd an entity associated with Mr Stephen Bizzell and Mr Peter Wright in relation to the capital raising undertaken by Savannah in the period. The fees comprised \$59,000 being 5% of the placement funds totaling \$1,180,000 raised in August 2022 and \$698,000 between October and November 2022 being fees in relation to a further share placement of \$1,320,000 and the convertible note issue of \$12,640,000.

Rent of \$24,000 for the half year to 31 December 2022 financial year (2021 - \$24,000) was charged on normal commercial terms, by Mallee Bull Investments Pty Ltd as trustee for the Mallee Bull Property Trust an entity associated with Mr Stephen Bizzell's spouse and Mr Peter Wright. As at 31 December 2022, \$74,800 (30 June 2022 - \$112,310) was owed to Mallee Bull by Savannah.

Aggregate amounts of each of the above types of transactions with related parties

Consolidated Entity

	December 2022	December 2021
	\$	\$
<i><u>Amounts recognised as an expense:</u></i>		
- rental expense	24,000	24,000
- finance costs – interest expense	94,306	-
- finance costs – unwinding of convertible note discount	43,074	-
- finance costs – convertible note issue fees	516,722	-
	540,722	24,000
<i><u>Amounts recognised directly in equity:</u></i>		
- Share issue costs	125,000	113,700
- Convertible note issue fees	115,278	-
	240,278	113,700
	December 2022	June 2022
	\$	\$
<i><u>Amounts recognised as liabilities:</u></i>		
- Trade payables ¹	244,986	428,657
- Other payables and accruals ¹	383,732	269,000
- Loan from director related entity	67,372	1,841,034
- Convertible notes ²	2,699,156	-

¹ Balances also include amounts owing in relation to directors' fees and remuneration.

² Face value of convertible note are \$3,250,000.

NOTE 18 EVENTS AFTER REPORTING DATE

Subsequent to 31 December 2022, the following has occurred:

- the Company raised \$3,250,000 (before costs) through the issue of 16,250,000 shares at an issue price of \$0.20 per share.
- The Company made a repayment of \$500,000 in relation to the short-term loan facility;
- The Company made a payment of \$1,500,000 in relation to the Deferred Payments due to the solicitors trust account of the vendors of Georgetown Project. The funds will be released to the vendors upon finalisation and execution of a Deed of Variation to the Share Sale Agreement

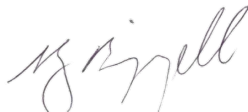
DIRECTORS' DECLARATION

In the Directors' opinion:

- the attached financial statements and notes thereto comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the financial half-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.

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

On behalf of the Directors

A handwritten signature in black ink, appearing to read 'M. R. Smith'.

Director
16 March 2023

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Savannah Goldfields Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Savannah Goldfields Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated balance sheet as at 31 December 2022, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2022 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

Material uncertainty relating to going concern

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

Responsibility of the directors for the financial report

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

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2022 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

BDO Audit Pty Ltd



K L Colyer
Director

Brisbane, 16 March 2023