

EQUUS MINING LIMITED

ABN 44 065 212 679

INTERIM FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2023

Page

Directors' Report	1
Lead Auditor's Independence Declaration.....	7
Condensed Consolidated Interim Statement of Profit or Loss and other Comprehensive Income.	8
Condensed Consolidated Interim Statement of Financial Position.....	9
Condensed Consolidated Interim Statement of Changes in Equity	10
Condensed Consolidated Interim Statement of Cash Flows	11
Notes to the Condensed Consolidated Interim Financial Statements	12
Directors' Declaration	25
Independent Auditor's Review Report.....	26
Corporate Directory	28

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES

DIRECTORS' REPORT

The Directors of Equus Mining Limited ('Equus' or the 'Company') and its subsidiaries (the 'Group') present their report together with the condensed consolidated interim financial report and the auditor's review report thereon for the half year ended 31 December 2023.

Directors

The names and particulars of the Directors of the Company at any time during or since the end of the half year are:

Mark Hamish Lochtenberg, Non-executive Chairman

Director since 10 October 2014 – resignation 21 February 2024.

Mr Lochtenberg graduated with a Bachelor of Law (Hons) degree from Liverpool University, U.K. and has been actively involved in the coal industry for more than 30 years.

Mark Lochtenberg is a Non-Executive Chairman of the publicly listed company Terracom Limited. He is the former Executive Chairman and founding Managing Director of ASX-listed Baralaba Coal Company Limited (formerly Cockatoo Coal Limited) and former Non-executive Director of Nickel Industries Limited. He was a principal architect of Cockatoo's inception and growth from an early-stage grassroots explorer through to an emerging mainstream coal producer. He was also formerly the co-head of Glencore International AG's worldwide coal division, where he spent 13 years overseeing a range of trading activities including the identification, due diligence, negotiation, acquisition and aggregation of the coal project portfolio that would become Xstrata Coal.

Prior to this Mark established a coal "swaps" market for Bain Refco, (Deutsche bank) after having served as a senior coal trader for Hansen Neuerburg AG and as coal marketing manager for Peko Wallsend Limited.

John Richard Braham, Non-executive Chairman from 21 February 2024.

Director since 13 November 2018

Mr Braham is an experienced Mining Finance and Investment professional with a 24-year career at Macquarie Bank, the last 11 of which were as an Executive Director within the Mining Finance Division.

John built and ran a successful mining finance business in New York for Macquarie Bank from 2001 to 2008, providing capital to the junior mining industry. This involved providing debt and equity to exploration companies and mine developers in both North and South America including companies operating in Argentina, Peru and Chile.

On returning to Australia, John built a successful bulk commodity finance business for Macquarie Bank which he ran from 2008 to 2017 based in Sydney.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES

DIRECTORS' REPORT

Damien John Koerber, Non-executive Director

Director since 27 November 2019

Executive and Chief Operating Officer until 21 February 2024, Non-executive Director from 21 February 2024.

Mr Koerber commenced with Equus in 2012 as exploration manager at the Naltagua copper project in Chile which brought considerable senior management and technical experience in the resources industry, from both in Australia and throughout South America.

Mr Koerber is a geologist with 32 years of exploration experience, mainly throughout and based in Latin America. He has held senior management and consulting exploration and business development positions in companies including Billiton Gold (Northern Territory and Western Australia), North (Chile), Rio Algom (Chile), Newcrest (Chile, Argentina and Peru), MIM (Argentina and Brazil), Patagonia Gold SA (Chile and Argentina) and Mirasol Resources (Chile and Argentina).

During his career, he has been directly involved in several discoveries including Cleo-Sunrise Dam (Western Australia), Tanami (Northern Territory), Union Reefs (Northern Territory) and Cap Oeste-COSE (Argentina).

Mr Koerber graduated from the UNSW (BSc. Geology Hons Class 1) in 1989 and is a bilingual, Australian geologist.

David (Ted) Harcourt Coupland, Non-executive Director

Director since 21 June 2021

Ted Coupland has over 35 years of experience in the mining, exploration and resource finance industry and holds qualifications in geology, geostatistics, mineral economics and finance. Ted has had a comprehensive technical career in the resources sector covering exploration, mine geology, resource estimation, risk analysis, resource consulting and business management. Ted spent 6 years between 2013 and 2018 working in Macquarie Bank's Mining Finance team where he specialised in technical due diligence, deal origination, client relationship management, principal equity investing, mezzanine finance, structured project finance and commodity derivative structures. As a professional Geologist and Geostatistician, Ted has been involved with many technically challenging resource projects around the globe covering a range of commodities including gold, silver, copper, base metals, PGM's, bauxite and coal.

Ted holds a Bachelor of Science (Geology) from the University of New England, Post-Graduate Degree in Geostatistics from the Paris School of Mines, Post-Graduate Diploma in Mineral Economics from Macquarie University and a Post-Graduate Diploma in Applied Finance and Investment from the Securities Institute of Australia. Ted is a Corporate Member of the Australasian Institute of Mining and Metallurgy (AusIMM).

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES

DIRECTORS' REPORT

Ryan Austerberry, Non-executive Director

Director since 2 December 2021- resignation 4 September 2023.

Ryan Austerberry has over 18 years of experience in the resource industry with a background in Mining Engineering, predominantly undertaking technical roles and operations management. Ryan has had comprehensive technical roles and operations management through a variety of mining engineering roles into project work.

Ryan has been with Mandalay Resources Corporation (TSX:MDN) ('Mandalay') for most of his career, he is the current General Manager of Operations at Costerfield in Victoria and previously was General Manager of Björkdal in Sweden. Ryan has previously assisted with developing Cerro Bayo and has operational knowledge of the Cerro Bayo Mine in Chile.

Ryan holds a Bachelor of Applied Science from the Royal Melbourne Institute of Technology, a Post-Graduate Diploma in Mining from the University of Ballarat, and an MBA from the Australian Institute of Business. Ryan is a Chartered Professional in Mining with the Australasian Institute of Mining and Metallurgy (AusIMM) and a graduate of the Australian Institute of Company Directors.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES

DIRECTORS' REPORT

Review of Operations

Corporate Activities

During the period ended 31 December 2023, the significant changes in the state of affairs of the Group were as follows:

On 14 July 2023, the Company issued 32,500,000 ordinary shares to an institutional investor and a director of the Company at an issue price of \$0.04 raising \$1,300,000 (\$500,000 was received before 30 June 2023) before costs. The Company also issued 25,000,000 unlisted options to the institutional investor. The options have an exercise price of \$0.05 expiring on 28 June 2026.

On 3 October 2023, the Company entered into a Deed of Forbearance with the lenders of its borrowing facility, Tribeca and its affiliated entities ("Tribeca"), as a result of breaching the terms of its loan facility agreement, having failed to pay accrued interest on 30 September 2023. As a result of the Deed, the lenders have agreed not to exercise their power to call upon the loan until 31 January 2024, or earlier in the event the sale of the Group's Chilean operations is finalised or does not proceed. On 12 October 2023, the Company issued 3,937,008 ordinary shares to the value of \$50,000 to Tribeca under the terms of the deed.

On 30 November 2023, Equus executed binding documentation with Mitre Mining Corporation Limited ("Mitre") under which Mitre would acquire all the Chilean assets and undertakings of Equus. Under the terms of the agreement, Mitre acquires 100% of the Group's Australian subsidiary Equus Resources Pty Ltd which holds through subsidiaries in Chile 100% of the share capital of the Cerro Bayo project and the Cerro Diablo exploration project. Additionally, Mitre acquires all the assets and undertakings of Equus' subsidiaries, Southern Gold SpA and Equus Patagonia SpA, which together own all the assets comprising the Los Domos exploration project. The sale was contingent on a number of conditions, which included both parties receiving shareholder approval, Mitre securing financing of not less than \$6,000,000, and relevant third party approvals. The transaction completed on 21 February 2024.

Total consideration for the sale was A\$5.0 million comprised of:

- A\$3.5 million cash;
- A\$0.5 million of Mitre shares; and
- A\$1.0 million deferred consideration in cash or shares (at Mitre's discretion) subject to minimum resource and grade milestones at Cerro Bayo within 5 years.

Under the Deed, Tribeca would be directly paid and issued cash of A\$3 million and shares to the value of A\$500,000 in full repayment of all amounts owed by Equus under the US\$2.2 million Loan Facility Agreement with Tribeca. The Group would be entitled to cash consideration of \$500,000 as a result of the sale, of which \$200,000 was received in October 2023. A further \$270,000 was received in February 2024 and \$30,000 remains outstanding at the date of this report.

On 31 December 2023, the Group failed to pay accrued interest for the quarter ended 31 December 2023. The lenders Tribeca and its affiliated entities did not impose any additional penalties, restrictions, or conditions on the Group.

Cerro Bayo Project Cost-Base Restructuring

During the half year ended 31 December 2023, the Group finalised further cost-cutting measures including the renegotiation of easement agreement costs, reduction in vehicle leasing and energy generation requirements, and related costs.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES

DIRECTORS' REPORT

Cerro Bayo Project Exploration

While Equus and Mitre were waiting to obtain approval from their respective shareholders to complete the transaction for the sale of the Chile assets, Cerro Bayo continued with geological modelling based on extensive data compilation, re-logging of historic drill core and geological mapping was conducted to support follow up drill program design throughout Cerro Bayo largely to support the due diligence and sale process.

Financial position and performance

The Group recognised a loss for the half year ended 31 December 2023 of \$758,884 (31 December 2022: loss of \$9,339,020). The net assets of the Group at 31 December 2023 were \$44,793 (30 June 2023: net assets \$164,234) including cash of \$183,647 (30 June 2023: \$235,148).

During the period Equus spent \$389,923 of cash in exploration and evaluation activities.

Subsequent Events

On 30 January 2024 at a shareholders General Meeting, shareholders approved the sale of the Chilean assets to Mitre Mining Corporation Limited.

On 21 February 2024, Equus and Mitre Mining Corporation Limited ("Mitre") completed the sale of the Chilean assets with the sale of Equus Resources Pty Ltd, which indirectly holds all assets and undertakings of the Cerro Bayo project and the Cerro Diablo exploration project. Mitre has also acquired all the assets of Equus' subsidiaries, Southern Gold SpA and Equus Patagonia SpA, which together own all the assets comprising the Los Domos exploration project.

Under the term of the completion, Equity Trustees Ltd (in its capacity as trustee of the Tribeca Global Natural Resources Fund) (Tribeca) (and its affiliated entities), was directly paid in cash and shares in Mitre in full repayment of all amounts owed by Equus under the US\$2.2 million Loan Facility Agreement. In addition, the Group received payment of \$270,000 as a result of the sale with a final amount of \$30,000 outstanding and expected to be received.

From the Completion of the transaction on 21 February 2024, Equus no longer holds an interest in any projects and the Company will provide updates as required regarding future investment opportunities.

On 21 February 2024, the updated closure plan for Cerro Bayo processing operations was approved by Sernageomin. The change in the plan is not expected to have a significant impact on the financial statements of the Group.

No other matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

No Material Changes

Equus Mining confirms that it is not aware of any new information or data that would materially affect the information included in the quarterly activities report released on 31 January 2024 and the Chile asset disposal announced on 21 February 2024 and that all material assumptions and technical parameters in the market announcements continue to apply and have not materially changed.

**EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
DIRECTORS' REPORT**

Lead Auditor's Independence Declaration

The Lead Auditor's Independence Declaration is set out on page 7 and forms part of the Directors' Report for the half year ended 31 December 2023.

Signed at Sydney this 15th day of March 2024



John R. Braham
Non-Executive Chairman



Damien Koerber
Non-Executive Director



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Equus Mining Limited

I declare that, to the best of my knowledge and belief, in relation to the interim review of Equus Mining Limited for the half-year ended 31 December 2023 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Brisbane
15 March 2024

Adam Twemlow
Partner

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
Condensed Consolidated Interim Statement Of Profit or Loss and Other
Comprehensive Income

For the half year ended 31 December 2023

		Consolidated	
	Notes	31 December	31 December
		2023	2022
		\$	\$
			Restated*
CONTINUING OPERATIONS			
Expenses			
Administration expenses		(1,104,966)	(576,388)
Other expenses		(96,887)	(340,645)
Result from operating activities		(1,201,853)	(917,033)
Finance income	3	170,218	5,441
Finance costs	3	(180,138)	(149,319)
Loss before income tax		(1,211,773)	(1,060,911)
Income tax benefit/(expense)		-	-
Loss from continuing operations		(1,211,773)	(1,060,911)
DISCONTINUED OPERATIONS			
Profit / (loss) from discontinued operations (net of tax)	18	452,889	(8,278,109)
Loss for the period		(758,884)	(9,339,020)
Other comprehensive income for the period			
Items that may be classified subsequently to profit or loss			
Exchange differences on translation of foreign operations		(1,542,553)	(407,947)
		(1,542,553)	(407,947)
Items that will not be classified to profit or loss			
Net change in fair value of equity instruments at fair value through other comprehensive income		-	-
Total other comprehensive loss		(1,542,553)	(407,947)
Total comprehensive loss for the period		(2,301,437)	(9,746,967)
Loss for the period attributable to:			
Equity holders of the Company		(758,139)	(9,327,753)
Non-controlling interest		(745)	(11,267)
		(758,884)	(9,339,020)
Total comprehensive loss attributable to:			
Equity holders of the Company		(2,300,692)	(9,735,700)
Non-controlling interest		(745)	(11,267)
		(2,301,437)	(9,746,967)
Earnings per share			
Basic and diluted loss per share attributable to ordinary equity holders		(0.31) cents	(5.09) cents
Earnings per share - continuing operations			
Basic and diluted loss per share attributable to ordinary equity holders		(0.49) cents	(0.58) cents

*The comparative information has been re-presented due to a discontinued operation. Refer Note 18.

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

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
Condensed Consolidated Interim Statement Of Financial Position
As at 31 December 2023

		Consolidated	
	Notes	31 December 2023 \$	30 June 2023 \$
Current Assets			
Cash and cash equivalents		39,209	235,148
Receivables	4	3,016	1,009,615
Assets held for sale	17	22,435,692	-
Prepayments		35,020	39,333
Total Current Assets		22,512,937	1,284,096
Non-Current Assets			
Other receivables	4	6,280	9,190,240
Other financial assets	5	9,953	9,953
Property, plant and equipment	6	-	270,314
Exploration and evaluation expenditure	7	-	13,738,462
Total Non-Current Assets		16,233	23,208,969
Total Assets		22,529,170	24,493,065
Current Liabilities			
Payables	8	585,032	2,458,213
Lease liability		-	178,723
Provision for rehabilitation	9	-	4,593,411
Borrowings	10	3,134,296	3,318,251
Liabilities directly associated with assets held for sale	17	18,765,049	-
Total Current Liabilities		22,484,377	10,548,598
Non-Current Liability			
Provision for rehabilitation	9	-	13,780,233
Total Non-Current Liabilities		-	13,780,233
Total Liabilities		22,484,377	24,328,831
Net Assets		44,793	164,234
Equity			
Issued capital	11	144,280,786	142,930,786
Reserves	12	(251,864)	788,611
Accumulated losses		(143,969,381)	(143,541,160)
Parent entity interest		59,541	178,237
Non-controlling interest		(14,748)	(14,003)
Total Equity		44,793	164,234

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

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
Condensed Consolidated Interim Statement Of Changes In Equity
For the half year ended 31 December 2023

Consolidated	Note	Issued capital	Accumulated losses	Option Premium reserve	Equity Based reserve	Fair Value reserve	Foreign currency translation reserve	Total	Non-controlling Interest	Total equity
		\$	\$	\$	\$	\$	\$	\$	\$	\$
Balance at 1 July 2022		140,177,143	(118,385,050)	-	618,918	388,066	(2,358,497)	20,440,580	1,235	20,441,815
Loss for the period		-	(9,327,753)	-	-	-	-	(9,327,753)	(11,267)	(9,339,020)
Total other comprehensive income		-	-	-	-	-	(407,947)	(407,947)	-	(407,947)
Total comprehensive loss for the period		-	(9,327,753)	-	-	-	(407,947)	(9,735,700)	(11,267)	(9,746,967)
Transactions with owners recorded directly in equity										
Ordinary shares issued		1,867,918	-	-	-	-	-	1,867,918	-	1,867,918
Transaction costs on issue of shares		(14,275)	-	-	-	-	-	(14,275)	-	(14,275)
Issued loan options				1,005,976				1,005,976		1,005,976
Transfer expired options		-	67,333	-	(67,333)	-	-	-	-	-
Balance at 31 December 2022		142,030,786	(127,645,470)	1,005,976	551,585	388,066	(2,766,444)	13,564,499	(10,032)	13,554,467
Balance at 1 July 2023		142,930,786	(143,541,160)	1,005,976	551,585	397,214	(1,166,164)	178,237	(14,003)	164,234
Loss for the period		-	(758,139)	-	-	-	-	(758,139)	(745)	(758,884)
Total other comprehensive income		-	-	-	-	-	(1,542,553)	(1,542,553)	-	(1,542,553)
Total comprehensive loss for the period		-	(758,139)	-	-	-	(1,542,553)	(2,300,692)	(745)	(2,301,437)
Transactions with owners recorded directly in equity										
Ordinary shares issued	11	1,350,000	-	-	-	-	-	1,350,000	-	1,350,000
Transaction costs on issue of shares		-	-	-	-	-	-	-	-	-
Issued loan options				831,996				831,996		831,996
Transfer expired options		-	329,918	-	(329,918)	-	-	-	-	-
Balance at 31 December 2023		144,280,786	(143,969,381)	1,837,972	221,667	397,214	(2,708,717)	59,541	(14,748)	44,793

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

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
Condensed Consolidated Interim Statement Of Cash Flows
For the half year ended 31 December 2023

	Consolidated	
	31	31
	December	December
	2023	2022
	\$	\$
Cash flows from operating activities		
Cash receipts in the course of operations	751,680	12,691,963
Cash payments in the course of operations	(1,627,807)	(15,386,720)
Net cash used in operations	(876,127)	(2,694,757)
Interest received	4,868	5,577
Interest paid	-	(72,958)
Net cash used in operating activities	(871,259)	(2,762,138)
Cash flows from investing activities		
Proceed advance on sale of assets	200,000	-
Payments for exploration and evaluation expenditure	(389,923)	(2,670,154)
Payments for plant and equipment	-	(34,069)
Net cash used in investing activities	(189,923)	(2,704,223)
Cash flows from financing activities		
Proceeds from share issues	800,000	1,545,500
Transaction costs on share issue	-	(14,275)
Proceeds from operating advances/loans	500,000	-
Proceeds from borrowings	-	3,229,121
Repayment of borrowings	(180,768)	-
Lease payments	(109,551)	(103,555)
Net cash provided by financing activities	1,009,681	4,656,791
Net (decrease) / increase in cash held	(51,501)	(809,570)
Cash at the beginning of the reporting period	235,148	2,148,443
Effect of exchange rate fluctuation on cash held	-	-
Cash and cash equivalents	183,647	1,338,873
Less cash reclassified to assets held for sale	(144,438)	-
Cash and cash equivalents at 31 December	39,209	1,338,873

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

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

1. REPORTING ENTITY

Equus Mining Limited (the 'Company') is a company domiciled in Australia. The condensed consolidated interim financial statements, of the Company as at and for the half year ended 31 December 2023 comprises the Company and its subsidiaries (together referred to as the 'Group'). The Group is a for-profit entity and is primarily engaged in identifying and evaluating mineral exploration resource opportunities until recently in southern Chile, South America.

The consolidated annual financial statements of the Group as at and for the year ended 30 June 2023 are available upon request from the Company's registered office at Level 2, 66 Hunter Street, Sydney, NSW, 2000 or at www.equusmining.com.

2. BASIS OF PREPARATION

(a) Statement of compliance

The condensed consolidated interim financial statements are general purpose financial statements prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting*.

Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual consolidated financial statements as at and for the year ended 30 June 2023. The condensed consolidated interim financial statements do not include all the information required for full annual financial statements and should be read in conjunction with the consolidated annual financial statements of the Group as at and for the year ended 30 June 2023 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* and the ASX Listing Rules.

This condensed consolidated interim financial report was approved by the Board of Directors on 15 March 2024.

(b) Going concern

The consolidated interim financial statements have been prepared on a going concern basis, which contemplates the realisation of assets and settlement of liabilities in the ordinary course of business.

The Group recorded a loss attributable to equity holders of the Company of \$758,139 for the interim period ended 31 December 2023 and has accumulated losses of \$143,969,381 as at 31 December 2023. The Group used \$871,259 of cash in operations, in addition to \$389,923 of cash for exploration and evaluation expenditure for the interim period ended 31 December 2023. The Group had cash on hand of \$183,647 at 31 December 2023 and net assets of \$44,793 as at 31 December 2023.

During the period, the Group executed binding agreements with Mitre Mining Corporation Limited ("Mitre") (ASX: MMC) for the sale of all the Chilean assets and undertakings of Equus. Total consideration for the sale is up to \$5,000,000. Of the stated consideration, Tribeca and its affiliated entities ("Tribeca") will receive \$3,000,000 cash and Mitre shares to the value of \$500,000. In return, Tribeca will unconditionally release the Group of its repayment obligations in respect of the USD \$2,200,000 facility outstanding as at 31 December 2023 (refer to Note 11). The Group will be entitled to cash consideration of \$500,000 as a result of the sale, of which \$200,000 was received in October 2023. Subsequent to 31 December 2023, \$270,000 was received in February 2024 and \$30,000 remaining balance to be received upon completion of transferring titles of tenement licences in Southern Gold SpA and Equus Patagonia SpA across to Mitre.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

There is an additional \$1,000,000 in deferred consideration which may be received by the Company, in the form of cash or shares being at the discretion of Mitre, contingent on a minimum resource and grade milestones at Cerro Bayo within 5 years.

The Group has used the funds received from the sale of the Chilean assets to settle trade creditors, and as at 13 March 2024 the Group had cash of \$123,556 and accounts payable of \$223,898, of which \$220,000 is owing to parties who have agreed to defer payment until the Group is in a financial position to do so.

The Directors have prepared cash flow projections for the period to 31 March 2025 that support the ability of the Group to continue as a going concern. These cash flow projections are dependent upon the Directors securing future investment opportunities for the Group in order to sustain its operations long-term. Until such a time, the Group will be dependent upon future share placements and will be required to significantly reduce operating expenditure in line with available funding. The Group has successfully raised additional funding in the prior years, however such fundraising is inherently uncertain until secured.

In the event that this assumption does not transpire, the Group may not be able to continue its operations as a going concern. As a result, the Group may not be in a position to realise its assets and extinguish its liabilities in the ordinary course of operations and at the amounts stated in the consolidated interim financial report.

(c) Use of estimates and judgements

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

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated annual financial statements for the year ended 30 June 2023 except for:

- Going concern - Note 2(b)
- Valuation of Options - Note 11 (b)
- Assets held for sale - Note 17
- Discontinued operations - Note 18

(d) Assets held for sale

Non-current assets, or disposal groups comprising assets and liabilities, are classified as held-for-sale if it is highly probable that they will be recovered primarily through sale rather than through continuing use.

Such assets, or disposal groups, are generally measured at the lower of their carrying value and fair value less costs to sell. Any impairment loss on disposal group is allocated first to goodwill, and then to remaining assets and liabilities on a pro-rata basis. Impairment losses on initial classification as held-for-sale or held-for-distribution and subsequent gains and losses on remeasurement are recognised in profit and loss.

Once classified as held-for-sale, property, plant and equipment are no longer amortised or depreciated, and any equity-accounted investee is no longer equity accounted.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

(e) Discontinued operations

A discontinued operation is a component of the Group's business, the operations and cash flows of which can be clearly distinguished from the rest of the Group and which:

- Represent a separate major line of business or geographic area of operations;
- Is part of a single co-ordinated plan to dispose of a separate major line of business or geographic area of operations; or
- Is a subsidiary acquired exclusively with a view to resale.

Classification as a discontinued operation occurs at the earlier of disposal or when the operation meets the criteria to be classified as held-for-sale.

When an operation is classified as a discontinued operation, the condensed consolidated interim comparative statement of profit or loss is re-presented as if the operation had been discontinued from the start of the comparative year.

(f) Changes in Accounting Policies

Apart from the accounting policies noted above, the accounting policies applied in these condensed consolidated interim financial statements are consistent with those applied in the 30 June 2023 financial report.

(g) New accounting standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are able to be early adopted for annual periods beginning after 1 July 2023 and have not been applied in preparing these condensed consolidated interim financial statements. None of these are expected to have a significant effect on the financial statements of the Group.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

3. FINANCE INCOME AND FINANCE COSTS

	Consolidated	
	31 December	31 December
	2023	2022
	\$	\$
Interest income on cash deposits	4,813	5,441
Foreign exchange (loss) / gain	165,405	-
Interest expense on loan	(180,138)	(72,958)
Finance cost – amortisation of options	-	(76,361)
Total	(9,920)	143,878

The following items are relevant in explaining the financial performance for the half year:

4. RECEIVABLES

	Consolidated	
	31 December	30 June
	2023	2023
	\$	\$
Current		
Goods and service tax and value added tax	1,348	687,160
Other	1,668	322,455
	3,016	1,009,615
Non-current		
Reimbursement for rehabilitation costs	-	9,186,822
Other	6,280	3,418
	6,280	9,190,240

In accordance with the acquisition agreement, Mandalay Resources Corporation has agreed to contribute 50% of the closure cost up to AU \$8,423,846 (plus V.A.T.). The Group has reclassified the receivable from Mandalay and other receivables of \$782,413 as assets held for sale following the execution of the agreement to dispose of Equus Resources Pty Ltd to Mitre Mining Corporation Limited. Refer Note 17.

5. INVESTMENTS

At 31 December 2023, the Group holds 1,327,000 shares (30 June 2023: 1,327,000) in Blox Inc., a US over-the-counter traded company. The closing share price of US\$0.003 at 31 December 2023 (30 June 2023: US\$0.005) had an immaterial impact on the profit and loss for the half year ended 31 December 2023.

The Group recognises its financial assets at fair value and classified its investments as follows:

	Consolidated	
	31 December	30 June
	2023	2023
	\$	\$
<i>Equity instruments at fair value through other comprehensive income</i>		
Equity securities – Investment in Blox Inc.	9,953	9,953

Equity instruments at fair value through other comprehensive income are equity instruments which the Group intends to hold for the foreseeable future. Any dividends received are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in the fair value reserve in OCI and are never reclassified to profit or loss.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

6. PROPERTY PLANT AND EQUIPMENT

	Consolidated	
	31 December	30 June
	2023	2023
	\$	\$
Plant and equipment		
Plant and office equipment at cost	112,262	108,439
Additions	-	-
Accumulated depreciation	(59,235)	(39,681)
Net foreign currency difference on translation	(734)	3,375
Reclassification to assets held for sale (Note 17)	(52,293)	-
Net book value	-	72,133
Computers – at cost	48,864	14,276
Additions	-	34,821
Accumulated depreciation	(23,871)	(15,263)
Net foreign currency difference on translation	363	336
Reclassification to assets held for sale (Note 17)	(25,356)	-
Net book value	-	34,170
Motor vehicles	438,905	327,672
Additions	-	101,834
Accumulated depreciation	(444,525)	(272,331)
Net foreign currency difference on translation	5,620	6,836
Net book value	-	164,011
	-	270,314

At 31 December 2023, the Group reclassified its property, plant and equipment as assets held for sale following the execution of the agreement to dispose of all Chilean assets and undertakings to Mitre Mining Corporation Limited during the period.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

7. EXPLORATION AND EVALUATION EXPENDITURE

	31 December 2023 \$	30 June 2023 \$
Los Domos (gold-silver)	-	-
Cerro Diablo (gold-silver)	-	-
Cerro Bayo (gold-silver)	-	13,738,462
Net Book Value	-	13,738,462
Los Domos (gold-silver)		
Balance at beginning of the period	-	4,374,815
Additions	-	16,997
Impairment	-	(4,777,044)
Foreign currency translation movement	-	385,232
Net book value	-	-
Cerro Diablo (gold-silver)		
Balance at beginning of the period	-	73,478
Additions	-	-
Impairment	-	(80,084)
Foreign currency translation movement	-	6,606
Net book value	-	-
Cerro Bayo (gold-silver)		
Balance at beginning of the period	13,738,462	18,643,303
Additions	406,165	2,980,053
Impairment	-	(9,432,065)
Foreign currency translation movement	(1,144,385)	1,547,171
Reclassification to assets held for sale (Note 17)	(13,000,242)	-
Net book value	-	13,738,462

At 31 December 2023, the Group reclassified its exploration and evaluation expenditure as assets held for sale following the execution of the agreement to dispose of all Chilean assets and undertakings to Mitre Mining Corporation Limited during the period.

8. PAYABLES

	Consolidated	
	31 December 2023 \$	30 June 2023 \$
Current		
Trade payables	379,761	2,410,387
Advance consideration	200,000	-
Employee entitlements	5,271	47,826
	585,032	2,458,213

As part of the executed agreement with Mitre to sell all Chilean assets and undertakings, Equus were paid an Exclusivity Fee of \$200,000. This consideration is required to be repaid to Mitre if the sale is not completed. Therefore, this has been presented as a consideration advance from Mitre at 31 December 2023.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

9. PROVISION FOR REHABILITATION

Compañía Minera Cerro Bayo has a closure plan approved by the Chilean National Service of Geology and Mining (Sernageomin) dated 17 May 2019 and amended on 23 June 2020. The closure plan cost is the amount of 332.65 UF (Chilean Unidades de Fomento) AU \$16,847,692 (plus V.A.T.) as determined by Sernageomin. In accordance with the acquisition agreement, Mandalay Resources Corporation has agreed to contribute 50% of the closure cost up to AU \$8,423,846.

Subsequent to 31 December 2023, the updated closure plan was approved by Sernageomin on 21 February 2024. The change in the plan is not expected to have a significant impact on the financial statements of the Group.

The Group has reclassified the provision for rehabilitation and the recognised receivable from Mandalay in relation to this contribution to assets/liabilities held for sale following execution of the agreement to dispose of Equus Resources Pty Ltd to Mitre Mining Corporation Limited. Refer Note 17.

10. BORROWINGS

	Consolidated	
	31 December	30 June
	2023	2023
	\$	\$
Loan facility	3,305,482	3,305,482
Principal repayment	(184,584)	-
Interest accrued not paid	180,138	-
Fair value adjustment	-	17,921
Foreign currency translation movement	(166,740)	(5,152)
	<u>3,134,296</u>	<u>3,318,251</u>

The Company entered into a Corporate Debt facility for US\$2.2 million provided by a Fund managed by Tribeca Investment Partners Pty Ltd, Tribeca Global Resources Credit Pty Ltd ('Tribeca'), and certain nonassociated co-investors introduced by Tribeca. The interest rate is 10% payable quarterly in arrears. The loan is repayable in full in 24 months following the drawdown date of 13 October 2022. The loan is secured by firstranking general security. The loan financial covenants have been conditionally deferred by Tribeca until 31 March 2024. Tribeca received 22,863,081 options for providing the loan facility. The fair value of the options are recognised as part of the loan facility and amortised in profit and loss as finance costs using the effective interest rate over the term of the loan.

On 3 October 2023, the Company entered into a Deed of Forbearance with Tribeca, as a result of breaching the terms of its loan facility agreement, having failed to pay accrued interest on 30 September 2023.

Subsequent to 31 December 2023, the Group completed the sale of its assets and undertakings in Chile. The Deed of Forbearance was extended by the Company and Tribeca until the sale was completed. As a result, the lenders have agreed not to exercise their power to call upon the loan.

Subsequent to year end, as part of the transaction, the full amount outstanding of the loan including principal and interest was fully repaid to Tribeca Investment Partners Pty Ltd, Tribeca Global Resources Credit Pty Ltd ('Tribeca'), and certain non-associated co-investors introduced by Tribeca.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

11. ISSUED CAPITAL

(a) Fully paid ordinary shares

	Consolidated			
	31 December 2023		30 June 2023	
	Number	\$	Number	\$
Ordinary shares, fully paid at 1 July	216,637,925	142,930,786	174,076,954	140,177,143
<i>Movement in Ordinary Shares:</i>				
Issued ordinary shares 2 September 2022 for \$0.10			12,755,000	1,275,500
Issued ordinary shares 1 December 2022 – non cash ¹			4,605,971	322,418
Issued ordinary shares 13 December 2022 for \$0.10			2,700,000	270,000
Issued ordinary shares 6 April 2023 for \$0.04			5,000,000	200,000
Issued ordinary shares 5 May 2023 for \$0.04			17,500,000	700,000
Issued ordinary shares 14 July 2023 for \$0.04	32,500,000	1,300,000		
Issued ordinary shares 13 October 2023 – non cash ²	3,937,008	50,000		
Less cost of issue		-		(14,275)
	253,074,933	144,280,786	216,637,925	142,930,786

¹ On 1 December 2022 the Company issued 4,605,971 shares to a creditor in Chile as consideration for Drilling Services provided in connection with the Cerro Bayo project in southern Chile.

² On 13 October 2023 the Company issued 3,937,008 shares to its lenders Tribeca as a one-off consent fee for the Deed of Forbearance as a result of breaching the terms of its loan facility agreement, having failed to pay accrued interest on 30 September 2023.

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

Holder of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at the shareholders meetings. In the event of winding up of the Company, ordinary shareholders rank after creditors and are fully entitled to any proceeds of liquidation.

(b) Share options

During the half-year ended 31 December 2023, the Company issued 25,000,000 unlisted options (31 December 2022: 22,863,081 unlisted options issued) as part consideration for Tribeca agreeing to defer the financial covenant requirements associated with the loan facility. The Amendment Deed was executed on 31 March 2023.

Furthermore, there were 1,541,666 options valued at \$329,918 (31 December 2022: 333,333 expired options valued at \$67,333) that expired during the period which were not exercised by the option holders.

Fair value of options

The fair value of options granted is measured at grant date and recognised as an expense over the period during which the recipients become unconditionally entitled to the options. The fair value of the options granted is measured using an option valuation methodology, taking into account the terms and conditions upon which the options were granted. The amount recognised as an expense is adjusted to reflect the actual number of options that vested during the period.

The fair value of options granted on 14 July 2023 following shareholder approval to a participant of the 14 July share placement was \$831,996. The Black-Scholes formula model inputs were the Company's share price of \$0.05 at the grant date, a volatility factor of 102.36% based on historic share price performance, a risk-free interest rate of 3.2% based on government bonds and a dividend yield of 0%.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

11. ISSUED CAPITAL

(b) Share options (Continued)

The fair value of options granted on 11 October 2022 to the lender of the loan facility was \$1,005,976. The Black-Scholes formula model inputs were the Company's share price of \$0.088 at the grant date, a volatility factor of 94.3% based on historic share price performance, a risk-free interest rate of 3.01% based on government bonds and a dividend yield of 0%.

12. RESERVES

	Consolidated	
	31 December 2023	30 June 2023
	\$	\$
Fair value reserve (a)	397,214	397,214
Foreign currency translation reserves (b)	(2,708,717)	(1,166,164)
Equity based compensation reserve (c)	221,667	551,585
Option premium reserve (d)	1,837,972	1,005,976
	251,864	788,611
(a) Fair value reserve		
Balance at beginning of period	397,214	388,066
Net change in fair value	-	9,148
Balance at end of period	397,214	397,214
(b) Foreign currency translation reserves		
Balance at beginning of period	(1,166,164)	(2,358,497)
Currency translation differences	(1,542,553)	1,192,333
Balance at end of period	(2,708,717)	(1,166,164)
(c) Equity based compensation reserve		
Balance at beginning of period	551,585	618,918
Share based payment – vested share options	-	-
Expiry of options	(329,918)	(67,333)
Balance at end of period	221,667	551,585
(d) Option premium reserve		
Balance at beginning of period	1,005,976	1,005,976
Options issued at fair value – Tribeca	831,996	-
Balance at end of period	1,837,972	1,005,976

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

13. OPERATING SEGMENTS

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (the Chief Operating Decision Makers) in assessing performance and determining the allocation of resources. The Group is managed primarily on a geographical basis which involves mineral exploration and processing activities in the Republic of Chile. Operating segments are determined based on financial information reported to the board which is at the consolidated entity level.

Accordingly, management currently identifies the Group as having only one reportable segment, being mineral exploration and processing activities in Chile. The financial results from this segment are equivalent to the assets held for sale and discontinued operation. Refer to Note 17 and 18 respectively. On 21 February 2024, the Group completed the sale of all its assets and undertakings in Chile with no operating segments subsequent to this date.

14. FINANCIAL INSTRUMENTS

Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 30 June 2023.

Carrying amounts versus fair values

The carrying amounts of financial assets and financial liabilities included in the balance sheet approximate fair values.

Financial instruments carried at fair value

Fair value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<i>Financial assets</i>				
31 December 2023	-	9,953	-	9,953
30 June 2023	-	9,953	-	9,953

The financial assets held at 31 December 2023 and 30 June 2023 relate to investments held in equity securities and were designated as equity instruments at fair value through other comprehensive income. There has been no change in the valuation techniques during the half-year ended 31 December 2023.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

15. EVENTS OCCURRING SUBSEQUENT TO 31 DECEMBER 2023

On 30 January 2024 at a shareholders General Meeting, shareholders approved the sale of the Chilean assets to Mitre Mining Corporation Limited.

On 21 February 2024, Equus and Mitre Mining Corporation Limited (“Mitre”) completed the sale of the Chilean assets with the sale of Equus Resources Pty Ltd, which indirectly holds all assets and undertakings of the Cerro Bayo project and the Cerro Diablo exploration project. Mitre has also acquired all the assets of Equus’ subsidiaries, Southern Gold SpA and Equus Patagonia SpA, which together own all the assets comprising the Los Domos exploration project.

Under the term of the completion, Equity Trustees Ltd (in its capacity as trustee of the Tribeca Global Natural Resources Fund) (Tribeca) (and its affiliated entities), was directly paid in cash and shares in Mitre in full repayment of all amounts owed by Equus under the US\$2.2 million Loan Facility Agreement. In addition, the Group received payment of \$270,000 as a result of the sale with a final amount of \$30,000 outstanding and expected to be received.

From the Completion of the transaction on 21 February 2024, Equus no longer holds an interest in any projects and the Company will provide updates as required regarding future investment opportunities.

On 21 February 2024, the updated closure plan for Cerro Bayo processing operations was approved by Sernageomin. The change in the plan is not expected to have a significant impact on the financial statements of the Group.

No other matters or circumstances have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

16. RELATED PARTIES

Transactions with key management personnel

During the period ended 31 December 2023 and 2022, no transactions were recorded with key management personnel or their related parties and there were no material contracts involving directors' interests existing at 31 December 2023.

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

17. ASSETS HELD FOR SALE

Disposal group held for sale

On 22 September 2023, the Group executed a non-binding agreement with Mitre Mining Corporation Ltd ("Mitre"). This occurred via management's commitment to a plan during the period to sell its Chilean assets and undertakings to allow the Group to focus on the re-structure of its operations.

On 29 November 2023, the Group entered a binding agreement with Mitre subject to a number of conditions including regulatory and shareholder approval, Mitre raising capital to fund the sale amongst some minor legal items subject to Government approval.

The geographical segment of Chile is presented as a disposal group held for sale following the commitment of the Group's management to a plan to sell all the exploration assets in Chile and the Cerro Bayo mine. The ownership interests in Equus Resources Pty Ltd which owns the interest of Cerro Bayo mine together with the exploration project of Los Domos were disposed of on 21 February 2024. The ownership interest has been classified as assets held for sale at 31 December 2023.

As at 31 December 2023 the assets and liabilities held for sale comprised assets of \$22,435,692, and liabilities of \$18,765,049 detailed as follows:

	31 December 2023 \$
Assets	
Cash and cash equivalents	144,438
Trade and other receivables	9,206,259
Prepayments	7,104
Property, plant and equipment	77,649
Exploration and evaluation	13,000,242
Assets held for sale	22,435,692
 Liabilities	
Trade and other payables	(1,917,357)
Rehabilitation provision	(16,847,692)
Liabilities held for sale	(18,765,049)

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
31 December 2023

18. DISCONTINUED OPERATION

As described in Note 17, in November 2023, the Group executed a binding agreement with Mitre to sell its entire Processing and Exploration and Evaluation segments and exit the Chilean geographic operations. Management committed to a plan to sell this on 22 September 2023, following a strategic decision to restructure its operations.

The Chilean operations were not previously classified as held-for-sale or as a discontinued operation. The comparative condensed consolidated interim statement of comprehensive income has been re-presented to show the discontinued operation separately from continuing operations.

A. Results of discontinued operation

	2023	2022
	\$	\$
Results of discontinued operation		
Revenue	-	11,532,712
Cost of sales	-	(14,529,294)
	-	(2,996,582)
Other income	494,994	-
Impairment of exploration and evaluation assets	-	(4,571,034)
Expenses	(1,356,754)	(332,685)
Exchange gain/(loss)	1,314,649	(377,808)
Results from operating activities	452,889	(8,278,109)
Income tax expense	-	-
Profit/(loss) for the period	452,889	(8,278,109)
Basic and diluted gain/(loss) per share (cents)	0.18	(4.51)

B. Cash flows from (used in) discontinued operation

	2023	2022
	\$	\$
Net cash used in operating activities	(472,917)	(1,710,285)
Net cash used in investing activities	(389,923)	(2,704,223)
Net cash from/(used in) financing activities	390,449	(103,555)
Net cash flows for 6 months ended 31 December 2023	(472,391)	(4,518,063)

**EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES
DIRECTORS' DECLARATION**

31 December 2023

In the opinion of the directors of Equus Mining Limited (the 'Company'):

- (a) the interim financial statements and notes set out on pages 8 to 24, are in accordance with the *Corporations Act 2001*, including:
- (i) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half year ended on that date; and
 - (ii) complying with Australian Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) 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 at Sydney this 15th day of March 2024
in accordance with a resolution of the Board of Directors:



John R. Braham
Non-executive Chairman



Damien J. Koerber
Non-executive Director



Independent Auditor's Review Report

To the shareholders of Equus Mining Limited

Report on the Interim Financial Report

Conclusion

We have reviewed the accompanying **Interim Financial Report** of Equus Mining Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Equus Mining Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the **Group's** financial position as at 31 December 2023 and of its performance for the **Interim Period** ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Interim Financial Report** comprises:

- Condensed consolidated statement of financial position as at 31 December 2023;
- Condensed consolidated statement of profit or loss and other comprehensive income, Condensed consolidated statement of changes in equity and Condensed consolidated statement of cash flows for the Interim Period ended on that date;
- Condensed Consolidated Notes 1 to 18 comprising certain material accounting policies and other explanatory information; and
- The Directors' Declaration.

The **Group** comprises Equus Mining Limited (the Company) and the entities it controlled at the Interim Period's end or from time to time during the Interim Period.

The **Interim Period** is the 6 months ended on 31 December 2023.

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 Interim Financial Report* section of our report.

We are independent of the Group 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Material uncertainty related to going concern

We draw attention to Note 2(b), "Going Concern" in the Interim Financial Report. The events or conditions disclosed in Note 2(b), indicate a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern and, therefore, whether it will realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the Interim Financial Report. Our conclusion is not modified in respect of this matter.

Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Interim Financial Report

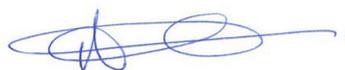
Our responsibility is to express a conclusion on the Interim Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2023 and its performance for the Interim Period ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an Interim Period 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.



KPMG

Brisbane
15 March 2024



Adam Twemlow
Partner

EQUUS MINING LIMITED AND ITS CONTROLLED ENTITIES CORPORATE DIRECTORY

Directors:

Mr John R. Braham (Chairman)
Mr Damien J. Koerber (Non-Executive Director)
Mr David Coupland (Non-Executive Director)

Company Secretary:

Mr Marcelo Mora

Principal Place of Business and Registered Office:

Level 2, 66 Hunter Street
SYDNEY NSW 2000

Phone: 61-2 9300 3366
Fax: 61-2 9221 6333
Email: info@equusmining.com
Homepage: www.equusmining.com

Auditors:

KPMG
Level 11, Heritage Lanes
80 Ann Street
BRISBANE QLD 4000

Share Registrar:

Automic
Level 5, 126 Phillip Street
SYDNEY NSW 2001

Phone: 61-2 9698 5414

Solicitors:

Sparke Helmore Lawyers
Level 29, 25 Martin Place
SYDNEY NSW 2000