



STRICKLAND
METALS LIMITED

Strickland Metals Limited
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Suite 6, 7 The Esplanade
Mt Pleasant WA 6153

16 March 2021

ASX: STK

Company Announcements Office
Australian Securities Exchange
4th Floor, 20 Bridge Street
Sydney NSW 2000

Interim Financial Report

Strickland Metals Limited (the '**Company**') submits the following Interim Financial Report for the six months ended 31 December 2020.

This announcement was approved and authorised for release by the Board of Strickland Metals Limited.

Yours sincerely

Kevin Hart
Company Secretary

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www.stricklandmetals.com.au



STRICKLAND
METALS LIMITED

ABN 20 109 361 195

INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

Corporate Directory

Directors

Mr Andrew Viner	Executive Chairman
Mr Gary Powell	Non-Executive Director
Mr Paul Skinner	Non-Executive Director

Company Secretary

Mr Kevin Hart

Principal Office

Suite 14, 7 The Esplanade
Mt Pleasant, Western Australia 6153

Registered Office

Suite 6, 7 The Esplanade
Mt Pleasant, Western Australia 6153
Telephone: (08) 9316 9100
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Website: www.stricklandmetals.com.au

Auditor

KPMG
235 St George's Terrace
Perth, Western Australia 6000

Share Registry

Automic Group
Level 2, 267 St Georges Tce
Perth WA 6000
Telephone: (02) 8072 1400

Stock Exchange Listing

The Company's shares are quoted on the Australian Securities Exchange.
The Home Exchange is Perth, Western Australia.

ASX Code

STK – Ordinary shares

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Exploration Results

The information in this report which relates to Exploration Results is based on information compiled by Andrew Viner, a Director of Strickland Metals Limited and a Member of the Australasian Institute of Mining and Metallurgy. Mr Viner is a shareholder and option holder of Strickland Metals Limited. Mr Viner has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves." Mr Viner consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

The Company confirms that it is not aware of any new information that materially affects the information included in the relevant ASX releases and the form and content of the announcements have not been materially modified. In the case of estimates of Mineral Resources, the Company confirms that all material assumptions and technical parameters underpinning the relevant market announcement, continue to apply and have not materially changed.

Directors' Report

The Directors present their report on Strickland Metals Limited and the entities it controlled at the end of, or during the half-year ended 31 December 2020 and the review report thereon.

Directors

The following persons were directors of Strickland Metals Limited during the entire half-year and up to the date of this report:

Mr Andrew Viner
Mr Gary Powell
Mr Paul Skinner

Results of Operations

The consolidated net loss after income tax for the half-year year was \$1,225,971 (31 December 2019: \$305,562) which includes project evaluation and generation and exploration costs expensed of \$42,896 (31 December 2019: \$69,628) and share based payments expense of \$805,664 (31 December 2019: \$30,076).

Financial Position

At the end of the period the Group had \$1,098,108 (30 June 2020: \$529,167) in cash and at call deposits. Capitalised mineral exploration and evaluation expenditure asset is \$8,795,913 (30 June 2020: \$7,031,646).

Review of Exploration

Horse Well Gold Project (STK 63% - Sole Funding)

The Group has largely completed re-evaluating the current Mineral Resources after incorporating drill results from January 2020 (*see ASX release 16/01/2020*). A new Mineral Resource Statement will be announced when available.

As per the Department of Mines, Industry Regulation and Safety (DMIRS) requirements for the grant of a Mining Lease, spring Flora and Fauna surveying has been completed in October 2020. This work also covered a proposed haulage route from the project to nearby gazetted roads. A formal report is being completed.

The Group has identified a number of Prospects that justify continued exploration and has recently received approval for a number of Programmes of Work.

As per DMIRS requirements for the grant of a Mining Lease, autumn Flora and Fauna surveying is planned for MLA69/147.

Initial negotiations with Native Title holders for a mining agreement will be conducted.

Following receipt of revised geological and resource modelling, preliminary pit optimisation work will be carried out utilising various gold prices centred around spot gold price. This will assist with planning of further data acquisition prior to carrying out a Scoping Study.

Dependent on suitable weather, air-core drilling of a number of prospects may be commenced. In addition, core drilling of the Warmblood and Palomino prospects may be commenced to gain metallurgical and geotechnical information for mining studies.

Bryah Basin – Copper & Gold – 100%

The Bryah Basin Project is located approximately 80 kilometres north of Meekatharra in the Gascoyne district of Western Australia and can be accessed from the Great Northern Highway, local shire roads and station tracks. The project comprises five early-stage Exploration Licences covering some 260 square kilometres.

The basin is host to volcanogenic massive sulphide ("VMS") deposits of copper and gold, formed during early stage volcanism, such as the Horseshoe Lights deposit and the more recently discovered DeGrussa and Monty deposits currently which are currently being mined

by Sandfire Resources Limited ('Sandfire'). Sandfire is actively exploring in the area and holds tenements and joint ventures that completely surround the Project.

The basin also hosts significant structurally controlled orogenic gold deposits, associated with the Capricorn Orogen, which occurred after the VMS deposits were formed. The Fortnum Gold deposits located in the northern part of the basin are currently being mined by Westgold Resources Ltd.

Work completed was focused on collation, review and interpretation of the data received from field activities carried out in the previous quarter. Two base metal targets have been defined at the Dead Horse and Narracoota prospects and a gold target has been defined at the Dolerite Prospect.

Proposals for further work have been compiled and are being assessed.

Doolgunna Project - Copper-Gold – (option to earn 80%)

The Group, through its subsidiary Doolgunna Minerals Pty Ltd, secured an Option to Purchase 80% of the Doolgunna Project from Diversified Asset Holdings ("DAH"). The project comprises one granted Exploration Licence, E52/3495, covering some 46 square kilometres.

The Doolgunna Project is located within the Bryah Basin and is one of the last remaining (and privately held) Exploration Licences that is not controlled by Sandfire Resources Limited ('Sandfire'). The Group is exploring the project for a Volcanic Massive Sulphide ('VMS') mineral deposit similar to Sandfire's DeGrussa copper-gold mine.

Following due diligence that confirmed both geological, geochemical and geophysical coincident anomalies, the first drill testing of this project area had been successful in discovering a large sulphide system that includes a copper rich zone within it.

The system is different to that located at DeGrussa and down-hole electromagnetic surveys of the two deep diamond holes completed has not indicated that there is likely to be a DeGrussa style massive sulphide deposit where drilled.

On 16 March 2021 having completed all technical work required to inform its decision on whether to exercise the Option the Company announced it had notified the vendor of the Doolgunna Project of its intention not to exercise the Option over the Doolgunna Project and cease exploration activities as a result.

Paterson Project – Gold/copper (RTX earning 70%)

The Group entered into a Farm-In and Joint Venture Agreement with Rio Tinto Exploration Pty Limited (**RTX**) in June 2018 whereby RTX can explore and earn a majority interest in the Group's Exploration Licence E 45/4807 located in the Paterson region of Western Australia. RTX is a wholly owned subsidiary of Rio Tinto Limited (*refer ASX release 18 June 2018*).

RTX is completing the initial earn-in commitment whereby RTX can earn a 70% interest in the Tenement by spending \$500,000 and completing at least 500 metres of drilling within 3 years.

Following a reassessment of site access and heritage requirements, in particular around Lake Waukarlycarly, planning of a revised drill programme and associated earthworks was undertaken during the quarter.

Further planning of revised drill programme, access, logistics and related heritage arrangements will be undertaken during the quarter, with earthworks indicatively planned to commence in late March to support the drill testing of the "Frostini" and "Chilly" target areas in the June 2021 quarter. The programme size is still being considered, but indicatively may initially consist of 2-4 holes of 250m each, depending on success.

The testing of further target areas will be further considered subject to better understanding access and heritage requirements. The drill programme is targeting copper-gold target areas identified on the Tenement, with the depth of cover for the target areas currently estimated to be 30-100m.

Morgan Range – Nickel & Copper – (100%)

The principal target within the Group's Tenement is a strong historic aerial electro-magnetic anomaly ('TEM') selected by Rio Tinto Exploration ("RTX") for pegging, and which has now been purchased from RTX by the Group's 100% subsidiary Dingo Resources Limited (see ASX releases 18 February and 15 May 2020).

The attraction to the Group is the discrete nature of the target, which has already been defined and is now able to be drill tested relatively quickly – a low-cost / high-reward discovery opportunity.

The Group has had good engagement with the Ngaanyatjarra Council relating to E69/3400 over the last several months, despite some personnel restrictions caused by COVID-19. In late September/ early October 2020 the Council undertook a Preliminary Anthropological Assessment Survey on behalf of Strickland in consultation with local Traditional Owners to understand any cultural or heritage sensitivities relating to Strickland's proposed exploration activities. Strickland is awaiting a formal response but understands that further consultation will be required with Traditional Owners regarding those activities.

The Exploration Licence Application has been extended until the end of 1 July 2021 pending resolution of the land access matters.

Strickland intends to pursue access discussions in consultation with representatives of the Ngaanyatjarra Council.

Ophara Cobalt-Gold Project (100%)

No field exploration was completed during the period.

Extensions of Term have been secured for the two main tenements.

The Group is actively seeking discussions with other companies regarding sale and joint venture opportunities.

Kurnalpi South – Gold (Riversgold Limited earning 70%)

In July 2020, following the review, reprocessing and reinterpretation of airborne magnetic data publicly available for the Kurnalpi area, Riversgold Limited ('RGL') identified over 40 magnetic targets in the RGL Kurnalpi Project.

In early August 2020 remote sensing regolith mapping confirmed that 17 targets were potentially amenable to surface sampling.

A soil sampling program comprising a total of 4,280 samples was conducted between September and November 2020 across Riversgold's entire tenement package Kurnalpi project. The Survey covered 15 separate grids taking in 17 geophysical targets with samples collected every 40m on lines spaced between 200m and 400m apart. On E28/2665, 1,081 samples were collected and on E28/2599, 1,424 samples were collected. Samples were analyzed by the BLEG technique.

With regard to the Joint Venture ground encouraging results were returned from;

- Two strong +50ppb parallel trend at the Paradise Patch prospect with two "end of line" +50ppb samples leaving the anomaly open to the north, south and east.
- Moderately anomalous results (+15ppb) at the Far East prospect

The tenor and distribution of the laboratory gold-in-soil results returned from this first pass survey, combined with information about nugget finds confirm that the Paradise Patch prospect requires additional work and that potentially there are several mineralised trends present.

CORPORATE

A placement was conducted in July 2020 of 19,716,934 shares at \$0.03 raising \$591,508 before costs (refer ASX announcement 24 July 2020).

A share purchase plan was offered to shareholders in July 2020 and raised \$1.4 million before costs from the issue of 46,666,642 shares at \$0.03 each (refer ASX announcement 24 July 2020).

Matters subsequent to the end of the financial period

On 16 March 2021, the Group announced its intention to withdraw from the Doolgunna project Binding Heads of Agreement with Diversified Asset Holdings Pty Ltd. At 31 December 2020, the Group had capitalised mineral exploration and evaluation expenditure of \$1,609,712 relating to this project, which will be written off in March 2021. No adjustment has been made to amounts recorded at 31 December 2020 in the interim financial report in relation to this event.

Other than the above, there has not arisen in the interval between the end of the period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Group to affect substantially the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial years.

Auditors Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the Corporations Act is set out on the following page.

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

DATED at Perth this 16th day of March 2021.

A handwritten signature in black ink, appearing to be 'AV' followed by a long horizontal stroke.

Andrew Viner
Executive Chairman



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

To the Directors of Strickland Metals Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Strickland Metals Limited for the half-year ended 31 December 2020 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

KPMG

A handwritten signature in blue ink, appearing to read 'Matthew Beevers', written over a horizontal line.

Matthew Beevers
Partner
Perth
16 March 2021

**Condensed Consolidated Interim Statement of Profit or Loss and Other
Comprehensive Income
For the half-year ended 31 December 2020**

		Consolidated	
		31	31
		December	December
		2020	2019
	Note	\$	\$
Other income		36,527	12,000
Non-executive directors fees		(20,287)	(30,000)
Depreciation and amortisation		(1,395)	(1,658)
Occupancy expenses		(9,337)	(6,349)
Accounting and administrative expenses		(216,812)	(120,228)
Employee expenses		(88,363)	(29,607)
Share based payment expense	5	(805,664)	(30,076)
Insurance		(11,043)	(8,299)
Other expenses		(46,982)	(18,960)
Project evaluation and generation expenses		-	(2,905)
Fair value adjustment of financial assets		(15,000)	-
Loss on disposal of tenements		(4,833)	-
Exploration costs expensed	3	(42,896)	(69,628)
Results from operating activities		(1,226,085)	(305,710)
Finance income		114	148
Loss before income tax		(1,225,971)	(305,562)
Income tax expense		-	-
Loss for the period		(1,225,971)	(305,562)
Other comprehensive income for the period		-	-
Total comprehensive loss for the period		(1,225,971)	(305,562)
Loss per share:			
Loss per share (cents)		(0.304)	(0.017)
Diluted loss per share (cents)		(0.304)	(0.017)

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

**Condensed Consolidated Interim Statement of Financial
Position As at 31 December 2020**

		Consolidated	
		31	30
		December	June
		2020	2020
		\$	\$
Current assets			
Cash and cash equivalents		1,098,108	529,167
Trade and other receivables		42,601	34,600
Other current assets		10,525	2,513
Total current assets		1,151,234	566,280
Non- current assets			
Plant and equipment		3,616	5,011
Other financial assets		40,000	-
Capitalised mineral exploration and evaluation expenditure	3	8,795,913	7,031,646
Security deposits		20,458	20,458
Total non-current assets		8,859,987	7,057,115
Total assets		10,011,221	7,623,395
Current liabilities			
Trade and other payables		395,440	322,065
Provisions		104,971	103,156
Total current liabilities		500,411	425,221
Total liabilities		500,411	425,221
Net assets		9,510,810	7,198,174
Equity			
Issued capital	4	25,439,629	23,016,475
Accumulated losses		(17,342,096)	(16,116,125)
Reserves		1,413,277	297,824
Total equity		9,510,810	7,198,174

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

Condensed Consolidated Interim Statement of Changes in Equity
For the half-year ended 31 December 2020

	Share Capital	Accumulated losses	Share Option Reserve	Total
Consolidated	\$	\$	\$	\$
Balance as at 1 July 2020	23,016,475	(16,116,125)	297,824	7,198,174
Loss for the period	-	(1,225,971)	-	(1,225,971)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	-	(1,225,971)	-	(1,225,971)
Transfer from equity remuneration reserve				
Transactions with equity holders in their capacity as equity holders:				
Issue of shares	2,491,507	-	-	2,491,507
Transaction costs of equity issued	(68,353)	-	-	(68,353)
Share based payments	-	-	1,115,453	1,115,453
Balance as at 31 December 2020	25,439,629	(17,342,096)	1,413,277	9,510,810

	Share Capital	Accumulated losses	Equity Remuneration Reserve	Total
Consolidated	\$	\$	\$	\$
Balance as at 1 July 2019	20,668,289	(15,423,107)	50,873	5,296,055
Loss for the period	-	(305,562)	-	(305,562)
Other comprehensive income for the period	-	-	-	-
Total comprehensive loss for the period	-	(305,562)	-	(305,562)
Transfer from equity remuneration reserve				
Transactions with equity holders in their capacity as equity holders:				
Issue of shares	790,799	-	-	790,799
Transaction costs of equity issued	(55,772)	-	-	(55,772)
Share based payments	-	-	30,076	30,076
Balance as at 31 December 2019	21,403,316	(15,728,669)	80,949	5,755,596

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

Condensed Consolidated Interim Statement of Cash Flows
For the half-year ended 31 December 2020

	Consolidated	
	31	31
	December	December
	2020	2019
	\$	\$
Cash flows from operating activities		
Interest received	114	148
Payments to suppliers and employees	(400,734)	(228,588)
COVID cashflow boost received	36,527	-
Net cash (used in) operating activities	(364,093)	(228,440)
Cash flows from investing activities		
Payments for exploration and evaluation	(1,102,915)	(582,490)
Net cash (used in) investing activities	(1,102,915)	(582,490)
Cash flows from financing activities		
Proceeds from sale of tenement	-	12,000
Proceeds from issue of shares and shares to be issued	2,101,509	790,800
Payments for share issue costs	(65,560)	(55,773)
Net cash provided by financing activities	2,035,949	747,027
Net increase/(decrease) in cash held	568,941	(63,903)
Cash and cash equivalents at the beginning of the period	529,167	446,180
Cash and cash equivalents at the end of the period	1,098,108	382,277

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

**Notes to the Condensed Consolidated Interim Financial Report
For the half-year ended 31 December 2020**

Note 1 Summary of significant accounting policies

(a) Reporting entity

Strickland Metals Limited (the “Company”) is a Company domiciled in Australia. The condensed consolidated interim financial report of the Company as at and for the half year ended 31 December 2020 comprises the Company and its subsidiaries (together referred to as the “consolidated entity” or “Group”).

The Group is a for profit entity for financial reporting purposes under Australian Accounting Standards.

The consolidated annual financial report of the Group as at and for the year ended 30 June 2020 is available upon request from the Company’s registered office at Suite 6, 7 The Esplanade, Mt Pleasant, Perth or at www.stricklandmetals.com.au.

(b) Statement of compliance

The condensed consolidated interim financial report is a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 ‘Interim Financial Reporting’, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board (‘AASB’). Compliance with AASB 134 ensures compliance with IAS 34 ‘Interim Financial Reporting’.

This condensed consolidated interim financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as complete an understanding of the financial performance, financial position and cash flows of the Group as the annual financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2020 and any public announcements made by the Group during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The condensed consolidated interim financial report was approved by the Board of Directors on 16th March 2020.

(c) Going concern

The directors have prepared the financial statements on a going concern basis which contemplates the realisation of assets and the payment of liabilities in the normal course of business. The Group has no debt obligations. The Group has a working capital surplus of \$650,823 as at 31 December 2020 and had net cash inflows of \$568,941 for the period (including net proceeds from share issues of \$2,035,949). The Group incurred a loss for the period of \$1,225,971.

The directors have reviewed the Group’s financial position and forecast cash flows and have assessed that the Group will be required to raise additional funds by way of issuing equity to continue its exploration program as forecast.

The directors reasonably expect that the Group will be able to raise additional funds as required to meet future costs associated with its operating and exploration activities for at least the next 12 months but is able to curtail expenditure to preserve available cash reserves, if required.

The directors are therefore of the opinion that the use of the going concern basis is appropriate in the circumstances. Should the Group not be successful in obtaining adequate funding, there is a material uncertainty as to the ability of the Group to continue as a going concern and to realise its assets and extinguish its liabilities in the ordinary course of business.

**Notes to the Condensed Consolidated Interim Financial Report
For the half-year ended 31 December 2020**

(d) Significant accounting policies

Except as described below, the accounting policies applied by the Group in the condensed consolidated interim financial report are the same as those applied by the Group in its consolidated financial report as at and for the year ended 30 June 2020.

(e) Estimates

The preparation of the interim financial report 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. In preparing this consolidated interim financial report, 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 financial report as at and for the year ended 30 June 2020.

(f) Adoption of New and Revised Standards

New Standards and Interpretations applicable for the half year ended 31 December 2020

In the period ended 31 December 2020, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and effective for the current reporting period. As a result of this review, the Directors have determined that, with the exception below, there is no material impact of the new and revised Standards and Interpretations on the Group and, therefore, no material change is necessary to Group accounting policies.

Standards and Interpretations in issue not yet effective

The Directors have also reviewed all Standards and Interpretations in issue not yet effective for the period ended 31 December 2020. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet effective on the Group and, therefore, no change is necessary to Group accounting policies.

Notes to the Condensed Consolidated Interim Financial Report
For the half-year ended 31 December 2020

Note 2 Dividends

No dividends were paid or proposed during the half year ended 31 December 2020.
The Group has no franking credits available as at 31 December 2020.

Note 3 Capitalised mineral exploration and evaluation expenditure

	Dec 2020	June 2020
	\$	\$
<i>In the exploration and evaluation phase</i>		
Cost brought forward	7,031,646	4,977,761
Exploration expenditure incurred during the year	986,150	896,243
Acquisition of Dingo Resources Limited	-	347,642
Acquisition of tenements	778,117	810,000
	8,795,913	7,031,646
Cost carried forward		

The recoverability of the carrying amount of the capitalised exploration and evaluation assets is dependent upon the successful development and commercial exploitation or alternatively sale of the respective areas of interest.

Where facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount, the expenditure has been impaired down to its recoverable amount.

Refer to Note 7 - Events occurring after the balance sheet date.

Note 4 Contributed equity

		31 December 2020		31 December 2019	
		No.	\$	No.	\$
Issued share capital		421,151,521	24,274,629	1,693,277,613	21,403,315
<i>Share movements during the period</i>	<i>Issue price</i>				
At the beginning of the period		335,367,945	23,016,475	1,693,277,613	20,668,289
Payment for tenement option agreement	0.026	15,000,000	390,000	-	-
Placement	0.03	19,716,934	591,508	-	-
Share purchase plan	0.03	46,666,642	1,399,999	-	-
Options exercised	0.025	4,400,000	110,000	-	-
Placement		-	-	265,000,000	530,000
Entitlement Issue		-	-	130,399,738	260,799
Capital raising costs		-	(68,353)	-	(55,772)
At the end of the period		421,151,521	25,439,629	2,088,677,351	21,403,316

Notes to the Condensed Consolidated Interim Financial Report
For the half-year ended 31 December 2020

Note 5 Options

During the period, shareholders approved the granting of a total of 40,000,000 unlisted options to Mr Viner, Hart, Powell and Skinner. 15,000,000 options were issued to Diversified Asset Holdings for the Doolgunna options.

During the year, share based payment expenses relating to options issued amounting to \$310,200 were capitalised as exploration and evaluation assets relating to tenement acquisitions.

The following factors and assumptions were used in determining the fair value of options issued during the year

<i>Grant Date</i>	<i>Option life</i>	<i>Fair value per option</i>	<i>Exercise price</i>	<i>Price of shares on grant date</i>	<i>Expected volatility</i>	<i>Risk free interest rate</i>	<i>Dividend yield</i>
15,000,000 Unlisted Options (i)							
17 July 2020	4.02 years	\$0.02068	\$0.025	\$0.026	125%	0.385%	0%
21,000,000 Unlisted Options (ii)							
17 Aug 2020	4 years	\$0.04073	\$0.040	\$0.050	125%	0.365%	0%
19,000,000 Unlisted Options (ii)							
17 Aug 2020	4 years	\$0.03962	\$0.050	\$0.050	125%	0.365%	0%
1,000,000 Unlisted Options (iii)							
24 September 2020	4 years	\$0.04643	\$0.070	\$0.060	125%	0.255%	0%

- (i) Options issued as part payment for acquisition of tenements.
- (ii) Options granted to key management personnel. 10,500,000 vested on 26 Nov 2020, 10,500,000 vest on 31 July 2021 and 19,000,000 vest on 31 July 2022
- (iii) 5,000,000 options issued to an employee. 1,000,000 vested on issue, 4,000,000 lapsed upon cessation of employment

As at 31 December 2020, the Group had the following options on issue:

- 21,000,000 unlisted options exercisable by payment of 4 cents each on or before 28 August 2024,
- 19,000,000 unlisted options exercisable by payment of 5 cents each on or before 28 August 2024,
- 6,000,000 unlisted options exercisable by payment of 4 cents each on or before 30 November 2022,
- 1,000,000 unlisted options exercisable by payment of 5 cents each on or before 30 November 2021,
- 10,600,000 unlisted options exercisable by payment of 2.5 cents each on or before 29 October 2021,
- 15,000,000 unlisted options exercisable by payment of 2.5 cents each on or before 22 July 2024.
- 1,000,000 unlisted options exercisable by payment of 7 cents each on or before 24 September 2024.

**Notes to the Condensed Consolidated Interim Financial Report
For the half-year ended 31 December 2020**

Note 6 Segment information

The Group has identified its operating segments based on the internal reports that are reviewed by the Board in assessing performance and determining the appropriate allocation of the Group's resources. The Group also has had regard to the qualitative thresholds for the determination of operating segments.

For management purposes the Group is organised into one operating segment, which involves mineral exploration and development in Australia. The Group's principle activities are interrelated and the Group has revenue from a farm-in on the Group's main exploration asset.

All significant operating decisions are based upon analysis of the Group as one segment. The financial results of this segment are equivalent to the financial statements of the Group as a whole.

The accounting policies applied for internal reporting purposes are consistent with those applied in preparation of the financial statements.

Note 7 Events occurring after the balance sheet date

On 16 March 2021, the Group announced its intention to withdraw from the Doolgunna project Binding Heads of Agreement with Diversified Asset Holdings Pty Ltd. At 31 December 2020, the Group had capitalised mineral exploration and evaluation expenditure of \$1,609,712 relating to this project, which will be written off in March 2021. No adjustment has been made to amounts recorded at 31 December 2020 in the interim financial report in relation to this event.

Other than the above, there has not arisen in the interval between the end of the period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Group to affect substantially the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial years.

Directors' Declaration

In the opinion of the Directors of Strickland Metals Limited ("the Company")

- (a) the financial statements and notes set out on pages 6 to 14 are in accordance with the Corporations Act 2001, including:
 - (i) complying with the Corporations Regulations 2001 and Australian Accounting Standard AASB 134 Interim Financial Reporting, and
 - (ii) giving a true and fair view of the financial position of the Group as at 31 December 2020 and of its performance, for the half-year ended on that date; and
- (b) as set out in Note 1(c) there are reasonable grounds to believe that the Company and Group will be able to pay its debts as and when they become due and payable.

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

Signed at Perth this 16th day of March 2021.

A handwritten signature in black ink, appearing to be 'AV' followed by a long horizontal stroke.

Andrew Viner
Executive Chairman



Independent Auditor's Review Report

To the shareholders of Strickland Metals Limited

Conclusion

We have reviewed the accompanying **Interim Financial Report** of Strickland Metals 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 Strickland Metals 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 2020 and of its performance for the Half-year 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 interim statement of financial position as at 31 December 2020
- Condensed consolidated interim statement of profit or loss and other comprehensive income, Condensed consolidated interim statement of changes in equity and Condensed consolidated interim statement of cash flows for the Half-year ended on that date
- Notes 1 to 7 comprising a summary of significant accounting policies and other explanatory information
- The Directors' Declaration.

The **Group** comprises Strickland Metals Limited and the entities it controlled at the Half year's end or from time to time during the Half-year.

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 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 the Code.

Material uncertainty related to going concern

We draw attention to Note 1(c), "Going Concern" in the Interim Financial Report. The events or conditions disclosed in Note 1(c), 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 2020 and its performance for the Half-Year ended on that date, and complying with *Australian 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.



KPMG



Matthew Beevers

Partner

Perth

16 March 2021