



ANNUAL REPORT

**FOR THE YEAR ENDED
31 DECEMBER 2021**

**JADE GAS
HOLDINGS**

ACN 062 879 583



CORPORATE INFORMATION

Board of Directors

Mr Dennis Morton - Non-Executive Chairman
Mr Joseph Burke - Executive Director
Mr Daniel Eddington - Non-Executive Director
Mr Peter Lansom - Non-Executive Director

Company Secretary

Mr Justin Green

Principal and Registered Office

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Kent Town SA 5067
Telephone: +61 437 603 294
Facsimile: (03) 9614 0550

Legal Advisors - Australia

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Tower One - International Towers Sydney
Level 46, 100 Barangaroo Avenue
Sydney NSW

Legal Advisors - Austria

Baker McKenzie
Diwok Hermann Petsche Rechtsanwälte
LLP & Co KG
Schottenring 25
1010 WEIN
AUSTRIA

Share Registry

Advanced Share Registry
110 Stirling Highway
Nedlands WE 6009
Telephone: (08) 9389 8033

Auditors

BDO Audit Pty Ltd
Level 7
420 King William Street
Adelaide SA 5000

Stock Exchange Listing

Australian Securities Exchange
Share Code: JGH (previously: HGM)



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DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The Directors of Jade Gas Holdings Limited ("the Company", or "JGH", previously High Grade Metals Limited) submit herewith their report, together with the financial report of Jade Gas Holdings Limited and its controlled entities ("the Group or "Jade") for the year ended 31 December 2021. In order to comply with the provisions of the Corporations Act 2001, the Directors' report is as follows:

Directors

The names of the Company's directors in office during the financial period and until the date of this report are as follows. Directors were in office for the entire period unless otherwise stated.

| Director | Position | Appointed | Last elected or re-elected | Resigned |
|---------------------|------------------------|-------------------|----------------------------|-------------------|
| Mr Dennis Morton | Non-Executive Chairman | 14 December 2021 | 30 June 2021 | |
| Mr Joseph Burke | Executive Director | 23 September 2021 | 30 June 2021 | |
| Mr Daniel Eddington | Non-Executive Director | 23 September 2021 | 30 June 2021 | |
| Mr Peter Lansom | Non-Executive Director | 1 February 2022 | | |
| Mr Anthony Hall | Executive Chairman | 11 February 2019 | 29 May 2019 | 14 December 2021 |
| Mr Bradley Drabsch | Executive Director | 8 October 2018 | 29 May 2019 | 31 January 2022 |
| Mr Adrien Wing | Non-Executive Director | 8 October 2018 | 30 June 2021 | 23 September 2021 |
| Mr Stephen Formica | Non-Executive Director | 3 January 2017 | 30 July 2020 | 23 September 2021 |

The office of Company Secretary was previously held by Mr Adrien Wing who resigned from the position on 31 January 2022. As of 1 February 2022 the office of Company Secretary is now held by Mr Justin Green who is also the financial controller of the Company.

Remuneration of Key Management Personnel

Information about the remuneration of key management personnel is set out in the remuneration report section of this Directors' report. The term 'key management personnel' refers to those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any director (whether executive or otherwise) of the Company.

Principal Activities

The principal activity of the Company during the financial period was Mongolian coal bed methane (CBM) exploration and appraisal activities, accessed through the reverse takeover of the Jade Gas Proprietary Limited (JGPL) group on 22 September 2021. The prior Austrian mineral exploration and evaluation activities performed by High Grade Metals Limited (HGM) were inactive as the Company seeks to divest the existing licences within the Austrian Projects and subsequently wind up these companies to pursue a focus on the Mongolian operations.

INFORMATION ON DIRECTORS & COMPANY SECRETARY

NON-EXECUTIVE CHAIRMAN

DENNIS MORTON

Mr Morton has over 40 years' experience in the oil and gas industry, including seven years as founding CEO and Managing Director at Eastern Star Gas Limited. Mr Morton is a geologist with extensive experience in the management of oil and gas companies. He is currently the Managing Director of ASX listed company Gas2Grid Limited (2008-2021) which has assets in Australia, New Zealand, the Phillipines and France.

Immediately prior to becoming Managing Director of Gas2Grid, Mr Morton was a founding CEO and Managing Director of ASX listed Eastern Star Gas Limited (2000-2007). Eastern Star Gas assets included coal seam gas and conventional petroleum projects at Narrabri and elsewhere in New South Wales and Victoria. Eastern Star Gas was taken over by Santos Limited in late 2011 at a valuation of approximately \$1 billion.

Qualifications

Bachelor of Arts and Science (Geology)(Hons1st)

Other Directorships

Managing Director - Gas2Grid Ltd (ASX:GGX)

Interest in Securities

Ordinary shares: 1,169,999

Options: 12,000,000 unlisted options exercisable at 4.5 cents on or before 30 June 2023

EXECUTIVE DIRECTOR

JOSEPH BURKE

Mr Burke has spent 30 years working in China, Korea, Japan and Thailand, and has been involved in Mongolian mining enterprises since 2009. Mr Burke was a Director and founding partner of Starboard Global, CEO of ASX listed Voyager Resources Limited (ASX:VOR), and a Director of ASX listed Avenue Resources Limited (ASX:AVY) (now Harvest Minerals Limited). He has also undertaken advisory roles with other ASX listed entities including American Pacific Borates Limited (ASX:ABR), and Black Rock Mining Limited (ASX:BKT).

Qualifications

Master of Business Administration

Other Directorships

Nil

Interest in Securities

Ordinary shares: 414,578,664

Options: 8,000,000 unlisted options exercisable at 4.5 cents on or before 30 June 2023

NON-EXECUTIVE DIRECTOR

DANIEL EDDINGTON

Mr Eddington has over 20 years' experience in financial markets across multiple sectors including resources, energy and industry. He specialises in equity capital markets and has been responsible for IPO's, placements, reverse takeovers, underwritings, corporate negotiations and corporate advisory for companies predominantly in the resources sector.

Qualifications

Bachelor of Commerce
Graduate Diploma of Applied Finance

Other Directorships

Non-Executive Director – Sparc Technologies Ltd (ASX:SPN)
Non-Executive Director – Osmond Resources Ltd

Interest in Securities

Ordinary shares: 68,910,002
Options: 4,000,000 unlisted options exercisable at 4.5 cents on or before 30 June 2023

NON-EXECUTIVE DIRECTOR

PETER LANSOM

Mr Lansom has over 30 years' experience in conventional and unconventional exploration, appraisal and development in the oil and gas industry. He has worked in a number of executive roles for ASX listed companies including Managing Director at Galilee Energy Limited (ASX:GLL), Executive Director – Operations at Eastern Star Gas Limited and Chief Petroleum Engineer at Origin Energy Limited and Santos Limited.

Qualifications

Bachelor of Engineering (Petroleum) (Hons)

Other Directorships

Non-Executive Director – Metgasco Ltd (ASX:MEL)
Non-Executive Director – Bengal Energy Ltd (TSE:BNG)

Interest in Securities

Ordinary Shares – Nil
Options: 4,000,000 unlisted options exercisable at 12 cents on or before 1 February 2025

COMPANY SECRETARY

JUSTIN GREEN

Mr Green has worked in the finance departments of some of Australia's biggest public and private companies for the past 12 years in a number of different industries. Mr Green commenced as Financial Controller for the Company in January and as of 1 February 2022 commenced in the role of Company Secretary. Mr Green is a member of Chartered Accountants Australia & New Zealand.

Qualifications

Bachelor of Commerce
Member of Chartered Accountants
Australia and New Zealand

Other Directorships

Nil

Interest in Securities

Ordinary Shares – Nil
Other: 1,000,000 unlisted performance rights

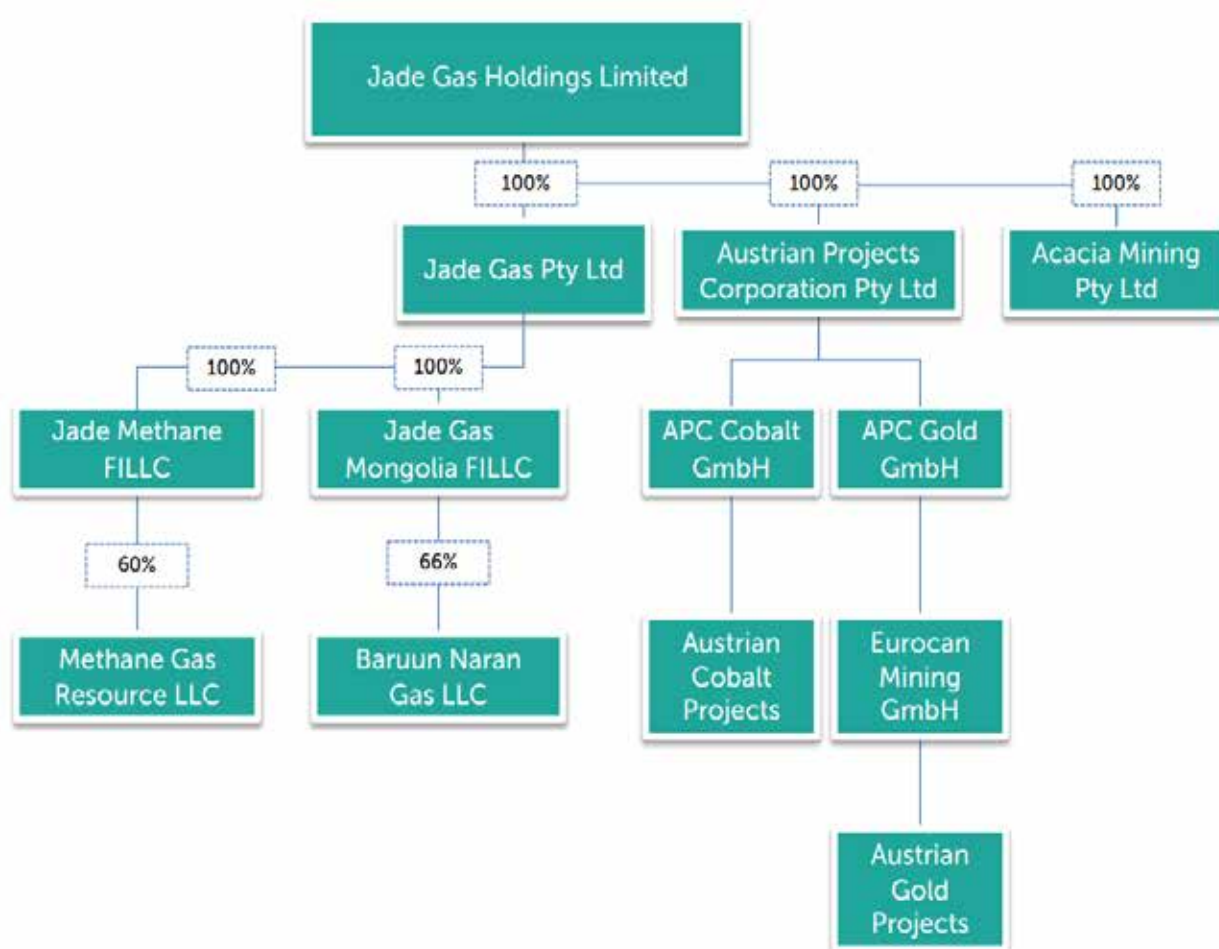
Operating Results

The Group's operating loss after tax for the period ended 31 December 2021 was \$5,939,884 (2020 \$895,099). This figure includes a recapitalisation expense of \$4,497,374 from the JGPL reverse takeover completed on 22 September 2021 which is outlined in note 3 of the notes to the financial statements.

Financial Position

At the end of the financial period, the Group had a cash balance of \$4,372,561 (2020 \$162,140) and a net asset position of \$7,777,074 (2020: \$1,908,199).

Group Structure



On 22 September 2021 the Company completed the acquisition of 100% of the shares of JGPL and its wholly owned subsidiaries through a reverse takeover, which is outlined in the prospectus released to the ASX on 14 July 2021.

As a part of the acquisition, HGM consolidated its existing share register on a 1 for 5 basis before issuing the prospectus, in which \$7.5 million was raised at 3 cents per share. The issued capital of JGPL was obtained for the consideration of 826,166,667 fully paid ordinary shares and 68,000,000 options.

Following the completion of the acquisition, HGM was reinstated to quotation on the ASX on 4 October 2021 as Jade Gas Holdings Limited (ASX: JGH).

Jade, through its wholly-owned subsidiary Austrian Projects Corporation Pty Ltd and Austrian Projects Corporation Pty Ltd's wholly-owned Austrian subsidiaries, is the sole holder of a 100% legal and beneficial interest in the Austrian projects. Jade, through its wholly-owned subsidiaries JGPL, Jade Gas Mongolia FILLC (JGM) and Jade Methane FILLC (JM) own a 60% legal and beneficial interest in the projects of the joint venture (JV) company Methane Gas Resource LLC (MGR) and a 66% legal and beneficial interest in the future projects of the JV company Baruun Naran Gas LLC (BNG).

Review of Operations

JADE GAS PROJECTS & PARTNERS

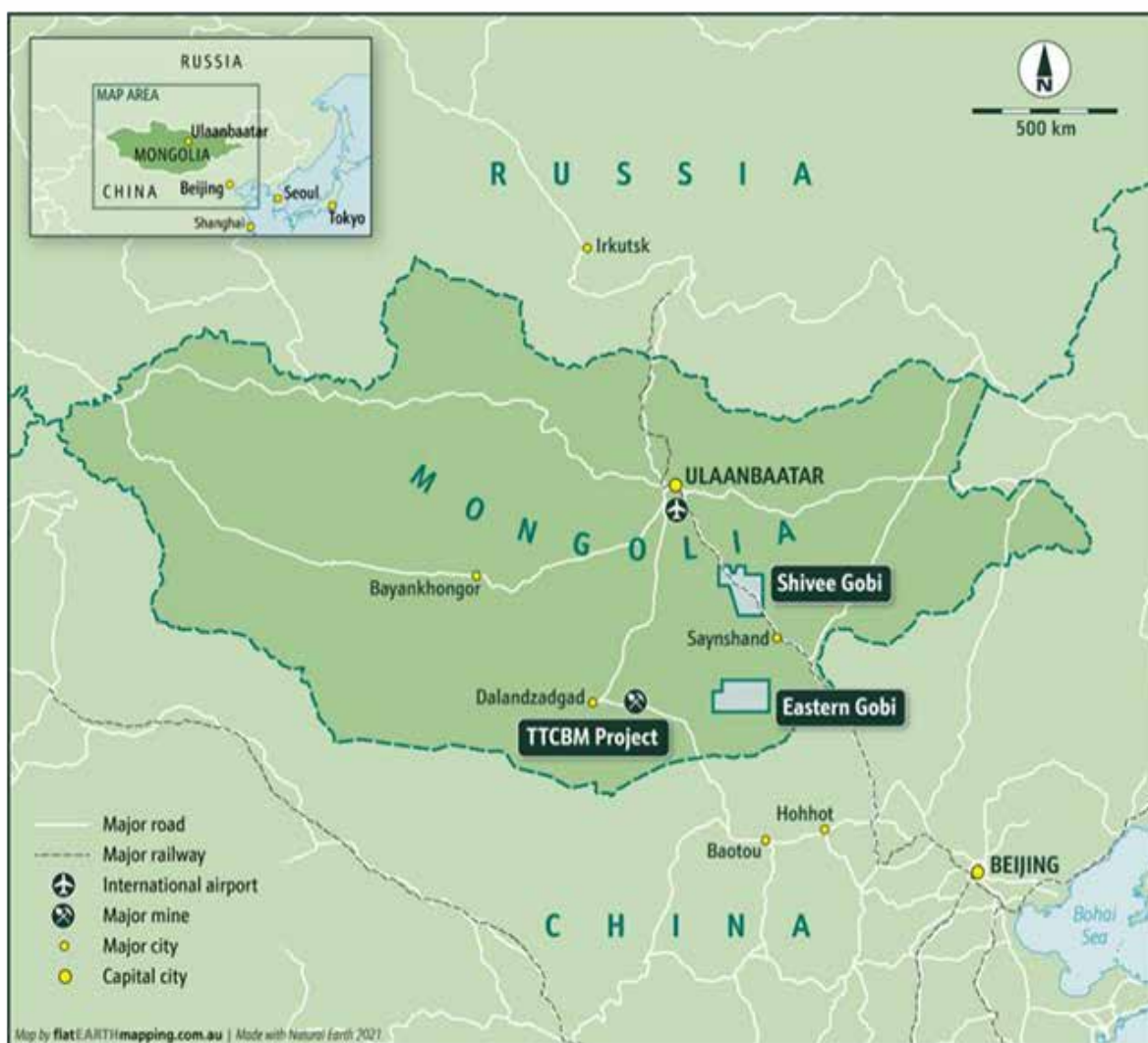
Jade is focused on the CBM potential of Mongolia. Mongolia is located between Russia to the north and the Peoples Republic of China to the south. Jade's current activities are located in the South Gobi region approximately 200km from the border with China.



In 2018, JGM commenced an investigation of the CBM potential in and around the abundant coal resources in the South Gobi region of Mongolia. In May 2019, JGM entered into an Investment Agreement with Erdenes Methane LLC (EM) and in H2 2019 successfully completed a detailed work program under a Prospecting Agreement held by EM over the licence area.

TAVANTOLGOI CBM PROJECT (TTCBM PROJECT)

The JV with EM was formed with the intention to explore, develop and produce gas from Jade's flagship TTCBM Project. It is the strategy of Jade to develop the TTCBM Project so that gas produced may, in the long-term, provide a reliable supply option to the gas market and power sector in Mongolia, both to the capital city of Ulaanbaatar and regional areas. Achievement of this strategy would partially displace the use of imported gas and gas liquid products and reduce the high carbon emission emitting fuel sources such as coal and diesel.



MGR, was established to undertake CBM operations within the Tavantolgi XXIII unconventional gas basin in Mongolia. MGR is owned 60% by a 100% owned Jade subsidiary, JM, and 40% by EM, a 100% owned subsidiary of Erdenes Mongol LLC.

The Production Sharing Agreement (PSA) with the Mineral Resources and Petroleum Authority of Mongolia (MRPAM) provides the right to explore and exploit CBM over the area of the Tavantolgoi coal field which is covered by ore exploration licence 628 over a total permit area of 665km².

The PSA was awarded to EM and, under the JV agreement between JM and EM, the PSA was transferred to MGR on 14 October 2020.

The PSA allows for up to 10 years of exploration and a further 30 years of CBM exploration.

Under Jade's Investment Agreement with EM, Jade must solely fund the project to the completion of a DFS, at which time both parties must continue to fund the TTCBM project on a pro-rata basis, subject to certain conditions.

The JV commenced its six well drilling program, spudding its first well Red Lake-1 on 28 November 2021, and noted visible gas coming from 58 metres of gas bearing coal from a total of 145 metres of total coal core recovered. The drilling program is ongoing.

The strength of intra-country relationships and the confidence of MRPAM in Jade to deliver a value-adding exploration appraisal program, resulted in Jade receiving two additional highly prospective Mongolian CBM permits. In February 2022 Shivee Gobi and Eastern Gobi which cover just over 18,000km², were awarded, with both of these additional permits covering existing coal mines and deposits.

BARUUN NARAN GAS PROJECT (BNG PROJECT)

An agreement with Khangad Exploration LC (KE) (34% owned by MMC) and JGM (which holds 66%), was finalised under which JGM must solely fund the project to the completion of a DFS.

Subject to the outcome of the DFS, the parties shall mutually agree further development of the project, including funding obligations of each party.

The project is also located in South Gobi, and is adjacent to the TTCBM Project. The BNG Project will operate within mining license MV-014493.

Work has yet to commence on the CBM potential of this licence.

AUSTRIAN GOLD AND COBALT PROJECTS (AUSTRIAN PROJECTS)

The Company continues to retain a 100% interest in nine gold and cobalt projects located in Austria covering an area of around 200km².

The Company is in the process of divesting the licences within the Austrian projects and will subsequently wind up the Austrian companies to focus on its Mongolian operations.

Corporate Update

BOARD CHANGES

Following the acquisition of the issued capital of JGPL, Mr Stephen Formica and Mr Adrien Wing stepped down from their positions as Non-Executive Directors. They were replaced by Executive Director, Mr Joseph Burke, and Non-Executive Director, Mr Daniel Eddington, who were directors of JGPL.

Mr Anthony Hall resigned from his position as Executive Chairman effective 14 December 2021 with the role of Non-Executive chairman filled by Mr Dennis Morton, who was a Non-Executive Director of Jade Gas Holdings Limited.

Subsequent to the end of the calendar year, Mr Bradley Drabsch resigned as Non-Executive Director, effective 31 January 2022, with Mr Peter Lansom appointed as Non-Executive Director on 1 February 2022.

Additionally, Mr Chris Jamieson was appointed as Chief Executive Officer (CEO), effective 16 December 2021, and Mr Justin Green took over the role of Company Secretary from Mr Adrien Wing on 1 February 2022.

ANNUAL GENERAL MEETING

The Annual General Meeting was held on Wednesday 30 June 2021, with all resolutions approved by shareholders.

REMUNERATION REPORT (AUDITED)

This report details the nature and amount of remuneration for Directors and Key Management Personnel (KMP) of JGH.

The KMP of JGH for the financial period consisted of the following Directors:

- Mr Dennis Morton, appointed as Non-Executive Chairman on 14 December 2021 from his previous role of Non-Executive Director;
- Mr Joseph Burke, appointed as Executive Director on 23 September 2021;
- Mr Daniel Eddington, appointed as Non-Executive Director on 23 September 2021;
- Mr Anthony Hall, who resigned from his position as Executive Chairman on 14 December 2021;
- Mr Brad Drabsch, who resigned from his position as Non-Executive Director on 31 January 2022;
- Mr Adrien Wing, who resigned from his position as Non-Executive Director on 23 September 2021;
- Mr Steven Formica, who resigned from his position as Non-Executive Director on 23 September 2021;

In addition to the above Directors, Mr Chris Jamieson was appointed as (CEO) on 16 December 2021. Given he has authority over the overall management team, Mr Jamieson is listed as a KMP.

Remuneration Policy

The Remuneration Policy of JGH has been designed to align Director objectives with shareholder and business objectives, by providing a fixed remuneration component and offering specific long-term incentives. The Board of JGH believes the Remuneration Policy to be appropriate and effective in its ability to attract and retain the best Executives and Directors to run and manage the Group as well as create goal congruence between Directors and Shareholders.

The Board's policy for determining the nature and amount of remuneration for Board members is as follows:

The Remuneration Policy, setting the terms and conditions for an Executive Director, was developed by the Board. The Board reviews Executive packages annually by reference to the Group's performance, Executive performances and comparable information from industry sectors and other listed companies in similar industries.

The Board's policy is to remunerate Non-Executive Directors at market rates for comparable companies for time, commitment and responsibilities. The Board determines payments to the Non-Executive Directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to Non-Executive Directors is subject to approval by shareholders at the Annual General Meeting. Fees for Non-Executive Directors are not linked to the performance of the Group.

Non-Executive and Executive Remuneration

Executive Directors are remunerated by way of Directors Fees (including any applicable superannuation), as set out below:

- Mr Anthony Hall, \$60,000 per annum, rights to fees incurred during the year were waived by Mr Hall in December 2021; and
- Mr Joseph Burke, \$5,000 per month from 1 January 2021 to 30 June 2021, increased to \$10,000 per month from 1 July 2021, following the increase in activity in the Mongolian operations of JGPL.

The remuneration of Non-Executive Directors may not exceed in aggregate in any financial period the amount fixed by the Company and approved by shareholders, currently being \$400,000 per annum. Currently, Non-Executive Directors are remunerated by way of Director fees (including any applicable superannuation), as set out below:

- Mr Dennis Morton \$60,000 per annum;
- Mr Daniel Eddington \$60,000 per annum, rights to fees incurred during the year were waived by Mr Eddington in December;
- Mr Bradley Drabsch \$30,000 per annum, an additional \$7,500 was charged for additional costs incurred;
- Mr Steven Formica \$60,000 per annum paid to September 2021 upon which Mr Formica resigned as Non-Executive Director; and
- Mr Adrien Wing \$30,000 per annum paid to September 2021 upon which Mr Wing resigned as Non-Executive Director.

In addition, Mr Wing received additional remuneration for Company Secretarial fees of \$60,000.

The principal terms of all the Non-Executive Director engagements are set out in a signed Non-Executive Letter of Appointment.

The total remuneration package of the CEO, as released to the ASX on 16 November 2021, is made up of \$347,500 total fixed remuneration (including superannuation) per annum, along with a maximum 60% short term incentive plan and a long term incentive plan of 16,000,000 performance rights.

Nomination and Remuneration Committee

The Board is responsible for establishing the Company's remuneration policies and practices and to ensure they match the Group's objectives. The Company's Board proposed the CEO's total remuneration package and is responsible for reviewing the non-executive remuneration. The Board is of the opinion that given the size and circumstances of the Company, the functions of the Remuneration Committee are more readily attended to by the Board than as a separate committee. The Board did not engage any remuneration consultants during the period.

Shareholders' AGM votes on Remuneration Report

At the 2020 AGM, the Company received 99.96% 'yes' proxy votes, resulting in the Remuneration Report for the year ending 31 December 2020 being adopted unanimously on a show of hands. The Company received no specific feedback on its Remuneration Report at the Annual General Meeting.

Remuneration of Key Management Personnel

Details of the remuneration of the KMP of the Company for the reported period, are set out in the following table. The Directors listed are those of the legal parent entity JGH following the reverse takeover process completed in September 2021. The 2020 Director remuneration for Mr Joseph Burke and Mr Daniel Eddington in their capacity as Directors for the entity JGPL is included in the tables below.

| | SHORT-TERM EMPLOYEE BENEFITS | | POST EMPLOYMENT BENEFITS | EQUITY-BASED PAYMENTS | | |
|-------------------------------------|---------------------------------|---------------------|--------------------------------|--------------------------|---------------|----------------|
| 12 months ended 31 December 2021 | \$ Salary and Fees | \$ Cash Bonus | \$ Superannuation | \$ Shares | \$ Options | \$ Total |
| Executive Directors | | | | | | |
| Mr Anthony Hall ⁽¹⁾ | - | - | - | - | - | - |
| Mr Joseph Burke | 90,000 | - | - | - | - | 90,000 |
| Non-Executive Directors | | | | | | |
| Mr Dennis Morton | 60,000 | - | - | - | 19,676 | 79,676 |
| Mr Daniel Eddington ⁽¹⁾ | - | - | - | - | - | - |
| Mr Bradley Drabsch | 37,500 | - | - | - | 13,118 | 50,618 |
| Mr Steven Formica ⁽²⁾ | 45,000 | - | - | - | 3,279 | 48,279 |
| Mr Adrien Wing ⁽²⁾ | 22,500 | - | - | - | - | 22,500 |
| Other KMP | | | | | | |
| Mr Chris Jamieson ⁽³⁾ | 37,192 | - | 667 | - | - | 37,859 |
| Total | 292,192 | - | 667 | - | 36,073 | 328,932 |

(1) Mr Hall and Mr Eddington both waived their rights to \$60,000 of Directors fees in December 2021.

(2) Directors fees for Mr Formica and Mr Wing are for 9 months ending September 2021 in line with their resignation as Directors.

(3) Mr Jamieson commenced his role as Chief Executive Officer effective 16 December 2021. Prior his commencement as CEO Mr Jamieson provided investor relations and corporate advisory services under a consulting agreement, under this agreement services provided from October until his commencement were provided at cost of \$30,525.

| | SHORT-TERM EMPLOYEE BENEFITS | | POST EMPLOYMENT BENEFITS | EQUITY-BASED PAYMENTS | | |
|-------------------------------------|---------------------------------|---------------------|--------------------------------|--------------------------|---------------|----------------|
| 12 months ended 31 December 2020 | \$ Salary and Fees | \$ Cash Bonus | \$ Superannuation | \$ Shares | \$ Options | \$ Total |
| Executive Directors | | | | | | |
| Mr Anthony Hall | 40,625 | - | - | - | 4,506 | 45,131 |
| Mr Joseph Burke | 90,925 | - | - | - | - | 90,925 |
| Non-Executive Directors | | | | | | |
| Mr Dennis Morton | 34,000 | - | - | - | - | 34,000 |
| Mr Daniel Eddington | 54,130 | - | 3,470 | - | - | 57,600 |
| Mr Bradley Drabsch | 52,500 | - | - | - | 4,506 | 57,006 |
| Mr Steven Formica | 60,000 | - | - | - | 2,253 | 62,253 |
| Mr Adrien Wing | 21,250 | - | - | - | 2,253 | 23,503 |
| Mr Simon Francis | - | - | - | - | 2,252 | 2,252 |
| Total | 353,430 | - | 3,470 | - | 15,770 | 372,670 |

| | Fixed Remuneration | | Remuneration linked to performance | |
|--------------------------------|--------------------|------|------------------------------------|------|
| | 2021 | 2020 | 2021 | 2020 |
| Executive Directors | | | | |
| Mr Anthony Hall | 100% | 100% | - | - |
| Mr Joseph Burke | 100% | 100% | - | - |
| Non-Executive Directors | | | | |
| Mr Dennis Morton | 100% | 100% | - | - |
| Mr Daniel Eddington | 100% | 100% | - | - |
| Mr Bradley Drabsch | 100% | 100% | - | - |
| Mr Steven Formica | 100% | 100% | - | - |
| Mr Adrien Wing | 100% | 100% | - | - |
| Mr Simon Francis | - | 100% | - | - |
| Other KMP | | | | |
| Mr Chris Jamieson | 100% | - | - | - |

Director's fees are all paid in cash, with bonuses linked to performance only available to the CEO in the form of 16,000,000 performance rights.

Ordinary Share Holdings of Key Management Personnel

| 2021 | Type | Balance at 1/1/21 | Capital Consolidation ⁽¹⁾ | Effect of RTO ⁽²⁾ | On-market purchase | Balance at 31/12/21 |
|-----------------------------------|------|-------------------|--------------------------------------|------------------------------|--------------------|---------------------|
| Executive Directors | | | | | | |
| Mr Anthony Hall ⁽¹⁾ | ORD | 16,041,667 | (12,833,333) | 45,638,336 | - | 48,846,670 |
| Mr Joseph Burke ⁽¹⁾ | ORD | - | - | 414,578,664 | - | 414,578,664 |
| Non-Executive Directors | | | | | | |
| Mr Bradley Drabsch ⁽²⁾ | ORD | - | - | 666,667 | - | 666,667 |
| Mr Dennis Morton | ORD | - | - | 1,169,999 | - | 1,169,999 |
| Mr Daniel Eddington | ORD | 14,866,004 | (11,792,802) | 65,836,800 | - | 68,910,002 |
| Mr Steven Formica | ORD | 14,875,000 | (11,900,000) | 3,666,667 | - | 6,641,667 |
| Mr Adrien Wing | ORD | 15,361,112 | (12,288,889) | 3,333,334 | - | 6,405,557 |
| Other KMP | | | | | | |
| Mr Chris Jamieson | ORD | - | - | - | 1,071,872 | 1,071,872 |
| Total | | 61,143,783 | (48,815,024) | 534,890,467 | 1,071,872 | 548,291,098 |

(1) HGM completed a capital consolidation of shares, options and performance rights on a 1:5 basis on 7 July 2021 prior to the reverse takeover.

(2) Amounts include both shares granted under the vendor offer for issued capital in JGPL and amounts contributed for the \$7.5 million equity offer.

(3) Options were granted as part of the vendor offer for the issued capital of JGPL.

Options Holdings of Key Management Personnel

| 2021 | Type | Balance at 1/1/21 | Granted as compensation ⁽¹⁾ | Capital Consolidation ⁽²⁾ | Effect of RTO ⁽³⁾ | Balance at 31/12/21 |
|------------------------------------|------|-------------------|--|--------------------------------------|------------------------------|---------------------|
| Executive Directors | | | | | | |
| Mr Anthony Hall ⁽⁴⁾ | OPT | 10,000,000 | - | (8,000,000) | - | 2,000,000 |
| Mr Joseph Burke ⁽⁵⁾ | OPT | - | - | - | 8,000,000 | 8,000,000 |
| Non-executive Directors | | | | | | |
| Mr Dennis Morton ⁽⁶⁾ | OPT | - | 12,000,000 | - | - | 12,000,000 |
| Mr Daniel Eddington ⁽⁷⁾ | OPT | - | - | - | 4,000,000 | 4,000,000 |
| Mr Bradley Drabsch ⁽⁸⁾ | OPT | 10,000,000 | 8,000,000 | (8,000,000) | - | 10,000,000 |
| Mr Steven Formica ⁽⁹⁾ | OPT | 5,000,000 | 2,000,000 | (4,000,000) | - | 3,000,000 |
| Mr Adrien Wing ⁽¹⁰⁾ | OPT | 5,000,000 | - | (4,000,000) | - | 1,000,000 |
| Other KMP | | | | | | |
| Mr Chris Jamieson | OPT | - | - | - | - | - |
| Total | | 30,000,000 | 22,000,000 | (24,000,000) | 12,000,000 | 40,000,000 |

(1) Director incentive package options were approved by shareholders at the AGM held on 30 June 2021.

(2) HGM completed a capital consolidation of shares, options and performance rights on a 1:5 basis on 7 July 2021 prior to the reverse takeover.

(3) Options were granted as part of the vendor offer for the issued capital of JGPL.

(4) Mr Hall was appointed as a Director on 11 February 2019 at which time he held nil Options. On 29 April 2019 HGM shareholders approved to issue 10,000,000 Related Party Options exercisable at 3 cents on or before 30 June 2022. On 7 July 2021 these Options were consolidated on a 1:5 basis, the resulting 2,000,000 Options have an exercise price of 15 cents on or before 30 June 2022.

(5) Mr Burke was appointed as a Director on 23 September 2021 and received 8,000,000 Options exercisable at 4.5 cents on or before 30 June 2023 as part of the Vendor Offer for the acquisition of issued capital of JGPL.

(6) Mr Morton was appointed a Director on 7 July 2020 at which time he held nil Options. On 30 June 2021 shareholders approved the issue of 12,000,000 Options exercisable 4.5 cents on or before 30 June 2023 outlined as part of the Incentive Option Offer in the prospectus.

(7) Mr Eddington was appointed as a Director on 23 September 2021 and received 4,000,000 Options exercisable at 4.5 cents on or before 30 June 2023 as part of the Vendor Offer for the acquisition of issued capital of JGPL.

(8) Mr Drabsch was appointed as a Director on 3 April 2019 at which time he held nil Options. On 29 April 2019 shareholders approved to grant him 10,000,000 Related Party Options exercisable at 3 cents on or before 30 June 2022. On 7 July 2021 these Options were consolidated on a 1:5 basis, the resulting 2,000,000 Options have an exercise price of 15 cents on or before 30 June 2022. On 30 June 2021 shareholders approved the issue of 8,000,000 Options exercisable 4.5 cents on or before 30 June 2023 outlined as part of the Incentive Option Offer in the prospectus.

(9) Mr Formica was appointed Director on 3 January 2017 at which time he held nil Options. On 29 April 2019 shareholders approved to grant him 5,000,000 Related Party Options exercisable at 3 cents on or before 30 June 2022. On 7 July 2021 these Options were consolidated on a 1:5 basis, the resulting 1,000,000 Options have an exercise price of 15 cents on or before 30 June 2022. On 30 June 2021 shareholders approved the issue of 2,000,000 Options exercisable 4.5 cents on or before 30 June 2023 outlined as part of the Incentive Option Offer in the prospectus.

(10) Mr Wing was appointed Director on 8 October 2018. On 29 April 2019 shareholders approved to grant him 5,000,000 Related Party Options exercisable at 3 cents on or before 30 June 2022. On 7 July 2021 these Options were consolidated on a 1:5 basis, the resulting 1,000,000 Options have an exercise price of 15 cents on or before 30 June 2022.

Performance Shares and Rights Holdings of Key Management Personnel

| 2021 | Type | Balance at 1/1/21 | Granted as compensation ⁽¹⁾ | Capital Consolidation ⁽²⁾ | Effect of RTO | Balance at 31/12/21 |
|-----------------------------------|------|-------------------|--|--------------------------------------|---------------|---------------------|
| Executive Directors | | | | | | |
| Mr Anthony Hall ⁽³⁾⁽⁵⁾ | PERF | 22,433,333 | - | (17,946,666) | - | 4,486,667 |
| Mr Joseph Burke | PERF | - | - | - | - | - |
| Non-executive Directors | | | | | | |
| Mr Dennis Morton | PERF | - | - | - | - | - |
| Mr Daniel Eddington | PERF | - | - | - | - | - |
| Mr Bradley Drabsch | PERF | - | - | - | - | - |
| Mr Steven Formica | PERF | - | - | - | - | - |
| Mr Adrien Wing ⁽⁴⁾⁽⁵⁾ | PERF | 13,800,000 | - | (11,040,000) | - | 2,760,000 |
| Other KMP | | | | | | |
| Mr Chris Jamieson | PERF | - | 16,000,000 | - | - | 16,000,000 |
| Total | | 36,233,333 | 16,000,000 | (28,986,666) | - | 23,246,667 |

(1) 16,000,000 performance rights were granted as the LTI component of the CEO's remuneration package as advised to the ASX on 16 November 2021. The Performance Rights will convert to shares in two 8,000,000 share tranches. The CEO will be entitled to Tranche 1 when the Volume Weighted Average Price (VWAP) of the Company's shares as calculated over 20 consecutive trading days is equal to or exceeds 10.5 cents per share at any time but not later than 4 years from the date of commencement. The entitlement to Tranche 1 will vest no earlier than the 12-month anniversary of the commencement of employment providing the CEO is employed by Jade at the time of the VWAP condition being satisfied.

The CEO will be entitled to Tranche 2 when the VWAP of the Company's shares as calculated over 20 consecutive trading days is equal to or exceeds 14 cents per share at any time but not later than 4 years from the date of commencement. The entitlement to Tranche 2 will vest no earlier than the 24-month anniversary of the commencement of employment providing the CEO is employed by Jade at the time of the VWAP condition being satisfied.

(2) High Grade Metals Limited completed a capital consolidation of shares, options and performance rights on a 1:5 basis on 7 July 2021 prior to the reverse takeover.

(3) Mr Hall was appointed as a Director on 11 February 2019 at which time he held 9,133,333 Class A Performance Shares and 13,300,000 Class B Performance Shares. On 7 July 2021 these Performance Shares were consolidated on a 1:5 basis, resulting in a final balance of 1,826,667 Class A Performance Shares and 2,660,000 Class B Performance Shares. These securities are held by Jawaf Enterprise Pty Limited, a related party of Mr Hall. Mr Hall acquired the Performance Shares as part of the APC acquisition.

(4) Mr Wing was appointed as a Director on 8 October 2019 at which time he held 6,900,000 Class A Performance Shares and 6,900,000 Class B Performance Shares. On 7 July 2021 these Performance Shares were consolidated on a 1:5 basis, resulting in a final balance of 1,380,000 Class A Performance Shares and 1,380,000 Class B Performance Shares. These securities are held by Northern Star Nominees Pty Limited, a related party of Mr Wing. Mr Wing acquired the Performance Shares as part of the APC acquisition.

(5) Each Class A Performance Share will convert into an Ordinary Fully Paid Share on a one-for-one basis, upon delineation of a JORC-compliant Mineral Resource estimate of at least inferred category (as defined in the JORC Code) of a minimum of 500,000 ounces of gold or gold equivalent (in accordance with clause 50 of the JORC Code) at an average grade of at least 8 grams per tonne (Class A Milestone). The Class A Milestone must be determined to have been achieved, or not achieved, by no later than 5:00pm on the date that is one month after the Expiry Date, being 25 February 2023. The Class A Milestone as not been achieved as at 31 December 2021 or the date of this Report.

Each Class B Performance Share will convert into an Ordinary Fully Paid Share on a one-for-one basis, upon completion of a positive Scoping Study (as defined in the JORC Code) in relation to any one or more Austrian Cobalt project by an independent third-party expert which evidences an internal rate of return greater than 20% (using publicly available industry assumptions including deliverable sport commodity/mineral prices which are independently verifiable), provided that the total cumulative EBITDA over the life of the relevant Austrian Cobalt project is over \$US50,000,000 and provided that (while the Company remains listed on the ASX) the Scoping Study is released as an announcement on the ASX Announcements Platform and is not required by reason of regulatory intervention by ASX or ASIC to be retracted within a period of one month from the date of its release (Class B Milestone).

The Class B Milestone must be determined to have been achieved or not achieved by no later than 5:00pm on the date that is one month after the Expiry Date, being 25 February 2023. The Class B Milestone has not been achieved as at 31 December 2021 or the date of this report.

- END OF REMUNERATION REPORT -

Dividends

The Directors do not recommend the payment of a dividend for this financial period. No dividends have been paid or declared by the Company since the end of the previous financial year.

Directors' Meetings

The number of Directors' meetings held in the 12 months and the number of meetings attended by each Director during the period were as follows:

| Director | Board meetings held while in office | Meetings attended |
|---------------------|-------------------------------------|-------------------|
| Mr Dennis Morton | 10 | 10 |
| Mr Bradley Drabsch | 10 | 10 |
| Mr Anthony Hall | 10 | 8 |
| Mr Joseph Burke | 5 | 5 |
| Mr Daniel Eddington | 5 | 5 |
| Mr Steven Formica | 5 | 5 |
| Mr Adrien Wing | 5 | 5 |

It is noted that the Directors were able to attend to business of the Company during the period by circulated resolution and telephone meetings as permitted by the Company's Constitution in place of conducting meetings.

As at the date of this report, the Group did not have an Audit Committee, as the Directors believe the size of the Group and the size of the Board do not currently warrant its existence.

Significant changes in state of affairs

The most significant event that occurred during the year was the reverse takeover of HGM by the shareholders of JGPL in September and the resulting shift in focus of the Company from Austrian mineral exploration to Mongolian CBM exploration.

In the opinion of the Directors, there were no other significant changes in the state of affairs of the Group that occurred during the financial period under review not otherwise disclosed in this report or the consolidated financial statements.

Likely developments and future results

Other than the matters referred to in the Review of Operations, further information as to likely developments in the operations of the Group would, in the opinion of the Directors, be speculative and may hinder the Group in the achievement of its commercial objectives.

Environmental

The Group's exploration operations are subject to environmental regulations in its relevant jurisdictions of Austria and Mongolia. The Directors believe that the Group has adequate systems in place for the management of the requirements under those regulations, and are not aware of any breach of such requirements as they apply to the Group.

Unquoted Options

The Company had on issue 113,000,000 (December 2020: 0) unquoted options at the end of the financial period and at the date of this reports. The movements and terms and conditions are as follows.

| Exercise Price | \$0.15 ⁽¹⁾ | \$0.045 | \$0.045 | \$0.045 | \$0.10 |
|-----------------------|-----------------------|------------|------------|------------|------------|
| Expiry Date | 30/06/2022 | 30/06/2023 | 30/06/2023 | 22/09/2024 | 31/10/2024 |
| Escrow Restriction | - | 22/09/2022 | 04/10/2023 | 04/10/2023 | - |
| | No. | No. | No. | No. | No. |
| Balance at 1/1/2021 | - | - | - | - | - |
| Options Issued | 7,000,000 | 50,000,000 | 40,000,000 | 12,000,000 | 4,000,000 |
| Options Forefeited | - | - | - | - | - |
| Balance at 31/12/2021 | 7,000,000 | 50,000,000 | 40,000,000 | 12,000,000 | 4,000,000 |

(1) HGM completed a capital consolidation of shares, options and performance rights on a 1:5 basis on 7 July 2021 prior to the reverse takeover.

A further 4,000,000 options have been issued subsequent to the year end for the Director incentive package of Mr Peter Lansom. The options expire on 1 February 2025 and have an exercise price of \$0.12.

Significant events subsequent to balance date

Subsequent to the end of the period, the Company notified the ASX on 9 February 2022 of the acquisition of two highly prospective Mongolian CBM permits, Shivee Gobi and Eastern Gobi, spanning an area of 18,008km².

Indemnification and insurance of officers and auditors

The Company has entered into deeds of indemnity with each Director and the Company Secretary whereby, to the extent permitted by the *Corporations Act 2001*, the Company agrees to indemnify each Director and the Company Secretary against all loss and liability incurred as an officer of the Company, including all liability in defending any relevant proceedings.

The Company has paid premiums to insure each of the Directors and the Company Secretary against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director or Company Secretary of the Company, other than conduct involving a wilful breach of duty in relation to the Company. The disclosure of the amount of the premium is prohibited by the insurance policy.

The Company has not, during or since the end of the financial period, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor. During the financial period, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

Corporate Governance

In recognising the need for the highest standards of corporate behaviour and accountability, the Directors of the Company support and have adhered to the principles of Corporate Governance. Refer to the Company's Corporate Governance Statement at www.jadegas.com.au/corporate/corporate-governance/

Proceedings on behalf of the Company

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of these proceedings. The Company was not a party to any such proceedings during the year.

Rounding

The Company is a company of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, dated 24 March 2016, and in accordance with that Corporations Instrument amounts in the Directors Report and the financial statements are rounded off to the nearest dollar, unless otherwise indicated.

Non-Audit Services

During the year BDO Australia, the Company's auditors, performed certain other services in addition to their statutory audit duties.

The Board has considered the non-audit services provided during the year by the auditor and it is satisfied that the provision of those non-audit services during the year is compatible with, and did not compromise, the auditor independence requirements of the *Corporations Act 2001* for the following reasons:

All non-audit services were subject to the corporate governance procedures adopted by the Company to ensure they do not impact on impartiality and objectivity of the auditor; and

The non-audit services do not undermine the general principles relating to auditor independence as set out in APES 110 Code of Ethics for Professional Accountants, as they did not involve reviewing or auditing the auditors own work, acting in a management or decision-making capacity for the Company, acting as an advocate for the Company or jointly sharing risks and rewards.

See note 25 for amounts received or due and receivable by BDO Australia.

Section 307C of the Corporations Act 2001 requires our auditors, BDO, to provide the Directors of the Company with an Independence Declaration. This Lead Auditor's Independence Declaration is included on page 23.

Signed in accordance with a resolution of Directors made pursuant to s.298 of the Corporations Act 2001.



Dennis Morton
Chairman

Adelaide, South Australia
31st March 2022



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Australia

**DECLARATION OF INDEPENDENCE
BY G K EDWARDS
TO THE DIRECTORS OF JADE GAS HOLDINGS LIMITED**

As lead auditor of Jade Gas Holdings Limited for the year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Jade Gas Holdings Limited and the entities it controlled during the period.

G K Edwards
Director

BDO Audit (SA) Pty Ltd
Adelaide, 31 March 2022

BDO Audit (SA) Pty Ltd ABN 33 161 379 086 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit (SA) Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2021

| | Note | 31 Dec 2021 \$ | 31 Dec 2020 \$ |
|---|------|----------------------|----------------------|
| Other income | | | |
| Financial income | | 10,437 | 1,173 |
| Other income | 4 | 270,327 | 7,053 |
| Total other income | | 280,764 | 8,226 |
| Expenses | | | |
| General and admin expense | 5 | (966,704) | (225,139) |
| Salaries and wages expense | | (665,512) | (589,641) |
| Listing expense | 3 | (4,497,374) | - |
| Depreciation and amortisation expense | 12 | (70,692) | (66,352) |
| Interest expense | | (20,366) | (7,184) |
| (Loss)/Gain on disposal of property, plant & equipment | | - | (15,753) |
| (Loss)/profit before tax | | (5,939,884) | (895,843) |
| Income tax (expense)/benefit | | - | 744 |
| (Loss)/Profit for the year | | (5,939,884) | (895,099) |
| Other comprehensive income, net of tax | | | |
| Items that may be subsequently reclassified to profit or loss | | | |
| Foreign exchange on the translation of subsidiaries | | 139,743 | 4,108 |
| Total comprehensive (loss)/profit for the year, net of tax | | (5,800,141) | (890,991) |
| (Loss)/profit for the year is attributable to: | | | |
| Non-controlling interest | | (181,081) | (11,156) |
| Owners of Jade Gas Holdings Limited | | (5,758,803) | (883,943) |
| | | (5,939,884) | (895,099) |
| Total comprehensive loss for the year is attributable to: | | | |
| Non-controlling interest | | (181,081) | (11,156) |
| Owners of Jade Gas Holdings Limited | | (5,619,060) | (879,835) |
| | | (5,800,141) | (890,991) |
| (Loss)/earnings per share | | 2021 (\$) | 2020 (\$) |
| Basic (loss) per share (dollars per share) | 6 | (0.0067) | (0.0019) |
| Diluted (loss) per share (dollars per share) | 6 | (0.0058) | (0.0019) |

The notes on page 28 to 57 are an integral part of these financial statements

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

| | Note | 31 Dec 2021 \$ | 31 Dec 2020 \$ |
|--|------|-------------------|-------------------|
| ASSETS | | | |
| Current assets | | | |
| Cash and cash equivalents | 7 | 4,372,561 | 162,140 |
| Trade and other receivables | 8 | 144,742 | 424 |
| Inventories | 9 | 8,335 | 198 |
| Other assets | 10 | 673,596 | 7,018 |
| Total current assets | | 5,199,234 | 169,780 |
| Non-current assets | | | |
| Property, plant and equipment | 12 | 764,235 | 357,268 |
| Right-of-use asset | 12 | 344,266 | 19,833 |
| Exploration and evaluation expenditure | 13 | 2,557,021 | 1,611,976 |
| Intangibles | 12 | 1,918 | 1,140 |
| Total non-current assets | | 3,667,440 | 1,990,217 |
| Total assets | | 8,866,674 | 2,159,997 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Trade and other payables | 14 | 418,827 | 162,655 |
| Lease liabilities | 15 | 84,285 | 19,143 |
| Borrowings | 15 | - | 70,000 |
| Total current liabilities | | 503,112 | 251,798 |
| Non-current liabilities | | | |
| Borrowings | 15 | 326,507 | - |
| Lease liabilities | 15 | 259,981 | - |
| Total non-current liabilities | | 586,488 | - |
| Total liabilities | | 1,089,600 | 251,798 |
| Net assets | | 7,777,074 | 1,908,199 |
| EQUITY | | | |
| Contributed equity | 16 | 15,318,498 | 4,252,558 |
| Reserves | 17 | 50,984 | (831,937) |
| Accumulated losses | | (7,458,129) | (1,559,224) |
| Non-controlling interest | 28 | (134,279) | 46,802 |
| Total equity | | 7,777,074 | 1,908,199 |

The notes on page 28 to 57 are an integral part of these financial statements

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

| | Note | Issued Capital | Unissued Capital | Accumulated Losses | Total Reserves | Non- controlling Interest | Total Equity |
|---|------|-------------------|---------------------|-----------------------|-------------------|---------------------------------|------------------|
| | | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 January 2020 | | 501,941 | 2,610,000 | (675,281) | (593,655) | 57,958 | 1,900,963 |
| Profit/(loss) for the year | | - | - | (883,943) | - | (11,156) | (895,099) |
| Other comprehensive income for the year, net of income tax | | - | - | - | 4,108 | - | 4,108 |
| Total comprehensive income for the year | | - | - | (883,943) | 4,108 | (11,156) | (890,991) |
| Issue of shares, options and notes | | 320,617 | 820,000 | - | - | - | 1,140,617 |
| Reserve movement on unconverted equity | | - | - | - | (242,390) | - | (242,390) |
| Balance at 31 December 2020 | | 822,558 | 3,430,000 | (1,559,224) | (831,937) | 46,802 | 1,908,199 |
| Balance at 1 January 2021 | | 822,558 | 3,430,000 | (1,559,224) | (831,937) | 46,802 | 1,908,199 |
| Profit/(loss) for the year | | - | - | (5,758,803) | - | (181,081) | (5,939,884) |
| Other comprehensive income for the year (net of tax) | | - | - | - | 139,743 | - | 139,743 |
| Total comprehensive income for the year | | - | - | (5,758,803) | 139,743 | (181,081) | (5,800,141) |
| Issue of shares, options and notes | | 8,100,000 | - | - | 171,976 | - | 8,271,976 |
| Consideration for HGM shares in RTO | 3 | 3,397,040 | - | - | - | - | 3,397,040 |
| Options/notes converted to equity | 16 | 2,998,900 | (3,430,000) | - | 431,100 | - | - |
| Reserve movement on conversion of unconverted equity with non-controlling interest | | - | - | (140,102) | 140,102 | - | - |
| Balance at 31 December 2021 | | 15,318,498 | - | (7,458,129) | 50,984 | (134,279) | 7,777,074 |

The notes on page 28 to 57 are an integral part of these financial statements

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

| | Note | 31 Dec 2021 \$ | 31 Dec 2020 \$ |
|--|------|--------------------|-------------------|
| Cash flows from operating activities | | | |
| Receipts from customers | | - | - |
| Payments to suppliers and employees | | (2,100,240) | (597,271) |
| Net cash (used in)/generated by operating activities | | (2,100,240) | (597,271) |
| Cash flows from investing activities | | | |
| Payments for property, plant and equipment | | (421,591) | (63,508) |
| Payments for exploration and evaluation assets | | (1,352,620) | (497,263) |
| Payments for intangible assets | | (4,536) | (720) |
| Proceeds from disposal of plant and equipment | | - | 24,540 |
| Interest income | | 10,437 | 1,109 |
| Net cash (used in)/generated by investing activities | | (1,768,310) | (535,842) |
| Cash flows from financing activities | | | |
| Proceeds from issue of ordinary shares, options and notes | | 8,111,937 | 820,050 |
| Proceeds from borrowings | | 592,878 | 70,000 |
| Payment of borrowings | | (612,878) | (300,000) |
| Payment of leases | | (37,153) | (45,434) |
| Net cash (used in)/generated by financing activities | | 8,054,784 | 544,616 |
| Net decrease in cash and cash equivalents | | 4,186,234 | (588,497) |
| Cash and cash equivalents at beginning of the period | | 162,140 | 721,344 |
| Effects of currency translation on cash and cash equivalents | | 24,187 | 29,293 |
| Cash and cash equivalents at end of period | | 4,372,561 | 162,140 |

The notes on page 28 to 57 are an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Jade Gas Holdings Limited is a limited company, incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange under the symbol JGH. The registered office and principal place of business is located at 66 Rundle Street Kent Town SA 5067.

This financial report includes the financial statements and notes of Jade Gas Holdings Limited ("the Company" or "JGH") and its Controlled Entities ("Jade" or "the Group"). The financial statements were authorised for issue on 29 March 2022 by the Directors of the Company.

BASIS OF PREPARATION

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001. The Group is a for-profit entity for financial reporting purposes under the Australian Accounting Standards. Monetary amounts are expressed in Australian dollars.

The financial statements have been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business. As outlined below under Impact of COVID-19 pandemic, the pandemic has not impacted the Group's operations in any significant way to date, and it is not expected to have a significant impact on the Group's operations. The Board does not believe the pandemic will have any impact on the Group's ability to continue as a going concern.

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. The financial statements and notes also comply with International Financial Reporting Standards as issued by the IASB. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

1.1 Principles of consolidation

The Group financial statements consolidate those of the Parent Company and all of its subsidiaries at 31 December 2021. The Parent controls a subsidiary if it is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over the subsidiary. All subsidiaries have a 31 December report date for tax and accounting purposes.

All transactions and balances between Group companies are eliminated on consolidation, including unrealised gains and losses on transactions between Group companies. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from a group perspective. Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Profit or loss and other comprehensive income of subsidiaries acquired or disposed of during the year are recognised from the effective date of acquisition, or up to the effective date of disposal as applicable.

Non-controlling interest, presented as part of equity, represent the portion of a subsidiary's profit or loss and net assets that is not held by the Group. The Group attributes total comprehensive income or loss of subsidiaries between the owners of the Parent and the non-controlling interest based on their respective ownership interests.

1.2 Income tax

The income tax expense/(income) for the period comprises current income tax expense/(income) and deferred tax expense/(income).

Current income tax expense charge to profit or loss is the tax payable on taxable income. Current tax liabilities/(assets) are measured at the amounts expected to be paid to/(recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the period as well as unused tax losses.

Current and deferred income tax expenses/(income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss.

Except for business combinations, no deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where: (a) a legally enforceable right of set-off exists; and (b) the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on, either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods, in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

1.3 Tax consolidation legislation

The Company and its wholly-owned Australian entities have implemented the tax consolidation legislation as of 1 July 2018. Following the reverse takeover process finalised in September, a request has been made to the Australian Tax Office to include JGPL within the tax consolidated group of JGH.

The head entity, JGH, and the controlled entities in the tax consolidation group continue to account for their own current and deferred tax amounts. The Group has applied the group allocation approach in determining the appropriate amount of current taxes and deferred taxes to allocate to members of the tax consolidated group.

In addition to its own current and deferred tax amounts, JGH also recognises the current tax liabilities (or assets) and the deferred tax assets arising from unused tax losses and tax credits assumed from controlled entities in the tax consolidation group.

Any difference between the amounts assumed and amounts receivable or payable under the tax funding agreement are recognised as a contribution to (or distribution from) wholly-owned tax consolidated entities.

1.4 Exploration, evaluation and development expenditure

Exploration, evaluation and development expenditures incurred are capitalised in respect of each identifiable area of interest. These costs are only capitalised to the extent that they are expected to be recovered through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full in the period in which the decision to abandon the area is made. When production commences, the accumulated costs or the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to capitalise costs in relation to that area of interest.

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

Any changes in the estimates for the costs are accounted for on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly, the costs have been determined on the basis that the restoration will be completed within one period of abandoning the site.

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. The recoverable amount of the exploration and evaluation asset (for the cash generating unit(s) to which it has been allocated being no larger than the relevant area of interest) is estimated to determine the extent of the impairment loss (if any). Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in previous years.

Where a decision has been made to proceed with development in respect to a particular area of interest, the relevant exploration and evaluation asset is tested for impairment and the balance is then reclassified to development. Where an area of interest is abandoned, any expenditure carried forward in respect of that area is written off.

1.5 Exploration, evaluation and development expenditure

Except for certain trade receivables the Group initially measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs. Under AASB 9 financial assets are subsequently measured at fair value through profit or loss (FVPL), amortised cost, or fair value through other comprehensive income (FVOCI). The classification is based on two criteria: the Group's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' on the principal amount outstanding (the 'SPPI criterion').

1.6 Significant accounting estimates and judgements for share based payments values

The Group estimates the probability of award of performance rights issued to key management personnel and other consultants and advisors by reference to the likelihood that the performance measures will be met by the holders of those performance rights as at the date at which they are granted. The probability is considered binary (100% or 0%) for each class of performance rights and only where there is a high risk of failure to achieve the performance measures will 0% be used (e.g. stretch targets).

1.7 Impairment

From 1 February 2019 the Group assesses on a forward-looking basis the expected credit losses (ECLs) associated with its debt instruments carried at amortised cost and FVOCI. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive. The shortfall is then discounted at an approximation to the asset's original effective interest rate.

The Group assesses at each balance date whether there is objective evidence that a financial asset or group of financial assets is impaired. For trade and other receivables, the Group applies the simplified approach permitted by AASB 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

1.8 Contributed equity

Issued and paid up-capital is recognised at the fair value of the consideration received by the Group. Any transaction costs arising on the issue of ordinary shares are recognised directly in equity as a reduction of the share proceeds received.

1.9 Foreign currency transactions and balances

The functional currency of each of the Group's entities is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Australian dollars, which is the parent entity's functional currency.

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the period-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange rate differences arising on the translation of monetary items are recognised in profit or loss except where deferred in equity as a qualifying cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income to the extent that the underlying gain or loss is recognised in other comprehensive income; otherwise, the exchange difference is recognised in profit or loss.

1.10 Group companies

The financial results and position of foreign operations, whose functional currency is different from the Group's presentation currency, are translated as follows:

- assets and liabilities are translated at exchange rates prevailing at the end of the reporting period;
- income and expenses are translated at average exchange rates for the period; and
- retained earnings are translated at average exchange rates prevailing at the date of the transaction.

Exchange differences arising on translation of foreign operations with functional currencies other than Australian dollars are recognised in other comprehensive income and included in the foreign currency translation reserve in the statement of financial position. These differences are recognised in profit or loss in the period in which the operation is disposed of.

1.11 Employee benefits

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy any vesting requirements. Those cash flows are discounted using market yields on high quality corporate bonds with terms to maturity that match the expected timing of cash flows attributable to employee benefits.

1.12 Equity-settled compensation

The Group provides benefits to employees (including senior executives) of the Group in the form of share-based payments, whereby employees render services in exchange for shares or rights over shares (equity-settled transactions). The cost of these equity-settled transactions with employees is measured by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined using the Black-Scholes pricing model which incorporates all market vesting conditions.

In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the price of the shares of the Company (market conditions) if applicable.

The cost of equity-based transactions is recognised, together with a corresponding increase in equity, over the period in which the performance and/or service conditions are fulfilled, ending on the date on which the relevant employees become fully entitled to the award (the vesting period).

The cumulative expense recognised for equity-settled transactions at each reporting date until vesting date reflects (i) the extent to which the vesting period has expired and (ii) the Group's best estimate of the number of equity instruments that will ultimately vest. No adjustment is made for the likelihood of market performance conditions being met as the effect of these conditions is included in the determination of fair value at grant date. The income statement charge or credit for a period represents the movement in cumulative expense, recognised as at the beginning and end of that period.

No expense is recognised for awards that do not ultimately vest, except for awards where vesting is only conditional upon a market condition.

If the terms of an equity-settled award are modified, as a minimum, an expense is recognised as if the terms had not been modified. In addition, an expense is recognised for any modification that increases the total fair value of the share-based payment arrangement, or is otherwise beneficial to the employee, as measured at the date of modification.

If any equity-settled award is cancelled, it is treated as if it had vested on the date of cancellation, and any expense not yet recognised for the award is recognised immediately. However, if a new award is substituted for the cancelled award and designated as a replacement award on the date that it is granted, the cancelled and new awards are treated as if they were a modification of the original award, as described in the previous paragraph.

1.13 Provisions

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

1.14 Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities in the statement of financial position.

1.15 Revenue and other income

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, rebates and amounts collected on behalf of third parties.

Interest revenue is recognised using the effective interest rate method.

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and specific criteria have been met for the Company's activities as described below. The amount of revenue is not considered to be reliably measurable until all contingencies relating to the sale have been resolved.

All revenue is stated net of the amount of goods and services tax.

1.16 Trade and other payables

Trade and other payables represent the liabilities for goods and services received by the entity that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

1.17 Goods and Services Tax (GST) and Value Added Tax (VAT)

Revenues, expenses and assets are recognised net of the amount of GST or VAT, except where the amount of GST/VAT incurred is not recoverable from the Australian Taxation Office, Mongolian Tax Authority or Austrian Taxation Office (Tax Office).

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

Cash flows are presented on a gross basis. The GST and VAT components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the Tax Office are presented as operating cash flows included in receipts from customers or payments to suppliers.

1.18 Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial period.

Where the Group has retrospectively applied an accounting policy, made a retrospective restatement of items in the financial statements or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

2

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The Directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group.

2.1 Impact of COVID-19 pandemic

Judgement has been exercised in considering the impacts that the coronavirus (COVID-19) pandemic has had, or may have on the operations of the Group and its financial position and results. At present it is not expected that the pandemic will have any significant impact on the Group's general operations.

Group personnel, key supply chains, and other important stakeholder relationships have remained largely unaffected by the pandemic. As at 31 December 2021 and the date of this report, there has been no significant impact upon the financial results and position of the Group reported on in these consolidated financial statements as a result of the COVID-19 pandemic.

The Board and management will continue to monitor the impact of the pandemic on the Group's operations and state of affairs.

2.2 Taxation

Balances disclosed in the financial statements and the notes thereto, related to taxation, are based on the best estimates of Directors. These estimates take into account both the financial performance and position of the Group as they pertain to current income taxation legislation, and the Directors understanding thereof. No adjustment has been made for pending or future taxation legislation. The current income tax position represents the Directors' best estimate, pending an assessment by the Australian Taxation Office.

2.3 Share based payment transactions

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using a valuation model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

2.4 Exploration and evaluation expenditure

Exploration and evaluation costs are carried forward where right of tenure of the area of interest is current. These costs are carried forward in respect of an area that, has not at balance date, reached a stage that permits reasonable assessment of the existence of economically recoverable reserves, refer to the accounting policy stated in Note 1.5.

2.5 Earnings per share

Basic earnings per share are calculated as net loss attributable to members of the Company, adjusted to exclude any costs of servicing equity (other than dividends), divided by the weighted average number of ordinary shares, adjusted for any bonus element.

Diluted earnings per share are calculated as net loss attributable to members of the Company adjusted for:

- costs of servicing equity (other than dividends);
- the after tax effect of dividends and interest associated with dilutive potential ordinary shares that have been recognised as expenses; and
- other non-discretionary changes in revenues or expenses during the period that would result from the dilution of potential ordinary shares.

Divided by the weighted average number of ordinary shares and dilutive potential ordinary shares, adjusted for any bonus element.

2.5 Share based payments - equity settled transactions

Share-based payments to employees are measured at the fair value of the instruments issued and amortised over the vesting periods. Share-based payments to non-employees are measured at the fair value of goods or services received or the fair value of the equity instruments issued, if it is determined the fair value of the goods or services cannot be reliably measured, and are recorded at the date the goods or services are received. The corresponding amount is recorded to the option reserve. The fair value of options is determined using the Black-Scholes pricing model. The number of shares and options expected to vest is reviewed and adjusted at the end of each reporting period such that the amount recognised for services received as consideration for the equity instruments granted is based on the number of equity instruments that eventually vest.

2.6 Going concern

The financial statements have been prepared on a going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and the settlement of liabilities in the normal course of business. The Group has incurred a loss after tax of \$5,939,884 and operations were funded by a net cash inflow of \$4,186,234.

The full impact of COVID-19 and timing of easing of restrictions continues to evolve. At the date of this report, it is not expected there will be any material post balance date impacts on the Company or its operations. An element of uncertainty does remain depending on the effects of any possible future variants of the virus.

The Company expects to be able to deliver the objectives of the prospectus in line with the published use of proceeds table. Given the lack of revenue generating activities within the Group, the Group's ability to continue as going concern in servicing any additional exploration projects on the original or new permits, Eastern Gobi and Shivee Gobi, is contingent on raising additional capital. These matters indicate the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. The financial statements do not include any adjustments that may be necessary if the Group is unable to continue as a going concern.

2.7 Changes in accounting policies and disclosure

In the period ended 31 December 2021, the Group has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for the current annual reporting period. No new or amended Australian Accounting Standards and Interpretations that are issued, but not yet effective, have been early adopted. It has been determined by the Group that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to Group accounting policies.

2.8 New Accounting Standards and Interpretations adopted

There are no issued but not yet effective accounting standards or interpretations that are expected to significantly impact the Group in future financial years.

3 REVERSE ACQUISITION ACCOUNTING

On 22 September 2021 the Company announced the completion of the acquisition of 100% of the issued capital of JGPL (ACN 631 515 225) an Australian business with subsidiaries operating CBM exploration activities in Mongolia.

As detailed in the Company's prospectus dated 14 July 2021, the acquisition involved a significant change to the nature of the Company's principle activities from Austrian mineral exploration to Mongolian CBM exploration. Furthermore, included in the prospectus was an additional equity offer for \$7.5 million to facilitate the expansion of exploration activities in the Mongolian subsidiaries of JGPL.

Prior to the undertaking of the reverse takeover, the Company consolidated its issued capital on a 1 to 5 basis on 7 July 2021.

As a part of the reverse takeover transaction 92,000,000 new options were issued split as follows:

- 68,000,000 as part of the consideration for 100% of the issued capital of JGPL;
- 22,000,000 to existing directors as part of an incentive option offer; and
- 12,000,000 to the lead manager Canaccord Genuity (Australia) Limited for services rendered in the reverse acquisition.

The issue of these options and new shares under the equity offer were conditional upon the Company completing the acquisition of JGPL, the receipt of applications and application monies for 250,000,000 new shares and the ASX giving conditional approval for the re-admission of the Company to the Official List and quotation of the New Shares issued to successful applicants.

The acquisition of JGPL did not meet the definition of a business combination in accordance with AASB 3 Business Combinations ("AASB 3"). Instead, the acquisition has been treated as a Group recapitalisation, using principles of reverse acquisition accounting in AASB 3 given the substance of the transaction is that the Company has effectively been recapitalised with JGPL operations being the ongoing business. Accordingly the consolidated financial statements have been prepared as if JGPL has acquired the Company and not vice-versa as represented by the legal position. The recapitalisation is measured at the fair value of the equity instruments that would have been given by JGPL to have exactly the same percentage holding in the new structure at the date of the transaction.

As the activities of the Company would not constitute a business based on the requirements of AASB 3, the excess of the deemed consideration over the fair value of the Company, as calculated in accordance with the reverse acquisition accounting principles and with AASB 2 Share Based Payments, is considered to be payment for a Group restructure and has been expensed as a recapitalisation expense.

As the Company is deemed to be the acquiree for accounting purposes, the carrying value of assets and liabilities are required to be recorded at fair value for the purposes of the acquisition. No adjustments were required to the historical values to effect this change.

| | Total |
|---|--------------------|
| | \$ |
| 113,234,664 fully paid ordinary shares | 3,397,040 |
| Total deemed consideration | 3,397,040 |
| Cash and cash equivalents | 11,937 |
| Trade and other receivables | 58,161 |
| Trade and other payables | (910,432) |
| Borrowings | (260,000) |
| Fair value of net assets | (1,100,334) |
| Recapitalisation expense (excess of fair value net assets) | (4,497,374) |

The impact of the Group restructure on each of the primary statements is as follows:

Consolidated statement of profit or loss and other comprehensive income

- The 31 December 2021 statement of profit or loss and comprehensive income comprises JGPL and then the Company since 23 September 2021.
- The 31 December 2020 statement of profit or loss and other comprehensive income comprises JGPL only.

Consolidated statement of financial position

- The statement of financial position as at December 2021 represents both the Company and JGPL.
- The statement of financial position as at 31 December 2020 represents JGPL only.

Consolidated statement of changes in equity

- The 31 December 2021 statement of changes in equity comprises JGPL equity balance as at 1 January 2021, and its loss for the year and transactions with equity holders for the year to 31 December 2021. It also comprises the Company's loss and transactions with equity holders since 23 September 2021 and the equity balances of the Company and JGPL as at 31 December 2021.
- The 31 December 2020 statement of changes in equity comprises JGPL only.

Consolidated statement of cash flows

- The 31 December 2021 statement of cash flows comprises JGPL and then the Company since 23 September 2021.
- The 31 December 2020 statement of cash flows comprises JGPL only.

4

OTHER INCOME

The following is an analysis of the Group's revenue for the year from continuing operations.

| | 2021 | 2020 |
|-----------------------------|----------------|--------------|
| | \$ | \$ |
| Gifts from Directors | 268,666 | - |
| Mongolian government grants | 1,661 | 7,053 |
| | 270,327 | 7,053 |

5

GENERAL AND ADMINISTRATION EXPENSE

Loss from ordinary activities before income tax expenses has been arrived at after charging the following items.

| | 2021 | 2020 |
|---------------------------|----------------|----------------|
| | \$ | \$ |
| Office | 73,521 | - |
| Travel | 13,217 | 9,540 |
| Minor equipment | 2,515 | - |
| Communications | 1,674 | 558 |
| Fuel | 2,131 | 2,916 |
| Professional services | 274,900 | 187,373 |
| Mongolian VAT taxes | 347,022 | 88 |
| Expense of options issued | 171,976 | - |
| Other | 79,748 | 24,664 |
| | 966,704 | 225,139 |

6

EARNINGS PER SHARE

| | 2021 | 2020 |
|--|-------------------|-------------------|
| | \$ | \$ |
| Loss for the period | (5,758,803) | (883,943) |
| Weighted average number of ordinary shares (basic) | 859,195,985 | 470,765,027 |
| Weighted average number of ordinary shares (diluted) | 996,195,985 | 470,765,027 |
| Basic (loss) per share | (\$0.0067) | (\$0.0019) |
| Diluted (loss) per share | (\$0.0058) | (\$0.0019) |

7

CASH AND CASH EQUIVALENTS

| | 2021 | 2020 |
|--------------|------------------|----------------|
| | \$ | \$ |
| Cash at bank | 4,372,561 | 162,140 |
| | 4,372,561 | 162,140 |

8

TRADE AND OTHER RECEIVABLES

| | 2021 | 2020 |
|------------------------|----------------|------------|
| | \$ | \$ |
| GST and VAT receivable | 144,742 | 424 |
| | 144,742 | 424 |

9

INVENTORIES

| | 2021 | 2020 |
|--------------------------------------|--------------|------------|
| | \$ | \$ |
| Supplies, stores and spare materials | 8,335 | 198 |
| | 8,335 | 198 |

10

OTHER ASSETS

| | 2021 | 2020 |
|-------------------|----------------|--------------|
| | \$ | \$ |
| Prepayments | 622,968 | 7,018 |
| Security deposits | 50,628 | - |
| | 673,596 | 7,018 |

11

DEFERRED TAX

The following is a summary of the tax consolidated group's deferred tax not brought to account, the benefits of which will only be realised if the conditions for deductibility set out in Note 1.2 are met.

| | 2021 | 2020 |
|--|------------------|------------------|
| | \$ | \$ |
| Losses available for offset against future tax liabilities | 5,609,542 | 7,117,579 |
| Deductible temporary differences | 138,841 | 125,554 |
| | 5,748,383 | 7,243,133 |

The 2021 figures are calculated on the current 26% tax rate for base rate entities on the basis that the Group has future taxable profits it is likely that the Group will not be a Small Business Entity (SBE).

Calculation of current year losses has been revised down in line with the shift in base rate entity tax rate from 27.5% to 26% and to align to the carried forward losses for the tax consolidated group that were submitted to the Australian Tax Office for the period ending 30 June 2021.

The recovery of the losses is subject to satisfaction of the tax loss recoupment rules. A final position on The Company passing The Continuity of Ownership Test (COT), or failing that, the Same Business Test (SBT), has not been reached to determine whether tax losses can be carried forward as at 31 December 2021. However, at this stage The Company considers it unlikely the losses will pass either the COT or SBT.

12 PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE AND INTANGIBLE ASSETS

| | Plant and equipment at cost | Right-of-use asset | Intangible assets | Total |
|--|--------------------------------|-----------------------|----------------------|------------------|
| | \$ | \$ | \$ | \$ |
| Gross carrying amount | | | | |
| Balance at 1 January 2020 | 488,211 | 117,060 | 2,347 | 607,618 |
| Additions | 63,508 | - | 720 | 64,228 |
| Disposals | (43,320) | - | - | (43,320) |
| Reclassifications | - | - | - | - |
| Foreign exchange impact | (91,347) | (21,903) | (440) | (113,960) |
| Balance at 31 December 2020 | 417,052 | 95,157 | 2,627 | 514,836 |
| Accumulated depreciation/ amortisation and impairment | | | | |
| Balance at 1 January 2020 | (50,463) | (32,826) | (407) | (83,696) |
| Disposals | 3,893 | - | - | 3,893 |
| Depreciation expense | (16,554) | - | - | (16,554) |
| Amortisation expense | - | (48,641) | (1,157) | (49,798) |
| Foreign exchange impact | 3,340 | 6,143 | 77 | 9,560 |
| Balance at 31 December 2020 | (59,784) | (75,324) | (1,487) | (136,595) |
| Net book value | | | | |
| As at 1 January 2020 | 437,748 | 84,234 | 1,940 | 523,922 |
| As at 31 December 2020 | 357,268 | 19,833 | 1,140 | 378,241 |
| Gross carrying amount | | | | |
| Balance at 1 January 2021 | 417,052 | 95,157 | 2,627 | 514,836 |
| Additions | 593,228 | 344,266 | 2,402 | 939,896 |
| Disposals | (168,431) | - | - | (168,431) |
| Reclassifications | - | - | - | - |
| Foreign exchange impact | 25,336 | 5,782 | 160 | 31,278 |
| Balance at 31 December 2021 | 867,185 | 445,205 | 5,189 | 1,317,579 |
| Accumulated depreciation/ amortisation and impairment | | | | |
| Balance at 1 January 2021 | (59,784) | (75,324) | (1,487) | (136,595) |
| Disposals | 8,427 | - | - | 8,427 |
| Depreciation expense | (47,961) | - | - | (47,961) |
| Amortisation expense | - | (21,038) | (1,693) | (22,731) |
| Foreign exchange impact | (3,632) | (4,577) | (91) | (8,300) |
| Balance at 31 December 2021 | (102,950) | (100,939) | (3,271) | (207,160) |
| Net book value | | | | |
| As at 1 January 2021 | 357,268 | 19,833 | 1,140 | 378,241 |
| As at 31 December 2021 | 764,235 | 344,266 | 1,918 | 1,110,419 |

13

EXPLORATION AND EVALUATION EXPENDITURE

| | 2021 | 2020 |
|----------------------------------|------------------|------------------|
| | \$ | \$ |
| Opening balance | 1,611,976 | 1,614,665 |
| Foreign exchange impact | 97,928 | (203,541) |
| Exploration expenditure incurred | 847,117 | 200,852 |
| | 2,557,021 | 1,611,976 |

14

TRADE AND OTHER PAYABLES

| | 2021 | 2020 |
|-------------------------|----------------|----------------|
| | \$ | \$ |
| Trade creditors | 224,318 | 117,232 |
| Other payables | - | 2,928 |
| Superannuation payable | 16,217 | 13,568 |
| Withholding tax payable | 73,604 | 13,927 |
| Accrued expenses | 104,688 | 15,000 |
| | 418,827 | 162,655 |

15

BORROWINGS

| | 2021 | 2020 |
|------------------------------------|----------------|---------------|
| | \$ | \$ |
| Secured – at amortised cost | | |
| Director loans (i) | 100,000 | - |
| Shareholder loans (ii) | 226,507 | 70,000 |
| Finance lease liability | 344,266 | 19,143 |
| | 670,773 | 89,143 |
| Current | 84,285 | 89,143 |
| Non-current | 586,488 | - |
| | 670,773 | 89,143 |

SUMMARY OF BORROWING ARRANGEMENTS

(i) Unsecured Director loans of \$100,000 have been provided on an interest free basis expiring 30 June 2023.

(ii) Unsecured shareholder loans have been provided at 6% interest expiring 9 August 2023.

NON CASH CHANGES

| | 1/1/2020 | Financing cash flows | Interest on loans | Office lease liability | 31/12/21 |
|-------------------|---------------|----------------------|-------------------|------------------------|----------------|
| | \$ | \$ | \$ | \$ | \$ |
| Director loans | - | 100,000 | - | - | 100,000 |
| Shareholder loans | 70,000 | 140,000 | 16,507 | - | 226,507 |
| Lease liabilities | 19,143 | (19,143) | - | 344,266 | 344,266 |
| | 89,143 | 220,857 | 16,507 | 344,266 | 670,773 |

16

CONTRIBUTED EQUITY

| | 2021 | 2020 |
|------------------------|-------------------|------------------|
| | \$ | \$ |
| Issued share capital | 15,318,498 | 822,558 |
| Unissued share capital | - | 2,610,000 |
| Convertible notes | - | 820,000 |
| | 15,318,498 | 4,252,558 |

Issued capital comprises:

1,209,401,331 fully paid ordinary shares
(31 December 2020: 176,250,000)

| | | |
|--|-------------------|----------------|
| | 15,318,498 | 822,558 |
| | 15,318,498 | 822,558 |

FULLY PAID ORDINARY SHARES

| | No. Shares | Share capital |
|--|----------------------|-------------------|
| | | \$ |
| Balance at 1 January 2020 | 75,750,000 | 501,941 |
| Shares issued | 100,500,000 | 320,617 |
| Closing balance at 31 December 2020 | 176,250,000 | 822,558 |
| Balance at 1 January 2021 | 176,250,000 | 822,558 |
| JGPL Shares issued | 26,750,000 | 2,778,900 |
| Notes in subsidiary converted to equity | - | 820,000 |
| Prospectus Shares purchased | (203,000,000) | - |
| Prospectus Vendor Offer | 846,166,667 | - |
| Prospectus Equity Offer | 250,000,000 | 7,500,000 |
| Shares issued to HGM shareholders | 113,234,664 | 3,397,040 |
| Closing balance at 31 December 2021 | 1,209,401,331 | 15,318,498 |

TERMS AND CONDITIONS OF CONTRIBUTED EQUITY - ORDINARY SHARES

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid upon shares held. Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the company. The shares do not have a par value.

OPTIONS ON ISSUE

| | 31 December 2021 | | 31 December 2020 | |
|---|--------------------|--------------------------------------|------------------|--------------------------------------|
| | No. | Weighted ave exercise price \$ | No. | Weighted ave exercise price \$ |
| Outstanding at the start of the period | - | - | - | - |
| Forfeited during the period | - | - | - | - |
| Granted during the period | 113,000,000 | 0.053 | - | - |
| Outstanding at end of the period | 113,000,000 | 0.053 | - | - |

At 31 December 2021, the Group has 113,000,000 (31 December 2020: 0) options on issue, the terms and details are set out below:

| Exercise Price | \$0.15 ⁽¹⁾ | \$0.045 | \$0.045 | \$0.045 | \$0.10 |
|------------------------------|-----------------------|-------------------|-------------------|-------------------|------------------|
| Expiry Date | 30/06/2022 | 30/06/2023 | 30/06/2023 | 22/09/2024 | 31/10/2024 |
| Escrow Restriction | - | 22/09/2022 | 04/10/2023 | 04/10/2023 | - |
| | No. | No. | No. | No. | No. |
| Balance at 1/1/2021 | - | - | - | - | - |
| Options Issued | 7,000,000 | 50,000,000 | 40,000,000 | 12,000,000 | 4,000,000 |
| Options Forfeited | - | - | - | - | - |
| Balance at 31/12/2021 | 7,000,000 | 50,000,000 | 40,000,000 | 12,000,000 | 4,000,000 |

(1) HGM completed a capital consolidation of shares, options and performance rights on a 1:5 basis on 7 July 2021 prior to the reverse takeover.

The options are convertible into fully paid ordinary shares. A further 4,000,000 options have been issued subsequent to the year end for the Director incentive package of Mr Peter Lansom. The options expire on 1 February 2025 and have an exercise price of \$0.12.

PERFORMANCE SHARES

At 31 December 2021, the Group has 48,000,000 (31 December 2020: 0) performance shares on issue. These performance shares were previously issued as consideration for the acquisition of APC securities by HGM.

| | Balance at 1 Jan 2021 No. | Effect of RTO No. | Balance at 31 Dec 2021 No. |
|---------|---------------------------------|-------------------------|----------------------------------|
| Class A | - | 24,000,000 | 24,000,000 |
| Class B | - | 24,000,000 | 24,000,000 |
| | - | 48,000,000 | 48,000,000 |

The performance shares were consolidated from 240,000,000 to 48,000,000 as part of the capital consolidation completed on 7 July 2021 prior to the reverse takeover.

TERMS AND CONDITIONS OF CLASS A PERFORMANCE SHARES

The Class A Performance Shares were issued on 26 February 2018 and subsequently consolidated on 7 July 2021. Class A Performance Shares have an expiry date of 26 February 2023.

Each Class A Performance Share will convert into an Ordinary Fully Paid Share on a one-for-one basis, upon delineation of a JORC-compliant Mineral Resource estimate of at least inferred category (as defined in the JORC Code) of a minimum of 500,000 ounces of gold or gold equivalent (in accordance with clause 50 of the JORC Code) at an average grade of at least 8 grams per tonne (Class A Milestone). The Class A Milestone must be determined to have been achieved, or not achieved, by no later than 5:00pm on the date that is one month after the Expiry Date, being 25 February 2023. The Class A Milestone has not been achieved as at 31 December 2021 or the date of this report.

TERMS AND CONDITIONS OF CLASS B PERFORMANCE SHARES

The Class B Performance Shares were issued on 26 February 2018 and subsequently consolidated on 7 July 2021. Class B Performance Shares have an expiry date of 26 February 2023.

Each Class B Performance Share will convert into an Ordinary Fully Paid Share on a one-for-one basis, upon completion of a positive Scoping Study (as defined in the JORC Code) in relation to any one or more Austrian Cobalt project by an independent third-party expert which evidences an internal rate of return greater than 20% (using publicly available industry assumptions including deliverable spot commodity/mineral prices which are independently verifiable), provided that the total cumulative EBITDA over the life of the relevant Austrian Cobalt project is over \$US50,000,000 and provided that (while the Company remains listed on the ASX) the Scoping Study is released as an announcement on the ASX Announcements Platform and is not required by reason of regulatory intervention by ASX or ASIC to be retracted within a period of one month from the date of its release (Class B Milestone).

The Class B Milestone must be determined to have been achieved or not achieved by no later than 5:00pm on the date that is one month after the Expiry Date, being 25 February 2023. The Class B Milestone has not been achieved as at 31 December 2021 or the date of this report.

As part of reinstatement to the ASX, the Company confirms that it has obtained the commitment of holders of all of the Class A Performance Shares (other than Eurocan Mining Anstalt which holds 7.2 million Class A Performance Shares) and all of the holders of the Class B Performance Shares to a buy-back of those shares for nominal consideration. The buy-back is subject to shareholder approval to be sought at the next general meeting of the Company.

CONVERTIBLE NOTES

All 820,000 Convertible Notes in JGPL were acquired from individual shareholders by JGH as part of the reverse acquisition process. The sale deed for the Convertible Notes included an extension of the maturity date of the Convertible Notes to 1 November 2021 upon which they were converted to an additional 34,166,666 JGPL shares on the basis of the Note amount divided by 80% of the RTO price. Given JGH owned 100% of the issued capital in JGPL both before and after the conversion of the Notes there was no dilutionary affect on any Shareholders of JGPL.

PERFORMANCE RIGHTS

At 31 December 2021 the Company had issued 24,000,000 Performance Rights to employees as part of its employee incentive program. The Performance Rights have been issued in two equal tranches to employees.

Employees are entitled to Tranch 1 when the Volume Weighted Average Price (VWAP) of the Company's shares as calculated over 20 consecutive trading days is equal to or exceeds 10.5 cents per share at any time but not longer than 4 years from the employee commencement date and will vest no earlier than the 12-month anniversary of the commencement of the employee.

Employees become entitled to Tranch 2 when the VWAP of the Company's shares as calculated over 20 consecutive trading days is equal to or exceeds 14 cents per share at any time but not longer than 4 years from the employee commencement date and will vest no earlier than the 24-month anniversary of the commencement of the employee.

UNISSUED SHARE CAPITAL

On 14 May 2019 Jade Methane FILLC (JM) was incorporated and JGPL Ltd acquired an 85% interest in it. On 14th May 2020 JGPL acquired the remaining 15% from UB Methane LLC, a Mongolian corporation. The consideration for this was the obligation to issue 5,250,000 ordinary shares, 8,250,000 Class B shares and 8,250,000 Performance Shares in JGPL pursuant to a Share Sale Agreement dated 30 September 2019, conditional upon the proposed ASX reverse takeover transaction and necessary consents and approvals. UB Methane was issued shares prior to the reverse take over and those shares were acquired by Jade Gas Holdings Ltd for consideration of 87,000,000 ordinary shares.

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RESERVES

| | 2021 | 2020 |
|---|---------------|------------------|
| | \$ | \$ |
| Option reserve | 171,976 | - |
| Foreign exchange reserve on the conversion of subsidiary undertakings | (120,992) | (260,735) |
| Reserve on unconverted non-controlling interest | - | (571,202) |
| | 50,984 | (831,937) |

SHARE OPTION RESERVE

| | 2021 | 2020 |
|---|----------------|----------|
| | \$ | \$ |
| Opening balance | - | - |
| Consolidation of 7,000,000 Director Options on 7 July 2021 | 4,646 | - |
| Issue of 90,000,000 options on 22 September 2021 as part of the RTO | 147,573 | - |
| Issue of 12,000,000 options on 22 September 2021 as part of the RTO | 18,328 | - |
| Issue of 4,000,000 options on 25 November 2021 as part of the RTO | 1,429 | - |
| | 171,976 | - |

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CONTROLLED ENTITIES

| Controlled entities consolidated | Country of incorporation | Principal activity | Percentage owned (%) 31 December 2021 |
|---|--------------------------|---------------------|--|
| Subsidiaries of Jade Gas Holdings Ltd | | | |
| Direct | | | |
| Jade Gas Pty Ltd ⁽ⁱ⁾ | Australia | Intermediate parent | 100 |
| Jade Methane FILLC ⁽ⁱⁱ⁾ | Mongolia | CBM exploration | 100 |
| Methane Gas Resource LLC ⁽ⁱⁱⁱ⁾ | Mongolia | CBM exploration | 60 |
| Jade Gas Mongolia FILLC ^(iv) | Mongolia | CBM exploration | 100 |
| Baruun Naran Gas LLC ^(v) | Mongolia | CBM exploration | 66 |
| Acacia Mining Pty Ltd | Australia | | 100 |
| Austrian Projects Corporation Pty Ltd ^(vi) | Australia | Intermediate parent | 100 |
| APC Cobalt GmbH ^(vii) | Austria | Cobalt projects | 100 |
| APC Gold GmbH ^(viii) | Austria | Intermediate parent | 100 |
| Eurocan Mining GmbH ^(ix) | Austria | Gold Projects | 100 |

- i. On 22 September 2021 HGM successfully completed the acquisition of JGPL and subsequently underwent a name change to Jade Gas Holdings Limited after being reinstated to trading on the ASX.
- ii. On 14 May 2019 Jade Methane FILLC (JM) was incorporated and JGPL Ltd acquired an 85% interest in it. On 14th May 2020 JGPL acquired the remaining 15% from UB Methane LLC, a Mongolian corporation. The consideration for this was the obligation to issue 5,250,000 ordinary shares, 8,250,000 Class B shares and 8,250,000 Performance Shares in JGPL pursuant to a Share Sale Agreement dated 30 September 2019. That agreement was conditional upon the proposed ASX reverse takeover transaction and necessary consents and approvals. UB Methane was issued shares prior to the reverse take over and those shares were acquired by Jade Gas Holdings Ltd for consideration of 87,000,000 ordinary shares.
- iii. Methane Gas Resource LLC (MGR) is a 60% subsidiary of JM. It was incorporated on 21 May 2019 and acquired by JGPL on 21 May 2019 as part of the JM acquisition.
- iv. Jade Gas Mongolia FILLC (JGM) is a 100% subsidiary of JGPL. It was incorporated on 14 May 2019 and acquired by JGPL on 14 May 2019.
- v. Baruun Naran Gas LLC (BNG) is a 66% subsidiary of JGM. It was incorporated on 27 September 2019 and acquired by JGPL on 27 September 2019 as part of the JGM acquisition.
- vi. Austrian Projects Corporation Pty Ltd (APC) was incorporated on 24 October 2017 and acquired by HGM on 26 February 2018.
- vii. APC Cobalt GmbH is a 100% subsidiary of APC. It was incorporated on 24 October 2017 and acquired by HGM on 26 February 2018 as part of the APC acquisition.
- viii. APC Gold GmbH is a 100% subsidiary of APC. It was incorporated on 24 October 2017 and acquired by HGM on 26 February 2018 as part of the APC acquisition.
- ix. Eurocan Mining GmbH is a 100% subsidiary of APC Gold GmbH. It was acquired by APC Gold GmbH on 11 December 2017.

JGPL, via its subsidiary JM, owns 60% of MGR. MGR holds a PSA providing rights to explore for and exploit CBM from the area surrounding and including the Tavantolgoi coal field in Mongolia. JGPL will fund 100% of the costs to the point of a DFS, after which costs will be shared on a pro-rata basis. At the completion of the DFS, each party has an option to increase its equity in MGR subject to certain terms and conditions

JGPL via its subsidiary JGM, owns 66% of BNG. BNG is a joint venture with KE, a wholly owned subsidiary of MMC. The JV was established to explore CBM within a coal mining licence held by MMC in the South Gobi region of Mongolia. Under the JV agreements, Jade will fund 100% of the costs of exploration to the point of a DFS, after which costs will be shared on a pro-rata basis.

19 **EXPLORATION EXPENDITURE COMMITMENTS**

The terms of the PSA held by MGR include minimum expenditure requirements over the period of the agreement. Annual expenditure budgets are approved by the country regulator MRPAM. The terms of the PSA are commercial in confidence.

20 **CONTINGENT ASSETS AND LIABILITIES**

The Directors are not aware of any contingent assets or liabilities as at the date of the financial statements.

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CASH FLOW INFORMATION

| | 2021 | 2020 |
|--|------|------|
| | \$ | \$ |

Reconciliation of cash

Cash as end of financial period as shown in the cash flow statement is reconciled to items in balance sheet as follows:

| | | |
|---------------------------|------------------|----------------|
| Cash and cash equivalents | 4,372,561 | 162,140 |
| | 4,372,561 | 162,140 |

Reconciliation with operating loss

Reconciliation of cash flows from operations with operating loss after income tax is set out as follows. Asset and liability movements include the movements of net assets of Jade Gas Holdings Ltd acquired in the reverse takeover on 22 September 2021:

| | | |
|---|--------------------|------------------|
| Operating loss after income tax | (5,939,884) | (895,099) |
| Non-cash flows included in loss: | | |
| • Listing expense | 4,497,374 | - |
| • Depreciation and amortisation | 70,692 | 66,352 |
| • Interest expense on loans | 16,507 | 3,869 |
| • Fair value of options | 171,976 | - |
| • Loss on disposal of PP&E | - | 14,886 |
| Changes in assets and liabilities: | | |
| • (Increase)/decrease in receivables | (25,092) | 51,233 |
| • (Increase)/decrease in inventories | (8,137) | 1,541 |
| • (Increase)/decrease in prepayments | (69,189) | 280 |
| • Increase/(decrease) in creditors & accruals | (814,487) | 159,667 |
| Net cash used in operating activities | (2,100,240) | (597,271) |

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KEY MANAGEMENT PERSONNEL (KMP) COMPENSATION

Refer to the Remuneration Report contained in the Directors' Report for details of the remuneration paid or payable to each member of the Group's KMP for the year ended 31 December 2021. The totals of remuneration attributable to KMP of the Group during the period are as follows:

| | 2021 | 2020 |
|------------------------------|----------------|----------------|
| | \$ | \$ |
| Short-term employee benefits | 292,192 | 353,430 |
| Post employment benefits | 667 | 3,470 |
| Equity based payments | 36,073 | 15,770 |
| | 328,932 | 372,670 |

23 SHARE BASED PAYMENTS

The following share based payments were in existence during the period:

| | 2021 | 2020 |
|---|----------------|----------|
| | \$ | \$ |
| Consolidation of 7,000,000 Director Options on 7 July 2021 | 4,646 | - |
| Issue of 90,000,000 options on 22 September 2021 as part of the RTO | 147,573 | - |
| Issue of 12,000,000 options on 22 September 2021 as part of the RTO | 18,328 | - |
| Issue of 4,000,000 options on 25 November 2021 as part of the RTO | 1,429 | - |
| | 171,976 | - |

The value of options was calculated using the Black-Scholes pricing model applying the following inputs:

| | 7,000,000 | 90,000,000 | 12,000,000 | 4,000,000 |
|---------------------------|------------------|-------------------|-------------------|------------------|
| Options Issued | 7,000,000 | 90,000,000 | 12,000,000 | 4,000,000 |
| Share price | \$0.03 | \$0.03 | \$0.03 | \$0.03 |
| Grant date | 7 Jul 2021 | 22 Sep 2021 | 22 Sep 2021 | 25 Nov 2021 |
| Exercise price | \$0.15 | \$0.045 | \$0.045 | \$0.10 |
| Expected volatility | 100% | 100% | 100% | 100% |
| Risk-free interest rate | 1.95% | 1.95% | 1.95% | 1.95% |
| Annualised time to expiry | 0.98 | 1.77 | 3.00 | 2.93 |

Annual expense as per the Black-Scholes calculation is as follows:

| | 31 Dec 2021 | 31 Dec 2022 | 31 Dec 2023 | 31 Dec 2024 |
|--------------------------|----------------|----------------|----------------|---------------|
| | \$ | \$ | \$ | \$ |
| 7,000,000 (7 Jul 2021) | 4,646 | 4,751 | - | - |
| 90,000,000 (22 Sep 2021) | 147,573 | 538,643 | 267,108 | - |
| 12,000,000 (22 Sep 2021) | 18,328 | 66,895 | 66,895 | 48,385 |
| 4,000,000 (25 Nov 2021) | 1,429 | 14,493 | 14,493 | 12,111 |
| | 171,976 | 624,782 | 348,496 | 60,496 |

24 RELATED PARTY TRANSACTIONS

KEY MANAGEMENT PERSONNEL

Details relating to KMP are included in the Remuneration Report and note 21. At period end the following remuneration was payable:

| | Outstanding Payables 31 Dec 2021 | Accrued Expenses 31 Dec 2021 | Total KMP 31 Dec 2021 |
|----------------|-------------------------------------|---------------------------------|--------------------------|
| | \$ | \$ | \$ |
| Mr A Hall | - | - | - |
| Mr J Burke | - | - | - |
| Mr D Morton | - | - | - |
| Mr D Eddington | - | - | - |
| Mr B Drabsch | 5,500 | - | 5,500 |
| Mr S Formica | - | - | - |
| Mr A Wing | - | - | - |
| Mr C Jamieson | 37,192 | - | 37,192 |
| | 42,692 | - | 42,692 |

TRANSACTIONS WITH RELATED ENTITIES

Transactions between JGH and other entities in the wholly owned Group during the period consisted of:

Loans advanced by JGH; and

Loans advanced to JGH.

Loans provided by the JGH to wholly owned entities are made on an interest-free basis and are repayable on demand.

All inter-entity transactions and balances are eliminated in the consolidated financial statements.

RELATED PARTY TRANSACTIONS

\$60,000 of Company Secretary fees were incurred during the year, payable to Northern Star Nominees Pty Ltd, a related party of Mr Adrien Wing.

Further to this \$268,666, of other income was received as contributions from Directors to offset costs incurred through the reverse takeover process over and above those initially budgeted. These contributions have no rights to equity attached to them and have not been formalised through a debt agreement as they will not be repaid by the Company.

Loans of \$100,000 and \$210,000 from Director Mr Anthony Hall and a shareholder respectively were made to the group. Refer to note 15 for terms and conditions.

25 EVENTS AFTER THE REPORTING PERIOD

The Board does not believe the COVID-19 pandemic will have any impact on the Group's ability to continue as a going concern nor in its current ability to continue to pursue new ventures.

Subsequent to period end, the Company notified the ASX on 9 February 2022 of the acquisition of two highly prospective Mongolian CBM permits, Shivee Gobi and Eastern Gobi, spanning an area of 18,008km².

26 AUDITOR REMUNERATION

Audit services are provided by BDO Audit (SA) Pty Ltd. During the period ending 31 December 2021 additional services were provided for tax by BDO Advisory (SA) Pty Ltd and corporate advice relating to the RTO by BDO Corporate Finance (SA) Pty Ltd. The breakdown of services provided is outlined below:

| | 2021 | 2020 |
|---|----------------|----------------|
| | \$ | \$ |
| Audit services - BDO Audit Pty Ltd | 72,359 | 48,950 |
| Tax services - BDO Administration Pty Ltd | 4,920 | 16,535 |
| Other services - BDO Corporate Finance Pty Ltd ¹ | 122,383 | 42,538 |
| | 199,662 | 108,023 |

(1) The material portion of the non-audit fees were incurred prior to the consolidated group undertaking the reverse acquisition and becoming listed.

27 FINANCIAL RISK MANAGEMENT

This note presents information about the Group's exposure to credit, liquidity and market risks, its objectives, policies and processes for measuring and managing risk and the management of capital.

The Group does not use any form of derivatives as it is not at a level of exposure that requires the use of derivatives to hedge its exposure. Exposure limits are reviewed by management on a continuous basis. The Group does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The Board of Directors of the Company has overall responsibility for the establishment and oversight of the risk management framework. Management monitors and manages the financial risks relating to the operations of the Company and the Group through regular reviews of the risks.

The totals for each category of financial instruments, measured in accordance with AASB 9, as detailed in the accounting policies to these financial statements, are as follows:

| Categories of financial instruments | Note | 2021 \$ | 2020 \$ |
|-------------------------------------|------|------------------|----------------|
| Financial assets | | | |
| Cash and cash equivalents | 7 | 4,372,561 | 162,140 |
| Trade and other receivables | 8 | 144,742 | 424 |
| | | 4,517,303 | 162,564 |
| Financial liabilities | | | |
| Trade and other payables | 14 | 418,827 | 162,655 |
| Lease liabilities | 15 | 344,266 | 19,143 |
| Borrowings | 15 | 326,507 | 70,000 |
| | | 1,089,600 | 251,798 |

GENERAL OBJECTIVES, POLICIES AND PROCESSES

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

The principal financial instruments from which financial instrument risk arises:

- Cash and cash equivalents
- Trade and other receivables & payables
- Borrowings

The Board has overall responsibility for the determination of the Group's risk management objectives and policies and, whilst retaining ultimate responsibility for them, it has delegated the authority for designing and operation the processes that ensure effective implementation of the objectives and policies to the Group's finance function.

The Group's risk management policies and objectives are therefore designed to minimise the potential impact of these risks on the results of the Group where such impacts may be material.

SPECIFIC FINANCIAL RISK EXPOSURES AND MANAGEMENT

The main risks the Group is exposed to through its financial instruments are credit risk, liquidity risk and market risk consisting of interest rate risk, foreign currency risk and other price risk (commodity and equity price risk). There have been no substantive changes in the types of risks the Group is exposed to, how these risks arise, or the Board's objectives, policies and processes for managing or measuring the risks from the previous period.

Credit risks

Exposure to credit risk relating to financial assets arises from the potential non-performance by counter parties of the contract obligations that could lead to a financial loss to the Group. There is no material amount of collateral held as security at 31 December 2021.

Cash and cash equivalents

The Group limits its exposure to credit risk by only depositing cash at banks or financial institutions that have an acceptable credit rating.

Trade and other receivables

As the Group operates primarily in investment and exploration activities, it does not have trade receivables and therefore is not exposed to credit risk in relation to trade receivables.

The Group, where necessary, establishes an allowance for impairment that represents its estimate of incurred losses in respect of other receivables and investments. Management does not expect any counterparty to fail to meet its obligations.

Exposure to credit risk

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at balance date is as follows:

| | Note | 2021 \$'000 | 2020 \$'000 |
|-------------------|------|----------------|----------------|
| Other receivables | 9 | 144,742 | 424 |
| | | 144,742 | 424 |

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group manages liquidity risk by maintaining adequate cash reserves from funds raised in the market and by continuously monitoring forecasts and actual flows. The Group currently has \$100,000 of outstanding loans to a former Director and \$226,507 of outstanding loans to a current Shareholder.

The following are the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements:

| At 31 December 2021 | Carrying Value | Within 1 Year | 1-5 Years | Over 5 years | Total | Contractual Cash Flows |
|--|----------------|------------------|------------------|--------------|-------|------------------------|
| | \$ | \$ | \$ | \$ | | \$ |
| Financial liabilities due for payment | | | | | | |
| Trade and other payables | 418,827 | 418,827 | - | - | | 418,827 |
| Lease Liabilities | 344,266 | 91,140 | 253,126 | - | | 344,266 |
| Borrowings | 326,507 | - | 354,503 | - | | 354,503 |
| Total expected outflows | | 509,967 | 607,629 | - | | 1,117,596 |
| Financial Assets - cash flows realisable | | | | | | |
| Cash and cash equivalents | 4,372,561 | 4,372,561 | - | - | | 4,372,561 |
| Trade and other receivables | 144,742 | 144,742 | - | - | | 144,742 |
| Total anticipated inflows | | 4,517,303 | - | - | | 4,517,303 |
| Net inflow/(outflow) on financial instruments | | 4,007,336 | (607,629) | - | | 3,399,707 |

| At 31 December 2020 | Carrying Value | Within 1 Year | 1-5 Years | Over 5 years | Total | Contractual Cash Flows |
|--|----------------|-----------------|-----------|--------------|-------|------------------------|
| | \$ | \$ | \$ | \$ | | \$ |
| Financial liabilities due for payment | | | | | | |
| Trade and other payables | 162,655 | 162,655 | - | - | | 162,655 |
| Lease liabilities | 19,143 | 20,307 | - | - | | 20,307 |
| Borrowings | 70,000 | 74,200 | - | - | | 74,200 |
| Total expected outflows | | 257,162 | - | - | | 257,162 |
| Financial Assets - cash flows realisable | | | | | | |
| Cash and cash equivalents | 162,140 | 162,140 | - | - | | 162,140 |
| Trade and other receivables | 424 | 424 | - | - | | 424 |
| Total anticipated inflows | | 162,564 | - | - | | 162,564 |
| Net inflow/(outflow) on financial instruments | | (94,598) | - | - | | (94,598) |

Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposure within acceptable parameters, while optimising the return.

Foreign exchange risk

At balance date, the following cash, amounts receivable and amounts payable in foreign currency.

| | 2021 \$ | 2020 \$ |
|-----------------------------|--------------------|--------------------|
| <u>Mongolian Tugrik</u> | | |
| Cash and cash equivalents | 314,851,806 | 163,728,596 |
| Trade and other receivables | 395,354 | 371,354 |
| Trade and other payables | (120,586,180) | (37,089,580) |
| | 194,660,980 | 127,010,370 |
| <u>Euros</u> | | |
| Cash and cash equivalents | 934 | - |
| Trade and other receivables | 4,320 | - |
| Trade and other payables | (2,232) | - |
| | 3,022 | - |
| <u>US Dollars</u> | | |
| Cash and cash equivalents | 177,632 | 59,716 |
| | 177,632 | 59,716 |

Interest rate risk

The Group is exposed to interest rate risk (primarily on its cash and cash equivalents), which is the risk that a financial instrument's value will fluctuate as a result of changes in the market interest rates on interest-bearing financial instruments. The Group does not use derivatives to mitigate these exposures.

The Group adopts a policy of ensuring that as far as possible it maintains excess cash and cash equivalents on short-term deposit at best available market interest rates.

Profile

At the reporting date the interest rate profile of the Group's interest-bearing financial instruments was:

| | 2021 \$ | 2020 \$ |
|--|------------------|----------------|
| Variable rate instruments | | |
| Financial assets - cash and cash equivalents | 4,372,561 | 162,140 |
| | 4,372,561 | 162,140 |

Fair value sensitivity analysis for variable rate instruments

The Group does not account for any fixed rate financial assets and liabilities at fair value through profit or loss or through equity, therefore a change in interest rates at the reporting date would not affect profit or loss or equity.

Cash flow sensitivity analysis for variable rate instruments

The Group has performed a sensitivity analysis relating to its exposure to interest rate risk at balance date. A change of 100 basis points in interest rates at the reporting date would have increased/ (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant. The analysis is performed on the same basis for the prior period.

| | Profit or loss | | Equity | |
|---------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | 100 bp increase \$ | 100 bp decrease \$ | 100 bp increase \$ | 100 bp decrease \$ |
| 31 December 2021 | | | | |
| Variable rate instruments | 43,726 | (43,726) | 43,726 | (43,726) |
| 31 December 2020 | | | | |
| Variable rate instruments | 1,621 | (1,621) | 1,621 | (1,621) |

FAIR VALUES

Fair values of financial assets and liabilities are equivalent to carrying values due to their short term to maturity.

28 NON-CONTROLLING INTEREST

| | 2021 | 2020 |
|------------------|------------------|---------------|
| | \$ | \$ |
| Issued Capital | 48,944 | 48,944 |
| Retained Profits | (183,223) | (2,142) |
| | (134,279) | 46,802 |



DIRECTOR'S DECLARATION

FOR THE YEAR ENDED 31 DECEMBER 2021

1. In the opinion of the Directors of Jade Gas Holdings Limited ("the Company"):

- (a) the financial statements and notes and the remuneration disclosures that are contained in the Remuneration Report in the Directors' Report, are in accordance with the *Corporations Act 2001*, including:
 - i. giving a true and fair view of the Company's financial position as at 31 December 2021 and of its performance, for the twelve-month financial period ended on that date;
 - ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2021; and
 - iii. complying with International Financial Reporting Standards as disclosed in Note 1.
- (b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

2. The Directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the Chief Executive Officer and the Financial Controller for the financial period ended 31 December 2021.

Signed in accordance with a resolution of the Board of Directors.



Dennis Morton
Non-Executive Chairman

Adelaide, South Australia
31st March 2022



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF JADE GAS HOLDINGS LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Jade Gas Holdings Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies and the directors' declaration.

In our opinion the accompanying financial report of the Group, is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2021 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

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

Material uncertainty related to going concern

We draw attention to Note 2.6 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the group's ability to continue as a going concern and therefore the group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Key audit matters

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

Accounting for Reverse Acquisition

| KEY AUDIT MATTER | HOW THE MATTER WAS ADDRESSED IN OUR AUDIT |
|---|--|
| As disclosed in note 3 of the financial report, the company acquired Jade Gas Pty Ltd (unlisted entity incorporated in Australia). The accounting for the reverse acquisition is a key audit matter due to the effect of the arrangement which is accounted for as Jade Gas Pty Ltd (the accounting parent) issuing a share based payment in return for the assets acquired in the company and listing status. Furthermore, judgment is involved in the determination of the value of the purchase consideration settled by way of a share-based payment. | <p>Our procedures included, but were not limited to:</p> <ul style="list-style-type: none"> • Obtaining an understanding of the transaction including an assessment of the accounting acquirer and whether the transaction constituted a business or asset acquisition; • Assessing management's proposed accounting treatment in accordance with applicable accounting standards; • Evaluating the basis of the valuation of the share-based payment (or fair value of consideration) and challenged the underlying assumption of the valuation against comparable transactions and market data. • Checking the calculation of the share based payment, fair value of identifiable net assets acquired, including any separately identifiable intangible assets, and listing expense. • Considering whether any fair values or adjustments to fair values have been dealt with in accordance with generally accepted accounting principles. • Assessing the appropriateness of the acquisition journals at acquisition date and checking that the disclosures in the financial statements are in accordance with the basis of preparation as disclosed in note 3 for the reverse acquisition. • Assessing the adequacy of the related disclosures in the financial report. |

Recoverability of exploration and evaluation assets

| KEY AUDIT MATTER | HOW THE MATTER WAS ADDRESSED IN OUR AUDIT |
|---|--|
| As at 31 December 2021 the carrying value of Exploration and Evaluation Assets was \$2,557,021 as disclosed in note 13. | <p>Our procedures included, but were not limited to:</p> <ul style="list-style-type: none"> • Obtaining a schedule of the areas of interest held by the Group and assessing whether the right to tenure of those areas of interest remain current and in good standing at reporting date; |

| KEY AUDIT MATTER | HOW THE MATTER WAS ADDRESSED IN OUR AUDIT |
|---|--|
| <p>The recoverability of the exploration and evaluation assets was considered a key audit matter due to:</p> <ul style="list-style-type: none"> The carrying value of exploration and evaluation expenditure represents a significant asset of the Group, we considered it necessary to assess whether the facts and circumstances existed to suggest that the carrying amount of this asset may exceed the recoverable amount; and Determining whether impairment indicators exist involves significant judgement by management. | <ul style="list-style-type: none"> Ensuring that the right to tenure of the areas of interest was current through confirmation with the relevant government departments or external legal counsel; Reviewing budgets and assessing assumptions made by the Group to ensure that substantive expenditure on further exploration for and evaluation of the mineral resources in the areas of interest were planned; Reviewing ASX announcements and minutes of directors meetings to ensure that the Group had not decided to discontinue activities in any of its areas of interest; and Considering whether any facts or circumstances existed to suggest impairment testing was required; <p>We also assessed the adequacy of the related disclosures in note 13 to the Financial Statements.</p> |

Share Based Payments

| KEY AUDIT MATTER | HOW THE MATTER WAS ADDRESSED IN OUR AUDIT |
|---|---|
| <p>During the year ended 31 December 2021, the Group issued performance rights over ordinary shares ('performance rights') and share options to key management personnel, which were accounted for as share based payments under AASB 2: Share Based Payments. Share-based payments are a complex accounting area including assumptions utilised in the fair value calculations and judgments regarding the performance rights and incentive shares issued during the year. There is a risk in the financial report that amounts are incorrectly recognised and/or inappropriately disclosed. Refer to Note 1.12 of the financial report for a description of the accounting policy and significant estimates and judgements applied to these transactions.</p> | <p>Our audit procedures included but were not limited to:</p> <ul style="list-style-type: none"> Evaluating management's assessment of the valuation and recognition of the performance rights and incentive shares. Obtaining an understanding of the key terms and conditions of the performance rights and incentive shares by inspecting relevant agreements. Holding discussions with management to understand the share based payment arrangements in place and evaluating management's assessment of the likelihood of meeting any condition attached to the performance rights and incentive shares. Assessing the fair value of performance rights determined by an expert management engaged. This included assessing the reasonableness of the key inputs used in the valuation model and valuation methodology. Reviewing the adequacy of the Group's disclosures in respect of the accounting treatment of share-based payments in the financial statements, including the significant judgments involved, and the accounting policy adopted. |

Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 31 December 2021, but does not include the financial report and the auditor's report thereon.

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

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

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

Responsibilities of the directors for the Financial Report

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

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

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

https://www.auasb.gov.au/admin/file/content102/c3/ar1_2020.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 14 to 19 of the directors' report for the year ended 31 December 2021.



In our opinion, the Remuneration Report of Jade Gas Holdings Limited, for the year ended 31 December 2021, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

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

A handwritten signature in blue ink that reads 'BDO'.

BDO Audit (SA) Pty Ltd

A handwritten signature in blue ink that reads 'G K Edwards'.

G K Edwards
Director

Adelaide, 31 March 2022

ASX ADDITIONAL INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2021

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below. The information is effective as at 31 December 2021 (unless otherwise stated).

Holders of each class of equity securities

Number of holders in each class of equity securities as at 21 February 2022 are listed below:

| Holding Type | Holding | Number | No. of Holders |
|--------------|--|-------------|----------------|
| Quoted | Ordinary - Fully Paid | 531,215,030 | 1,207 |
| Unquoted | Ordinary - Fully Paid Restricted | 678,186,301 | 26 |
| Unquoted | Option Expiring 30 June 2022 Restricted | 7,000,000 | 5 |
| Unquoted | Option Expiring 30 June 2023 Restricted | 90,000,000 | 35 |
| Unquoted | Option Expiring 22 September 2024 Restricted | 12,000,000 | 1 |
| Unquoted | Option Expiring 31 October 2024 Restricted | 4,000,000 | 1 |
| Unquoted | Option Expiring 01 February 2025 Restricted | 4,000,000 | 1 |
| Unquoted | Performance Shares | 48,000,000 | 23 |
| Unquoted | Performance Rights | 25,000,000 | 3 |

Distribution of equity securities

Analysis of numbers of equity security holders by size of holding as at 21 February 2022 are listed below:

| Holding | Shares | No. of Holders |
|------------------|----------------------|----------------|
| 1-1,000 | 14,573 | 164 |
| 1,001-5,000 | 399,346 | 100 |
| 5,001-10,000 | 708,597 | 92 |
| 10,001-100,000 | 19,330,048 | 404 |
| 100,001 and over | 1,188,948,767 | 447 |
| Total | 1,209,401,331 | 1,207 |

Substantial holders

Substantial holders of ordinary shares in the Company as at 21 February 2022 are listed below:

| ORDINARY SHARES | | |
|---------------------|-------------|------------|
| Holding | Number held | Percentage |
| MR JOSEPH BURKE | 414,578,664 | 34.28 |
| UB METAN LLC | 95,000,000 | 7.86 |
| MR DANIEL EDDINGTON | 68,910,002 | 5.70 |

Voting rights

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

Twenty largest equity security holders

The names of the twenty largest holders of quoted equity securities as at 21 February 2022 are listed below:

| Name | ORDINARY SHARES | |
|---|--------------------|-----------------------------|
| | Number held | Percentage of issued shares |
| GM VENTURES & INVESTMENTS LIMITED | 334,240,000 | 27.64 |
| UB METAN LLC | 87,000,000 | 7.19 |
| SCOR GO LUATH LIMITED | 80,334,664 | 6.64 |
| E&E HALL PTY LTD | 48,551,400 | 4.01 |
| DANIEL EDDINGTON & JULIE EDDINGTON <DJ HOLDINGS A/C> | 47,526,668 | 3.93 |
| JAWAF ENTERPRISES PTY LTD <HALL FAMILY A/C> | 44,938,336 | 3.72 |
| BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP> | 41,485,292 | 3.43 |
| TREHAN HOLDINGS LIMITED | 28,911,332 | 2.39 |
| MARK JOHN BAHEN & MARGARET PATRICIA BAHEN <MJ BANEH SUPER FUND A/C> | 20,000,000 | 1.65 |
| CANE ASSET MANAGEMENT PTY LTD <CANE SUPERFUND A/C> | 19,200,000 | 1.59 |
| DACAMA PTY LTD <DACAMA SUPERFUND A/C> | 18,800,000 | 1.55 |
| COHUNA INVESTMENTS PTY LTD | 17,000,000 | 1.41 |
| CHRIS WHITEMAN <CP & NJ WHITEMAN KELLY A/C> | 16,000,000 | 1.32 |
| RDA ASSET MANAGEMENT LIMITED | 12,815,667 | 1.06 |
| HSBC CUSTODY NOMINEES (AUSTRALIA) LIMITED | 9,445,789 | 0.78 |
| MR CHRISTOPHER WILLIAM TOZER | 9,074,999 | 0.75 |
| MARNIE EDDINGTON <G&K FAMILY A/C> | 8,600,000 | 0.71 |
| UB METAN LLC | 8,000,000 | 0.66 |
| CITICORP NOMINEES PTY LTD | 7,054,347 | 0.58 |
| ERDENE TSENGELBAYAR | 7,000,000 | 0.58 |
| Total | 865,978,494 | 71.58 |

Holders of less than a marketable parcel of securities

Number of holders as at 21 February 2022 holding less than a marketable value of securities being \$500 at the share price of \$0.07 per share are listed below.

| Holding | No. of Holders |
|---|----------------|
| 1 - 7,142 (less than a marketable parcel) | 309 |

Mandatory escrow

The table below shows a breakdown of ordinary shares subject to mandatory escrow as at 21 February 2022:

| Escrow period | Total |
|--|--------------------|
| Ending 22/09/2022 - 12 months from date of issues | 107,556,332 |
| Ending 04/10/2023 - 24 months from date of reinstatement | 570,629,969 |
| Total | 678,186,301 |

Use of proceeds

In accordance with listing rule 4.10.19, the Company confirms that it has used cash and assets in a form readily convertible to cash in a way consistent with its business objectives during the year ended 31 December 2021.

Company Secretary

Effective 1 February 2022, the office of Company Secretary is held by Mr Justin Green following the resignation of Mr Adrien Wing on 31 January 2022.

Principal registered office address

The principal registered office is located at the below address:

Jade Gas Holdings Limited
Level 1, 66 Rundle Street
Kent Town SA 5067
Telephone: 0437 603 294
Fax: (03) 9614 0550

Register of securities address

The register of securities are held at the below address:

Advanced Share Registry
110 Stirling Highway
Nedlands WE 6009
Telephone: (08) 9389 8033

Securities Exchange Listing

Quotation has been granted for all the ordinary shares of the company not subject to mandatory escrow on all Member Exchanges of the ASX Limited.

SCHEDULE OF EXPLORATION LICENCES

FOR THE YEAR ENDED 31 DECEMBER 2021

Jade Gas Holdings Limited and its subsidiary undertakings hold 100% interest in the following licences with the exception of Mongolian licence 628 which Jade Gas Holdings Limited holds 60% interest in through its JV interest in Methane Gas Resource LLC.

| Project Name | Claim/Licence Number |
|--|----------------------|
| SUBSIDIARY: METHANE GAS RESOURCE LLC (60% INTEREST) | |
| MONGOLIA - TTCBM | 628 |
| SUBSIDIARY: APC COBALT GMBH | |
| GRATLSPITZ | 01/17/T |
| GRATLSPITZ | 02/17/T |
| GRATLSPITZ | 03/17/T |
| GRATLSPITZ | 04/17/T |
| GRATLSPITZ | 05/17/T |
| GRATLSPITZ | 06/17/T |
| GRATLSPITZ | 07/17/T |
| GRATLSPITZ | 08/17/T |
| GRATLSPITZ | 09/17/T |
| GRATLSPITZ | 10/17/T |
| GRATLSPITZ | 11/17/T |
| GRATLSPITZ | 12/17/T |
| GRATLSPITZ | 13/17/T |
| GRATLSPITZ | 14/17/T |
| GRATLSPITZ | 15/17/T |
| GRATLSPITZ | 16/17/T |
| GRATLSPITZ | 17/17/T |
| GRATLSPITZ | 18/17/T |
| GRATLSPITZ | 19/17/T |
| GRATLSPITZ | 20/17/T |
| GRATLSPITZ | 21/17/T |
| GRATLSPITZ | 22/17/T |
| GRATLSPITZ | 23/17/T |
| GRATLSPITZ | 24/17/T |
| GRATLSPITZ | 25/17/T |
| GRATLSPITZ | 26/17/T |
| GRATLSPITZ | 27/17/T |
| GRATLSPITZ | 28/17/T |
| GRATLSPITZ | 29/17/T |
| GRATLSPITZ | 30/17/T |
| GRATLSPITZ | 31/17/T |

| Project Name | Claim/Licence Number |
|------------------------------------|----------------------|
| SUBSIDIARY: APC COBALT GMBH | |
| GRATLSPITZ | 32/17/T |
| GRATLSPITZ | 33/17/T |
| GRATLSPITZ | 34/17/T |
| GRATLSPITZ | 35/17/T |
| GRATLSPITZ | 36/17/T |
| GRATLSPITZ | 37/17/T |
| LEOGANG SCHWARZLEO | 38/17/S |
| LEOGANG SCHWARZLEO | 39/17/S |
| LEOGANG SCHWARZLEO | 40/17/S |
| LEOGANG SCHWARZLEO | 41/17/S |
| LEOGANG SCHWARZLEO | 42/17/S |
| LEOGANG SCHWARZLEO | 43/17/S |
| LEOGANG SCHWARZLEO | 44/17/S |
| LEOGANG SCHWARZLEO | 45/17/S |
| LEOGANG SCHWARZLEO | 46/17/S |
| LEOGANG SCHWARZLEO | 47/17/S |
| LEOGANG SCHWARZLEO | 48/17/S |
| LEOGANG SCHWARZLEO | 49/17/S |
| LEOGANG SCHWARZLEO | 50/17/S |
| LEOGANG SCHWARZLEO | 51/17/S |
| LEOGANG SCHWARZLEO | 52/17/S |
| LEOGANG SCHWARZLEO | 53/17/S |
| LEOGANG SCHWARZLEO | 54/17/S |
| LEOGANG SCHWARZLEO | 55/17/S |
| LEOGANG SCHWARZLEO | 56/17/S |
| LEOGANG SCHWARZLEO | 57/17/S |
| LEOGANG SCHWARZLEO | 58/17/S |
| LEOGANG SCHWARZLEO | 59/17/S |
| LEOGANG SCHWARZLEO | 60/17/S |
| LEOGANG SCHWARZLEO | 61/17/S |
| LEOGANG SCHWARZLEO | 62/17/S |
| LEOGANG SCHWARZLEO | 63/17/S |
| LEOGANG SCHWARZLEO | 64/17/S |
| LEOGANG SCHWARZLEO | 65/17/S |
| LEOGANG SCHWARZLEO | 66/17/S |

| Project Name | Claim/Licence Number |
|------------------------------------|----------------------|
| SUBSIDIARY: APC COBALT GMBH | |
| LEOGANG SCHWARZLEO | 67/17/S |
| SEEKAR | 68/17/S |
| SEEKAR | 69/17/S |
| SEEKAR | 70/17/S |
| SEEKAR | 71/17/S |
| SEEKAR | 72/17/S |
| SEEKAR | 73/17/S |
| SEEKAR | 74/17/S |
| SEEKAR | 75/17/S |
| SEEKAR | 76/17/S |
| ZINKWAND | 77/17/S |
| ZINKWAND | 78/17/S |
| LEOGANG EAST | LE/01 |
| LEOGANG EAST | LE/02 |
| LEOGANG EAST | LE/03 |
| LEOGANG EAST | LE/04 |
| LEOGANG EAST | LE/05 |
| LEOGANG EAST | LE/06 |
| LEOGANG EAST | LE/07 |
| LEOGANG EAST | LE/08 |
| LEOGANG EAST | LE/09 |
| LEOGANG EAST | LE/10 |
| LEOGANG EAST | LE/11 |
| LEOGANG EAST | LE/12 |
| LEOGANG EAST | LE/13 |
| LEOGANG EAST | LE/14 |
| LEOGANG EAST | LE/15 |
| LEOGANG EAST | LE/16 |
| LEOGANG EAST | LE/17 |
| LEOGANG EAST | LE/18 |
| LEOGANG EAST | LE/19 |
| LEOGANG EAST | LE/20 |
| LEOGANG EAST | LE/21 |
| LEOGANG EAST | LE/22 |
| LEOGANG EAST | LE/23 |

| Project Name | Claim/Licence Number |
|--|----------------------|
| SUBSIDIARY: APC COBALT GMBH | |
| LEOGANG EAST | LE/24 |
| LEOGANG EAST | LE/25 |
| LEOGANG EAST | LE/26 |
| LEOGANG EAST | LE/27 |
| LEOGANG EAST | LE/28 |
| LEOGANG EAST | LE/29 |
| LEOGANG EAST | LE/30 |
| LEOGANG EAST | LE/31 |
| LEOGANG EAST | LE/32 |
| LEOGANG EAST | LE/33 |
| SUBSIDIARY: EUROCAN MINING GMBH | |
| SHELLGADEEN NORTH/SALZBURG | 02/05/S |
| SHELLGADEEN NORTH/SALZBURG | 03/05/S |
| SHELLGADEEN NORTH/SALZBURG | 04/05/S |
| SHELLGADEEN NORTH/SALZBURG | 05/05/S |
| SHELLGADEEN NORTH/SALZBURG | 06/05/S |
| SHELLGADEEN NORTH/SALZBURG | 07/05/S |
| SHELLGADEEN NORTH/SALZBURG | 08/05/S |
| SHELLGADEEN NORTH/SALZBURG | 09/05/S |
| SHELLGADEEN NORTH/SALZBURG | 10/05/S |
| SHELLGADEEN NORTH/SALZBURG | 11/05/S |
| SHELLGADEEN NORTH/SALZBURG | 12/05/S |
| SHELLGADEEN NORTH/SALZBURG | 13/05/S |
| SHELLGADEEN NORTH/SALZBURG | 14/05/S |
| SHELLGADEEN NORTH/SALZBURG | 15/05/S |
| SHELLGADEEN NORTH/SALZBURG | 16/05/S |
| SHELLGADEEN NORTH/SALZBURG | 17/05/S |
| SHELLGADEEN NORTH/SALZBURG | 18/05/S |
| SHELLGADEEN NORTH/SALZBURG | 19/05/S |
| SHELLGADEEN NORTH/SALZBURG | 20/05/S |
| SHELLGADEEN NORTH/SALZBURG | 21/05/S |
| SHELLGADEEN NORTH/SALZBURG | 22/05/S |
| SHELLGADEEN NORTH/SALZBURG | 23/05/S |
| SHELLGADEEN NORTH/SALZBURG | 24/05/S |
| SHELLGADEEN NORTH/SALZBURG | 25/05/S |

| Project Name | Claim/Licence Number |
|--------------|----------------------|
|--------------|----------------------|

SUBSIDIARY: EUROCAN MINING GMBH

| | |
|------------------------------|---------|
| SCHELLGADEEN NORTH/SALZBURG | 26/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 27/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 28/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 29/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 30/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 31/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 32/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 33/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 34/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 35/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 36/05/S |
| SCHELLGADEEN NORTH/SALZBURG | 37/05/S |
| SCHELLGADEEN SOUTH/CARINTHIA | 15/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 16/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 17/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 18/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 19/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 20/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 21/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 22/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 23/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 24/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 25/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 26/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 27/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 28/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 29/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 30/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 31/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 32/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 33/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 34/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 35/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 36/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 37/05/K |

| Project Name | Claim/Licence Number |
|--------------|----------------------|
|--------------|----------------------|

SUBSIDIARY: EUROCAN MINING GMBH

| | |
|------------------------------|---------|
| SCHELLGADEEN SOUTH/CARINTHIA | 38/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 39/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 40/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 41/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 42/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 43/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 44/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 45/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 46/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 47/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 48/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 49/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 50/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 51/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 52/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 53/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 54/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 55/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 56/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 57/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 58/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 59/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 60/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 61/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 62/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 63/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 64/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 65/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 66/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 67/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 68/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 69/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 70/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 71/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 72/05/K |

| Project Name | Claim/Licence Number |
|--|----------------------|
| SUBSIDIARY: EUROCAN MINING GMBH | |
| SCHELLGADEEN SOUTH/CARINTHIA | 73/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 74/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 75/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 76/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 77/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 78/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 79/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 80/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 81/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 82/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 83/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 84/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 85/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 86/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 87/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 88/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 89/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 90/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 91/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 92/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 93/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 94/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 95/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 96/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 97/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 98/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 99/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 100/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 101/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 102/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 103/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 104/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 105/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 106/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 107/05/K |

| Project Name | Claim/Licence Number |
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| SUBSIDIARY: EUROCAN MINING GMBH | |
| SCHELLGADEEN SOUTH/CARINTHIA | 107/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 108/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 109/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 110/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 111/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 112/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 113/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 114/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 115/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 116/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 117/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 118/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 119/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 120/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 121/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 122/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 123/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 124/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 125/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 126/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 127/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 128/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 129/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 130/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 131/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 132/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 133/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 134/05/K |
| SCHELLGADEEN SOUTH/CARINTHIA | 135/05/K |
| KREUZECK WEST/CARINTHIA | 136/05/K |
| KREUZECK WEST/CARINTHIA | 137/05/K |
| KREUZECK WEST/CARINTHIA | 138/05/K |
| KREUZECK WEST/CARINTHIA | 139/05/K |
| KREUZECK WEST/CARINTHIA | 140/05/K |
| KREUZECK WEST/CARINTHIA | 141/05/K |

| Project Name | Claim/Licence Number |
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SUBSIDIARY: EUROCAN MINING GMBH

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|-------------------------|----------|
| KREUZECK WEST/CARINTHIA | 141/05/K |
| KREUZECK WEST/CARINTHIA | 142/05/K |
| KREUZECK WEST/CARINTHIA | 143/05/K |
| KREUZECK WEST/CARINTHIA | 144/05/K |
| KREUZECK WEST/CARINTHIA | 145/05/K |
| KREUZECK WEST/CARINTHIA | 146/05/K |
| KREUZECK WEST/CARINTHIA | 147/05/K |
| KREUZECK WEST/CARINTHIA | 148/05/K |
| KREUZECK WEST/CARINTHIA | 149/05/K |
| KREUZECK WEST/CARINTHIA | 150/05/K |
| KREUZECK WEST/CARINTHIA | 151/05/K |
| KREUZECK WEST/CARINTHIA | 152/05/K |
| KREUZECK WEST/CARINTHIA | 153/05/K |
| KREUZECK WEST/CARINTHIA | 154/05/K |
| KREUZECK WEST/CARINTHIA | 155/05/K |
| KREUZECK WEST/CARINTHIA | 156/05/K |
| KREUZECK WEST/CARINTHIA | 157/05/K |
| KREUZECK WEST/CARINTHIA | 158/05/K |
| KREUZECK WEST/CARINTHIA | 159/05/K |
| KREUZECK WEST/CARINTHIA | 160/05/K |
| KREUZECK WEST/CARINTHIA | 161/05/K |
| KREUZECK WEST/CARINTHIA | 162/05/K |
| KREUZECK WEST/CARINTHIA | 163/05/K |
| KREUZECK WEST/CARINTHIA | 164/05/K |
| KREUZECK WEST/CARINTHIA | 165/05/K |
| KREUZECK WEST/CARINTHIA | 166/05/K |
| KREUZECK WEST/CARINTHIA | 167/05/K |
| KREUZECK WEST/CARINTHIA | 168/05/K |
| KREUZECK WEST/CARINTHIA | 169/05/K |
| KREUZECK WEST/CARINTHIA | 170/05/K |
| KREUZECK WEST/CARINTHIA | 171/05/K |
| KREUZECK WEST/CARINTHIA | 172/05/K |
| KREUZECK WEST/CARINTHIA | 173/05/K |
| KREUZECK WEST/CARINTHIA | 174/05/K |
| KREUZECK WEST/CARINTHIA | 175/05/K |

| Project Name | Claim/Licence Number |
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SUBSIDIARY: EUROCAN MINING GMBH

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| KREUZECK WEST/CARINTHIA | 176/05/K |
| KREUZECK WEST/CARINTHIA | 177/05/K |
| KREUZECK WEST/CARINTHIA | 178/05/K |
| KREUZECK WEST/CARINTHIA | 179/05/K |
| KREUZECK EAST/CARINTHIA | 180/05/K |
| KREUZECK EAST/CARINTHIA | 181/05/K |
| KREUZECK EAST/CARINTHIA | 182/05/K |
| KREUZECK EAST/CARINTHIA | 183/05/K |
| KREUZECK EAST/CARINTHIA | 184/05/K |
| KREUZECK EAST/CARINTHIA | 185/05/K |
| KREUZECK EAST/CARINTHIA | 186/05/K |
| KREUZECK EAST/CARINTHIA | 187/05/K |
| KREUZECK EAST/CARINTHIA | 188/05/K |
| KREUZECK EAST/CARINTHIA | 189/05/K |
| KREUZECK EAST/CARINTHIA | 190/05/K |
| KREUZECK EAST/CARINTHIA | 191/05/K |
| KREUZECK EAST/CARINTHIA | 192/05/K |
| KREUZECK EAST/CARINTHIA | 193/05/K |
| KREUZECK EAST/CARINTHIA | 194/05/K |
| KREUZECK EAST/CARINTHIA | 195/05/K |
| KREUZECK EAST/CARINTHIA | 196/05/K |
| KREUZECK EAST/CARINTHIA | 197/05/K |
| KREUZECK EAST/CARINTHIA | 198/05/K |
| KREUZECK EAST/CARINTHIA | 199/05/K |
| KREUZECK EAST/CARINTHIA | 200/05/K |
| KREUZECK EAST/CARINTHIA | 201/05/K |
| KREUZECK EAST/CARINTHIA | 202/05/K |
| KREUZECK EAST/CARINTHIA | 203/05/K |
| KREUZECK EAST/CARINTHIA | 204/05/K |
| KREUZECK EAST/CARINTHIA | 205/05/K |
| KREUZECK EAST/CARINTHIA | 206/05/K |
| KREUZECK EAST/CARINTHIA | 207/05/K |
| KREUZECK EAST/CARINTHIA | 208/05/K |
| KREUZECK EAST/CARINTHIA | 209/05/K |
| KREUZECK EAST/CARINTHIA | 210/05/K |

| Project Name | Claim/Licence Number |
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| SUBSIDIARY: EUROCAN MINING GMBH | |
| KREUZECK EAST/CARINTHIA | 210/05/K |
| KREUZECK EAST/CARINTHIA | 211/05/K |
| KREUZECK EAST/CARINTHIA | 212/05/K |
| KREUZECK EAST/CARINTHIA | 213/05/K |
| KREUZECK EAST/CARINTHIA | 214/05/K |
| KREUZECK EAST/CARINTHIA | 215/05/K |
| KREUZECK EAST/CARINTHIA | 216/05/K |
| KREUZECK EAST/CARINTHIA | 217/05/K |
| KREUZECK EAST/CARINTHIA | 218/05/K |
| KREUZECK EAST/CARINTHIA | 219/05/K |
| KREUZECK EAST/CARINTHIA | 220/05/K |
| KREUZECK EAST/CARINTHIA | 221/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 222/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 223/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 224/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 225/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 226/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 227/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 228/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 229/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 230/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 231/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 232/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 233/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 234/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 235/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 236/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 237/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 238/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 239/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 240/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 241/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 242/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 243/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 244/05/K |

| Project Name | Claim/Licence Number |
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| SUBSIDIARY: EUROCAN MINING GMBH | |
| GOLDECK SIFLITZ/CARINTHIA | 245/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 246/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 247/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 248/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 249/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 250/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 251/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 252/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 253/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 254/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 255/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 256/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 257/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 258/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 259/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 260/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 261/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 262/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 263/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 264/05/K |
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| GOLDECK SIFLITZ/CARINTHIA | 270/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 271/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 272/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 273/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 274/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 275/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 276/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 277/05/K |
| GOLDECK SIFLITZ/CARINTHIA | 278/05/K |



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