

Viridis Mining and Minerals Limited

ABN 12 345 678 901

Interim Report - 31 December 2022

Viridis Mining and Minerals Limited
Directors' report
31 December 2022

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Viridis Mining and Minerals Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2022.

Directors

The following persons were directors of Viridis Mining and Minerals Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Agha Shahzad Pervez
Christopher Gerteisen
Michael Melamed (Resigned 13 February 2022)
Timothy Harrison
Faheem Ahmed (Appointed 13 February 2022)

Principal activities

During the financial half-year the principal continuing activities of the consolidated entity consisted of mining exploration.

Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Review of operations

Statement of profit or loss and other comprehensive income

As an exploration company, Viridis Mining and Minerals does not have an ongoing source of revenue. Its revenue stream is normally from interest received on cash at bank. Corporate costs increased from \$69,887 in 2021 to \$229,353 in 2022 primarily due to an increase in ASX ,director fees , consultant and share registry costs. As a result, the Company made a net loss after tax of \$425,317 in 2022 compared to a net loss after tax of \$331,603 in 2021.

Statement of financial position

At 31 Dec 2022, the Company had cash at bank of \$3,161,008 (June 2022: \$3,906,774). During the period, trade and other receivables increased from \$26,559 to \$36,386, other current assets increase from \$103,603 to \$154,174 and capitalised exploration expenditure increased from \$651,446 to \$915,290 as result expenditure incurred on the projects. As at 31 December 2022, the Company had total liabilities of \$223,815. As a result, the Company had net assets of \$4,179,655 on 31 December 2022 (30 June 2022: \$4,604,972)

Cashflow

During the period, the Company paid \$364,356 (2021: \$162,583) for operating activities; paid \$316,155 (2021: \$nil) for investing activities; and paid \$65,255 (2021: \$Nil) from financing activities.

The following is a summary of the activities of Viridis Mining & Minerals during the period 1 July 2022 to 31 December 2022.

Company Projects

South Kitikmeot Gold Project (Nunavut , Canada)

The South Kitikmeot Gold Project consists of seven properties (Hiqiniq, Ujaraq, Gold Bug, Esker, Bling, Uist and Qannituq) covering 11,448 hectares within the Back River – Contwoyto Gold Belt of Western Nunavut, Canada.

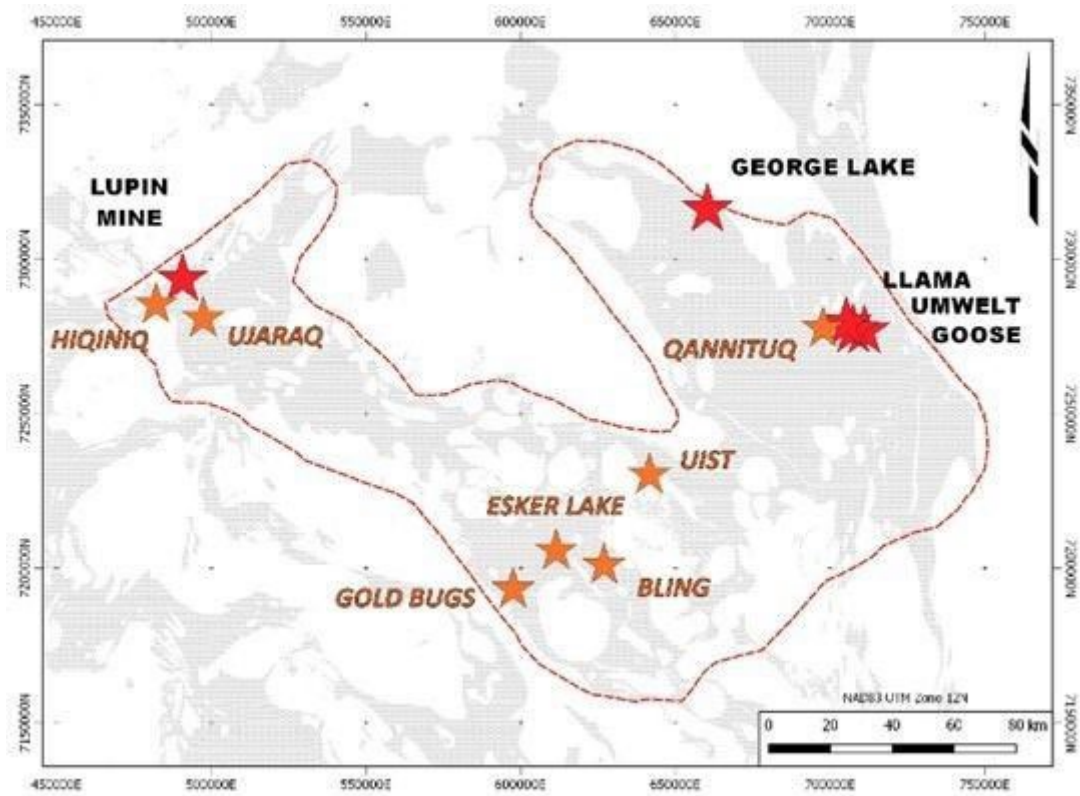


Figure 1: South Kitikmeot Gold Project Sections (Orange Stars) with neighbouring Projects (Red Stars)

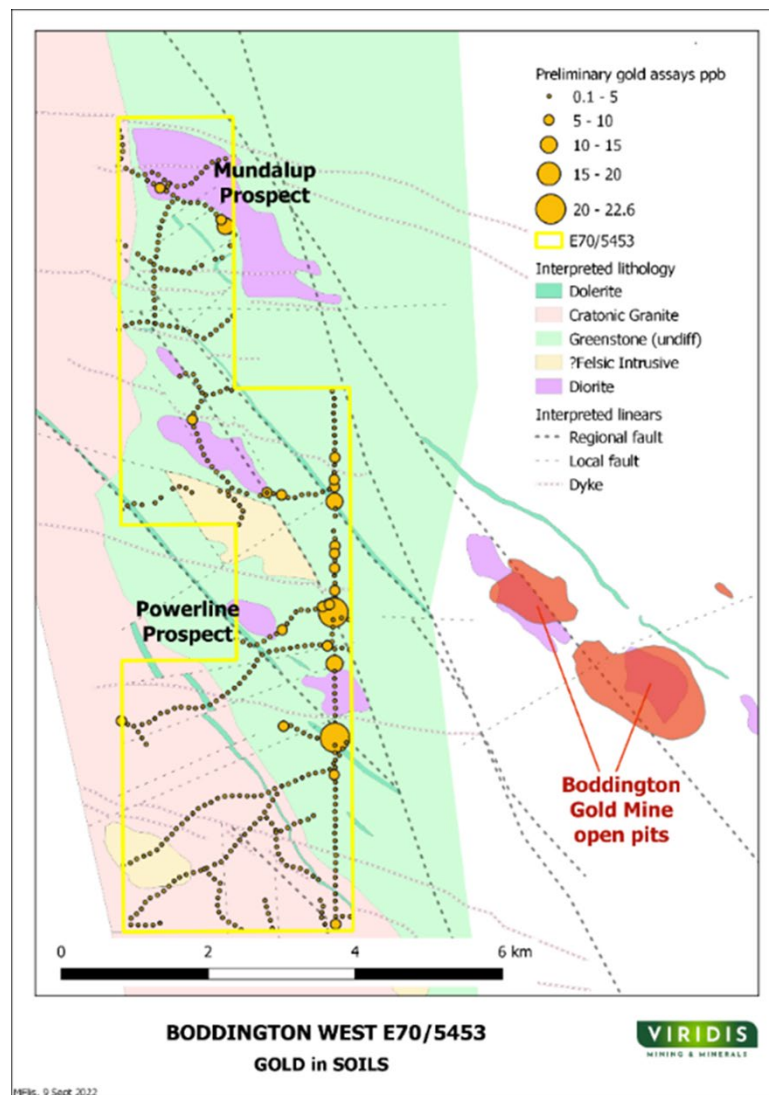
During the reporting period, the Company continued its engagement with Aurora Geosciences and progressed several approvals required for a drilling permit at the South Kitikmeot Project, including the lodgment of the Land Use Plan Conformity application (NPC) and the commencement of an Impact Assessment Study (NIRB). In addition, design and planning of the drill campaign at Esker Lake, and smaller work programs at the other 6 properties comprising the South Kitikmeot Project has been well advanced.

Viridis also commenced engagement with the local community in Nunavut, with a visit to Kugluktuk.

Boddington West Project (WA, Australia)

The Boddington West Project consists of one ELA (E 70/5453) covering an area of 26km², located 1km west of the Boddington Gold mine.

During the reporting period, a systematic soil geochemistry survey was undertaken over the Boddington West Project to follow-up on the aeromagnetic interpretation (see ASX announcement 13 September 2022). Soil samples were collected at 100m intervals along existing tracks throughout the tenement. Approximately 440 samples were collected and assayed by Intertek-Genalysis (WA) laboratory. Six gold anomalies were identified in the soil geochemistry data, of which four are directly associated with interpreted north-west trending faults that parallel the structure associated with gold mineralisation at the Boddington Gold Mine. The other two are closely associated with interpreted diorites that have similar aeromagnetic signatures to that seen in the Boddington Gold Mine, named the Mundalup and Powerline Prospects.



Bindoon Project (WA, Australia)

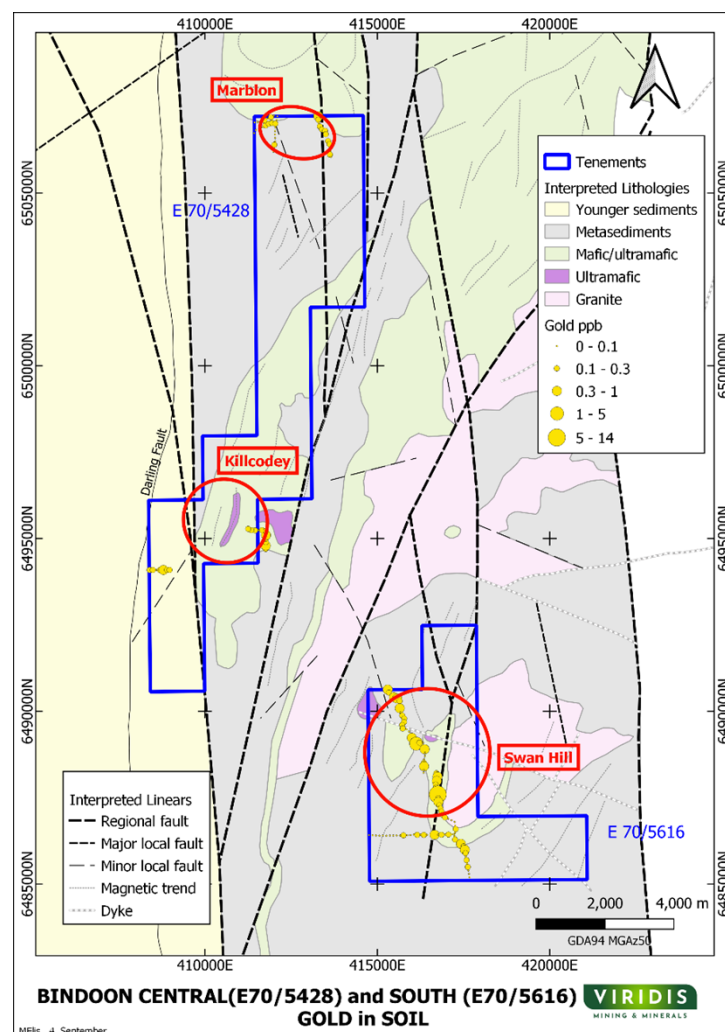
The Bindoon project consists of tenements E70/5606 (Bindoon North), E70/5428 (Bindoon Central) and E60/5616 (Bindoon South). Viridis is currently exploring the tenements for its potential to host Challice-style nickel, copper and platinum group elements.

A surface sampling program conducted at the Bindoon Project over the reporting period yielded encouraging assay results up to 70 times background gold, highlighting the area's prospectivity (see ASX announcement 15 September 2022). Soil geochemistry samples were collected along public roads to assess the targets identified from the interpretation of the aeromagnetic data. Samples were collected at 100m intervals at locations as distant from the road as possible but greater than two metres from any fence. Approximately 300 to 500gm of material was collected from holes ranging to 30cm depth. While the tenor of the assays were low in general, several targets that significantly exceed background have been detected. Background here is defined as the median value of all assays for that element.

Marblon: three roads were sampled to test a gravity high striking from the north onto E70/5428. Low tenure gold, up to twice background was detected on the two roads bracketing the gravity high.

Killcodey: Nickel, up to three time background (20ppm over a background of 6.9ppm) is detected over an interpreted ultramafic occurrence (Figure 3). Whilst high nickel over ultramafics is not unusual, whether mineralised or not, this locality's attendant elevated copper, palladium, and scandium assays means further investigation of this target is warranted.

Swan Hills: elevated gold assays, up to 70 time background (14ppb over a 0.2ppb background), together with nickel (28.4ppm over a 6.9ppm background) are associated with an interpreted ultramafic and a NNE trending regional fault.



Poochera Project (SA, Australia)

The Poochera Project comprises one exploration licence (EL6733) that covers an area of 329km² in the Eastern Eucla Basin in South Australia. The project is located adjacent to major halloysite-kaolin deposits, including the Great White Kaolin Project, but has never been systematically explored for kaolin-halloysite

During the half year, Viridis completed a 55-hole drill program at Poochera for a total of 1,686m in October 2022, with composite samples sent to Bureau Veritas (Adelaide) and other specialised laboratories (*see ASX announcement 31 October 2022*). Drilling targets were selected based on references to clay in historical drillholes and areas with bedrock geophysical characteristics similar to known kaolin deposits elsewhere on the Eyre Peninsula.



Figure 1: AC Drilling at the Poochera Project

An initial batch of 13 samples was sent to the James Hutton Institute in Scotland, a well-respected and globally recognised institution offering high-quality mineral analysis for kaolinite and halloysite identification and qualification (*see ASX announcement 31 October 2022*). The percentage of material 45µm ranged from about 21 to just over 60%. XRPD analysis showed that the fine fraction of all thirteen samples is dominated by kaolinite with excellent 76.7 to 97.8 wt.% (*see ASX announcement 31 October 2022*).

Sample	Drillhole	Depth	Depth	Interval	Fraction	L*	Mineral concentration % within minus 45 micron fraction							
		from m	to m	metre	<45µm %	(D65)	Kaolinite	Quartz	Plagioclase	K-feldspar	Calcite	Halite	Muscovite	Mica
VK-002	VM22-008	34	35	1	63.0	89.64	97.8	1.3	0.2	0	0.1	0.4	0	0.2
VK-005	VM22-008	39	41	2	50.3	86.75	97.4	2.4	0.1	0	0	0.1	0	0
VK-008	VM22-008	44	45	1	49.0	88.02	97.2	2.2	0.2	0	0	0.4	0	0
VK-018	VM22-008	44	45	1	50.9	89.45	96.8	2.3	0.2	0	0.1	0.6	0	0
VK-011	VM22-008	48	49	1	60.5	82.73	86.1	2.9	0.1	0.1	8.6	0.3	0.8	1.1
VK-019	VM22-017	14	15	1	53.9	92.99	97.5	2	0	0	0	0.5	0	0
VK-020	VM22-017	19	20	1	39.8	88.66	90.6	3.3	0	5.5	0.1	0.4	0	0.1
VK-021	VM22-017	24	25	1	21.4	86.17	76.7	4.4	0.2	12.5	0.2	0.6	4.6	0.8
VK-022	VM22-022	12	13	1	29.5	92.48	95.6	1.7	0.5	0.7	0.1	0.9	0	0.5
VK-023	VM22-022	20	21	1	48.9	91.09	95.4	3.3	0.3	0.1	0.1	0.6	0	0.2
VK-024	VM22-022	30	31	1	45.6	90.34	94.9	4	0	0	0	1.1	0	0
VK-025	VM22-022	40	41	1	28.3	89.33	86.1	5.4	0.4	6.6	0	1.4	0	0.1
VK-026	VM22-022	50	51	1	40.8	91.14	87.6	4.1	0	7.4	0	0.9	0	0

Further assay results are currently pending from the Phase-1 drilling program, and will be released to the market once received. Following these encouraging results, the Company commenced planning of the Stage 2 drill program comprising of in-fill drillholes at 200 and 100 metre spacing around selected existing drillholes, and targeting of additional areas. This drilling is expected to total 2,000 metres and the timing will be dependent on access, drill rig availability and further results (see *ASX announcement 31 October 2022*).

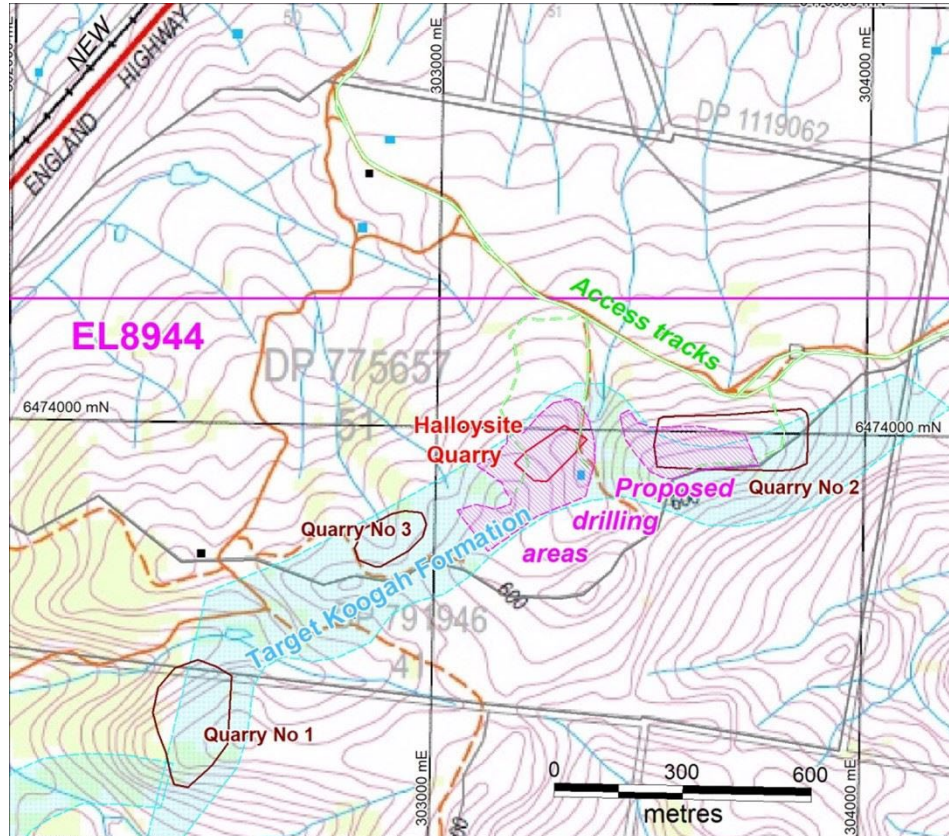
Smoky Halloysite Project (NSW, Australia)

The Smoky Project comprises a single exploration license (EL8944), which covers 6km² in the upper Hunter Valley region of New South Wales. The exploration license contains a historic halloysite quarry, and covers potentially more than 3km strike length of a known and unique kaolin-halloysite bearing sequence.

Limited modern exploration has previously occurred at the Smoky Project. During 1983-1984, historic records have shown two drill holes completed at EL8944. One of these drill holes was logged to contain kaolinite clayrock from surface to 23m (end of hole), while the other was logged to contain halloysite from 11m to 14.5m, with metakaolin identified from 21m to 26.5m and kaolinite identified from 27m to 43m (end of hole) (refer to *ASX announcement 15 March 2022*).

During the reporting period, the NSW Resource Regulator provided Viridis Assessable Prospecting Operations approval for the drilling program at the Smoky Project (see *ASX announcement 3 November 2022*). The Company continued with preparations for the upcoming aircore drill campaign, with a site visit conducted in December 2022 and a number of surface samples sent to the James Hutton Institute.

The planned drill program, which is expected to commence in the first quarter of 2023, will consist of up to 30 holes for a total of 1,800m over the key areas within the tenement (see *ASX announcement 3 November 2022*). The aircore hammer drill campaign is designed to test depth, strike and mineralogy of reported and potential kaolin occurrences within the project. The Company plans to undertake pXRF analytical testing onsite, which will provide Viridis with rapid confirmation of kaolin content and subjective quality in drilled material. Selected samples will be dispatched to suitable laboratories and results provided when available.



Significant changes in the state of affairs

There were no significant changes in the state of affairs of the consolidated entity during the financial half-year.

Viridis Mining and Minerals Limited
Directors' report
31 December 2022

Matters subsequent to the end of the financial half-year

The following events have occurred subsequent to the period end

On the 13 February 2023 Mr Faheem Ahmed was appointed to the board and Michael Melamed resigned.

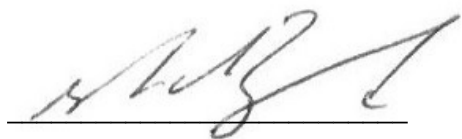
No other matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

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

On behalf of the directors

A handwritten signature in black ink, appearing to be 'M. J. J.', is written over a horizontal line.

14 March 2023

To the Board of Directors

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

As lead audit Director for the review of the financial statements of Viridis Mining and Minerals Limited for the half year ended 31 December 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- any applicable code of professional conduct in relation to the review.

Yours Faithfully,



HALL CHADWICK WA AUDIT PTY LTD



MARK DELAURENTIS CA
Director

Dated Perth, Western Australia this 14th of March 2023

Viridis Mining and Minerals Limited

Contents

31 December 2022

Statement of profit or loss and other comprehensive income	10
Statement of financial position	11
Statement of changes in equity	12
Statement of cash flows	13
Notes to the financial statements	14
Directors' declaration	22
Independent auditor's review report to the members of Viridis Mining and Minerals Limited	23

General information

The financial statements cover Viridis Mining and Minerals Limited as a consolidated entity consisting of Viridis Mining and Minerals Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Viridis Mining and Minerals Limited's functional and presentation currency.

Viridis Mining and Minerals Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office

Level 50, 108
St Georges Terrace
Perth, WA 6000

Principal place of business

Level 50, 108
St Georges Terrace
Perth, WA 6000

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 20 November 2022.

Viridis Mining and Minerals Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2022

		Consolidated	
	Note	31 Dec 2022	31 Dec 2021
		\$	\$
Revenue			
Interest income		9,691	1
Total revenue		<u>9,691</u>	<u>1</u>
Expenses			
Administration expenses		(61,500)	(20,424)
Corporate costs	3	(229,353)	(69,887)
Exploration expense		(42,605)	-
Depreciation of right-of-use assets	3	(34,674)	-
Legal fees		(13,655)	(166,181)
Acquisition costs		-	(74,020)
Option fee		(50,000)	-
Finance costs	3	(3,221)	(1,092)
Total expenses		<u>(435,008)</u>	<u>(331,604)</u>
Loss before income tax expense		(425,317)	(331,603)
Income tax expense		<u>-</u>	<u>-</u>
Loss after income tax expense for the half-year		(425,317)	(331,603)
Other comprehensive income for the half-year, net of tax		<u>-</u>	<u>-</u>
Total comprehensive income for the half-year		<u><u>(425,317)</u></u>	<u><u>(331,603)</u></u>
		Cents	Cents
Basic earnings per share	18	(1.20)	(4.01)
Diluted earnings per share	18	(1.20)	(4.01)

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

Viridis Mining and Minerals Limited
Statement of financial position
As at 31 December 2022

		Consolidated	
	Note	31 Dec 2022	31 June 2022
		\$	\$
Assets			
Current assets			
Cash and cash equivalents	4	3,161,008	3,906,774
Trade and other receivables	5	36,386	26,559
Other current assets	7	154,174	103,603
Total current assets		<u>3,351,568</u>	<u>4,036,936</u>
Non-current assets			
Right-of-use assets	6	136,612	10,164
Exploration and evaluation	8	915,290	651,446
Total non-current assets		<u>1,051,902</u>	<u>661,610</u>
Total assets		<u>4,403,470</u>	<u>4,698,546</u>
Liabilities			
Current liabilities			
Trade and other payables	9	70,600	83,305
Lease liabilities	10	68,467	7,874
Total current liabilities		<u>139,067</u>	<u>91,179</u>
Non-current liabilities			
Lease liabilities	10	84,748	2,395
Total non-current liabilities		<u>84,748</u>	<u>2,395</u>
Total liabilities		<u>223,815</u>	<u>93,574</u>
Net assets		<u>4,179,655</u>	<u>4,604,972</u>
Equity			
Issued capital	11	26,488,185	26,488,185
Option Reserves	12	1,011,243	1,011,243
Accumulated losses		<u>(23,319,773)</u>	<u>(22,894,456)</u>
Total equity		<u>4,179,655</u>	<u>4,604,972</u>

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

Viridis Mining and Minerals Limited
Statement of changes in equity
For the half-year ended 31 December 2022

	Issued capital \$	Reserves \$	Retained profits \$	Total deficiency in equity \$
Consolidated				
Balance at 1 July 2021	21,685,922	-	(21,540,120)	145,802
Loss after income tax expense for the half-year	-	-	(331,603)	(331,603)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(331,603)	(331,603)
Balance at 31 December 2021	<u>21,685,922</u>	<u>-</u>	<u>(21,871,723)</u>	<u>(185,801)</u>
	Issued capital \$	Reserves \$	Retained profits \$	Total equity \$
Consolidated				
Balance at 1 July 2022	26,488,185	1,011,243	(22,894,456)	4,604,972
Loss after income tax expense for the half-year	-	-	(425,317)	(425,317)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(425,317)	(425,317)
Balance at 31 December 2022	<u>26,488,185</u>	<u>1,011,243</u>	<u>(23,319,773)</u>	<u>4,179,655</u>

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

Viridis Mining and Minerals Limited
Statement of cash flows
For the half-year ended 31 December 2022

	Consolidated	
	31 Dec 2022	31 Dec 2021
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees (inclusive of GST)	(373,905)	(162,584)
Interest received	9,691	1
Finance costs	(142)	-
	<u>(364,356)</u>	<u>(162,583)</u>
Net cash used in operating activities		
Cash flows from investing activities		
Payments for exploration and evaluation	(301,155)	-
Payments for security deposits	(15,000)	-
	<u>(316,155)</u>	<u>-</u>
Net cash used in investing activities		
Cash flows from financing activities		
Payment of lease	(31,255)	-
Rent deposit	(34,000)	-
	<u>(65,255)</u>	<u>-</u>
Net cash used in financing activities		
Net decrease in cash and cash equivalents	(745,766)	(162,583)
Cash and cash equivalents at the beginning of the financial half-year	3,906,774	255,251
Cash and cash equivalents at the end of the financial half-year	<u><u>3,161,008</u></u>	<u><u>92,668</u></u>

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

Note 1. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2022 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Note 2. Operating segments

Operating segment information is disclosed on the same basis as information used for internal reporting purposes

At regular intervals, the board is provided management information for the Company's cash position, the carrying values of exploration permits and Company cash forecast for the next twelve months of operation. On this basis, the board considers the consolidated entity operates in one segment being exploration of minerals and two geographical areas, being Australia and Canada . All corporate activities , equity raising related activities and project management is conducted in Australia whilst exploration activities are conducted in Australia and Canada.

Viridis Mining and Minerals Limited
Notes to the financial statements
31 December 2022

Note 2. Operating segments (continued)

Operating segment information

Consolidated - 31 December 2022	Australia \$	Canada \$	Total \$
Revenue			
Interest revenue	9,691	-	9,691
Total revenue	<u>9,691</u>	<u>-</u>	<u>9,691</u>
EBITDA	9,691	-	9,691
Administration expenses	(61,500)	-	(61,500)
Corporate costs	(229,353)	-	(229,353)
Exploration expense	(42,605)	-	(42,605)
Depreciation of right-of-use assets	(34,674)	-	(34,674)
Legal fees	(13,655)	-	(13,655)
Option fee	(50,000)	-	(50,000)
Finance costs	(3,221)	-	(3,221)
Loss before income tax expense	<u>(425,317)</u>	<u>-</u>	<u>(425,317)</u>
Income tax expense			-
Loss after income tax expense			<u>(425,317)</u>
Assets			
Geographical assets	<u>957,477</u>	<u>284,985</u>	1,242,462
<i>Unallocated assets:</i>			
Cash and cash equivalents			<u>3,161,008</u>
Total assets			<u>4,403,470</u>
Liabilities			
Segment liabilities	<u>223,815</u>	<u>-</u>	223,815
Total liabilities			<u>223,815</u>

Viridis Mining and Minerals Limited
Notes to the financial statements
31 December 2022

Note 2. Operating segments (continued)

	Australia \$	Canada \$	Total \$
Consolidated - 31 December 2021			
Revenue			
Interest revenue	1	-	1
Total revenue	<u>1</u>	<u>-</u>	<u>1</u>
EBITDA	1	-	1
Administration expenses	(20,424)	-	(20,424)
Corporate costs	(69,887)	-	(69,887)
Legal fees	(166,181)	-	(166,181)
Finance costs	(1,092)	-	(1,092)
Transaction cost	(74,020)	-	(74,020)
Loss before income tax expense	<u>(331,603)</u>	<u>-</u>	<u>(331,603)</u>
Income tax expense			-
Loss after income tax expense			<u>(331,603)</u>
Consolidated - 30 June 2022			
Assets			
Geographical assets	608,004	183,768	791,772
<i>Unallocated assets:</i>			
Cash and cash equivalents			3,906,774
Total assets			<u>4,698,546</u>
Liabilities			
Geographical liabilities	88,858	4,716	93,574
Total liabilities			<u>93,574</u>

Note 3. Expenses

	Consolidated	
	31 Dec 2022	31 Dec 2021
	\$	\$
Loss before income tax includes the following specific expenses:		
<i>Corporate Costs</i>		
Director fees	108,000	45,000
Consulting & contractors fees	69,102	4,950
	<u>177,102</u>	<u>49,950</u>
<i>Leases</i>		
Depreciation of rights-of-use assets	34,674	-
<i>Finance costs</i>		
Interest and finance charges paid	<u>3,221</u>	<u>1,092</u>

Viridis Mining and Minerals Limited
Notes to the financial statements
31 December 2022

Note 4. Cash and cash equivalents

	Consolidated	
	31 Dec 2022	30 June 2022
	\$	\$
<i>Current assets</i>		
Cash at bank	<u>3,161,008</u>	<u>3,906,774</u>

Note 5. Trade and other receivables

	Consolidated	
	31 Dec 2022	30 June 2022
	\$	\$
<i>Current assets</i>		
BAS receivable	<u>36,386</u>	<u>26,559</u>

Note 6. Right-of-use assets

	Consolidated	
	Dec 2022	June 2022
	\$	\$
<i>Non-current assets</i>		
Right of use asset	170,090	13,154
Less: Accumulated depreciation	<u>(33,478)</u>	<u>(2,990)</u>
	<u>136,612</u>	<u>10,164</u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Level 9, 182 St Georges Terrace Pert \$	level 50, 108 St Georges Terrace Perth \$	Total \$
Balance at 1 July 2022	10,164	-	10,164
Additions	-	170,090	170,090
Disposals	(13,154)	-	(13,154)
Depreciation expense	-	(33,478)	(33,478)
Accumulated depreciation	<u>2,990</u>	<u>-</u>	<u>2,990</u>
Balance at 31 December 2022	<u>-</u>	<u>136,612</u>	<u>136,612</u>

The consolidated entity entered into a office lease for part of premises at Level 9 , 182 St Georges Terrace Perth on 1 February 2022 and was terminated on the 1 September 2022 . The lease has been recognised as a right -of-use asset.

The consolidated entity entered into a new office lease for part of premises level 50, 108 St Georges Terrace Perth. The lease commenced on 1 September 2022 and expires on 31th of August 2025 The lease has been recognised as a right -of-use asset.

Note 6. Right-of-use assets (continued)

Accounting treatment of right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the entity expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of-use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The consolidated entity has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

Note 7. Other current assets

	Consolidated	
	31 Dec 2022	30 June 2022
	\$	\$
<i>Current assets</i>		
Prepayments	95,174	93,603
Security deposits	25,000	10,000
Rent Deposit	34,000	-
	<u>154,174</u>	<u>103,603</u>

Note 8. Exploration and evaluation

	Consolidated	
	31 Dec 2022	30 June 2022
	\$	\$
<i>Non-current assets</i>		
Exploration and evaluation	<u>915,290</u>	<u>651,446</u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	\$
Balance at 1 July 2022	651,446
Expenditure during the half-year	<u>263,844</u>
Balance at 31 December 2022	<u>915,290</u>

Viridis Mining and Minerals Limited
Notes to the financial statements
31 December 2022

Note 9. Trade and other payables

	Consolidated	
	31 Dec 2022	30 June 2022
	\$	\$
<i>Current liabilities</i>		
Trade payables	63,600	65,305
Accruals	7,000	18,000
	<u>70,600</u>	<u>83,305</u>

Note 10. Lease liabilities

	Consolidated	
	31 Dec 2022	30 June 2022
	\$	\$
<i>Current liabilities</i>		
Lease liability	68,467	7,874
<i>Non-current liabilities</i>		
Lease liability	84,748	2,395
	<u>153,215</u>	<u>10,269</u>

Accounting treatment of leases

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the 's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Note 11. Issued capital

	Consolidated			
	31 Dec 2022	30 June 2022	31 Dec 2022	30 June 2022
	Shares	Shares	\$	\$
Ordinary shares - fully paid	35,397,889	35,397,889	27,135,527	27,135,527
Capital raising cost	-	-	(647,342)	(647,342)
	<u>35,397,889</u>	<u>35,397,889</u>	<u>26,488,185</u>	<u>26,488,185</u>

Viridis Mining and Minerals Limited
Notes to the financial statements
31 December 2022

Note 11. Issued capital (continued)

	31 Dec 2022 No	31 Dec 2022 \$	June 2022 No	June 2022 \$
At the beginning of the period	35,397,889	26,488,185	82,727,554	21,685,922
Consolidation of shares adjustment	-	-	(74,454,665)	-
Contributions of equity initial public offering	-	-	25,000,000	5,000,000
Shares issued to vendors	-	-	2,125,000	425,000
Share issue costs - share based payments	-	-	-	(322,737)
Share issue costs - cash payments	-	-	-	(300,000)
	<u>35,397,889</u>	<u>26,488,185</u>	<u>35,397,889</u>	<u>26,488,185</u>

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

Note 12. Option Reserves

	Consolidated 31 Dec 2022 \$	30 June 2022 \$
Options reserve	<u>1,011,243</u>	<u>1,011,243</u>

Note 13. Dividends

There were no dividends paid, recommended or declared during the current or previous financial half-year.

Note 14. Contingent assets

The Company has no other known contingent assets at 31 December 2022 and 30 June 2022

Note 15. Contingent liabilities

The Company has no other known contingent liabilities at 31 December 2022 and 30 June 2022

Note 16. Commitments

The Company has no other known contingent liabilities or assets at 31 December 2022 and 30 June 2022

Note 17. Events after the reporting period

The following events have occurred subsequent to the period end

On the 13 February 2023 Mr Faheem Ahmed was appointed to the board and Michael Melamed resigned.

No other matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Viridis Mining and Minerals Limited
Notes to the financial statements
31 December 2022

Note 18. Earnings per share

	Consolidated	
	31 Dec 2022	31 Dec 2021
	\$	\$
Loss after income tax	<u>(425,317)</u>	<u>(331,603)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>35,387,889</u>	<u>8,272,755</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>35,387,889</u>	<u>8,272,755</u>
	Cents	Cents
Basic earnings per share	(1.20)	(4.01)
Diluted earnings per share	(1.20)	(4.01)

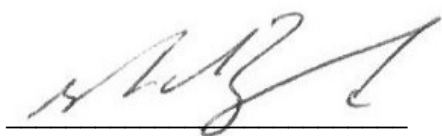
Viridis Mining and Minerals Limited
Directors' declaration
31 December 2022

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

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

On behalf of the directors

A handwritten signature in black ink, appearing to be 'H. J. J.', is written over a horizontal line.

14 March 2023

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF VIRIDIS MINING AND MINERALS LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Viridis Mining and Minerals Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other selected explanatory notes, and the directors' declaration.

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

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

Basis for Conclusion

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

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 review report.

Responsibility of the Directors for the Financial Report

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

Auditor's Responsibility for the Review of the Financial Report

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

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



HALL CHADWICK WA AUDIT PTY LTD



MARK DELAURENTIS CA
Director

Dated Perth, Western Australia this 14th of March 2023