

GEOPACIFIC RESOURCES LIMITED

**ABN 57 003 208 393
and controlled entities**

ASX code: GPR

Interim Financial Report
for the half-year ended 30 June 2023

GEOPACIFIC RESOURCES LIMITED
AND CONTROLLED ENTITIES

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GEOPACIFIC RESOURCES LIMITED
AND CONTROLLED ENTITIES

DIRECTORS' REPORT

The Directors present the interim financial report of Geopacific Resources Limited (**Geopacific** or **the Company**; ASX: GPR) and its controlled entities (**Group**) for the half-year ended 30 June 2023. All references to \$ is to Australian dollars, unless otherwise specified.

DIRECTORS

The following persons were directors of Geopacific during the half-year and up to the date of this report, unless otherwise indicated:

Name	Position
Andrew Bantock	Non-Executive Chairman
Michael Brook	Director
Richard Clayton	Non-Executive Director
Hansjoerg Plaggemars	Non-Executive Director

REVIEW OF OPERATIONS

The Woodlark Gold Project (**the Project**) is an advanced gold development project, located on Woodlark Island in Papua New Guinea (**PNG**). The Project has current endowment of 1.5 million ounces of gold in Mineral Resources¹.



Figure 1: Woodlark's regional setting – the "Pacific Ring of Fire"

¹ Refer ASX announcement on 23 December 2022 titled "Woodlark Project Mineral Resource Update".

DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS (CONTINUED)

2023 WORK PROGRAM

Following completion of the Mineral Resource Estimate in December 2022 the Company prepared the 2023 Work Program² with the aim of maximising value in a cost-effective manner. The initial phase of funding for the 2023 Work Program was secured after successful completion of the \$6 million fully underwritten non-renounceable entitlement offer (**Entitlement Offer**)³.

Following completion of the Entitlement Offer, the Phase 1 2023 Work Program (**Work Program**) commenced with the primary objective of determining the optimal development path for the Project. Key elements of the Phase 1 2023 Work Program (**Work Program**) include:

- completion of a geological and exploration targeting review, including capture of historical paper-based data into electronic formats;
- scoping work to assess the potential to optimise the Project via relocation of the process plant and associated project infrastructure, along with the potential for staged development with an initial focus on the high-grade core of the Mineral Resource;
- the updating of Project capital and operating cost estimates to reflect the current economic environment for a range of project options;
- the undertaking of geotechnical site investigation works to assess the ground conditions in the identified alternate infrastructure locations; and
- the progression of the community relocation project on a self-perform basis.

During the period, Orange Mining, an experienced project development group, was appointed to provide Geopacific with a 'ready-made' owners team.



Figure 2: Woodlark site visit – June 2023

² Refer to ASX announcement on 30 March 2023 titled "Prospectus".

³ Refer to ASX announcement on 24 April 2023 titled "Successful Completion of Entitlement Offer".

GEOPACIFIC RESOURCES LIMITED
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DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS (CONTINUED)

Working in conjunction with Geopacific, Orange Mining are coordinating key technical consultants engaged to provide inputs to the Work Program including GR Engineering Services, Knight Piesold, Madsen Giersing and Brass Engineering. These technical consultants have a deep familiarity with the Project, greatly assisting with the speed of the review.

The Work Program was significantly advanced during the period, with the status of various components noted in the following table:

Geological Database Update	Completed for the current Work Program.
Exploration Targeting Review	Initial review completed.
Process Plant and Key Infrastructure Locations	In progress.
Process Plant Optimal Throughput	In progress.
Update of Capital and Operating Costs	In progress.
Review Geotechnical Requirements	In progress.
Community Relocation – self perform	In progress, ongoing.



Figure 3: Woodlark camp and office infrastructure

DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS (CONTINUED)

GEOLOGY

Geological Database Review

Over the course of the 2022 calendar year, Geopacific conducted a 23km drilling program which helped to better define near surface high-grade zones in the Kulumadau and Busai deposits and increased the geological understanding of the mineralised systems on Woodlark.



Figure 4: Woodlark core shed

During the current reporting period, the Geopacific Geology team worked closely with Orange Mining to update the Woodlark geological database, including the compilation and validation of historic mining records, geological, structural, geochemical, geophysical, assay and quality control data.

This data capture has provided new perspectives on the geological setting of gold mineralisation at the Project.

These new perspectives are expected to assist with future resource modelling and also with the generation of new exploration targets both within and peripheral to the December 2022 Mineral Resource⁴.

The capture of historic data will be an ongoing process.

Exploration Activities and Exploration Targeting Review

During the reporting period the Company completed an Exploration Review to assess and prioritise potential targets within and around the current Mineral Resource.

Geopacific has a dominant and strategic tenement holding across the highly prospective Woodlark Island and expansion potential remains to be tested within, and proximal to, the existing Mineral Resources and elsewhere within ML 508.

Targets in the surrounding EL's have been the subject of limited historic exploration due to younger limestone cover rocks masking the volcanics that host gold mineralisation.

All of the current Mineral Resources defined at the Woodlark Project have a surface expression where volcanic rocks 'window' through the limestone cover.

⁴ Refer to ASX announcement on 23 December 2022 titled "Woodlark Project Mineral Resource Update".

DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS (CONTINUED)

The immediate priority for the Company is to better understand the distribution and continuity of higher-grade mineralisation that might support the range of mining and milling scenarios under consideration.

The Kulumadau Deposit has been the initial focus as this hosts the largest gold resource and highest grade within the Woodlark Mineral Resource estimate.

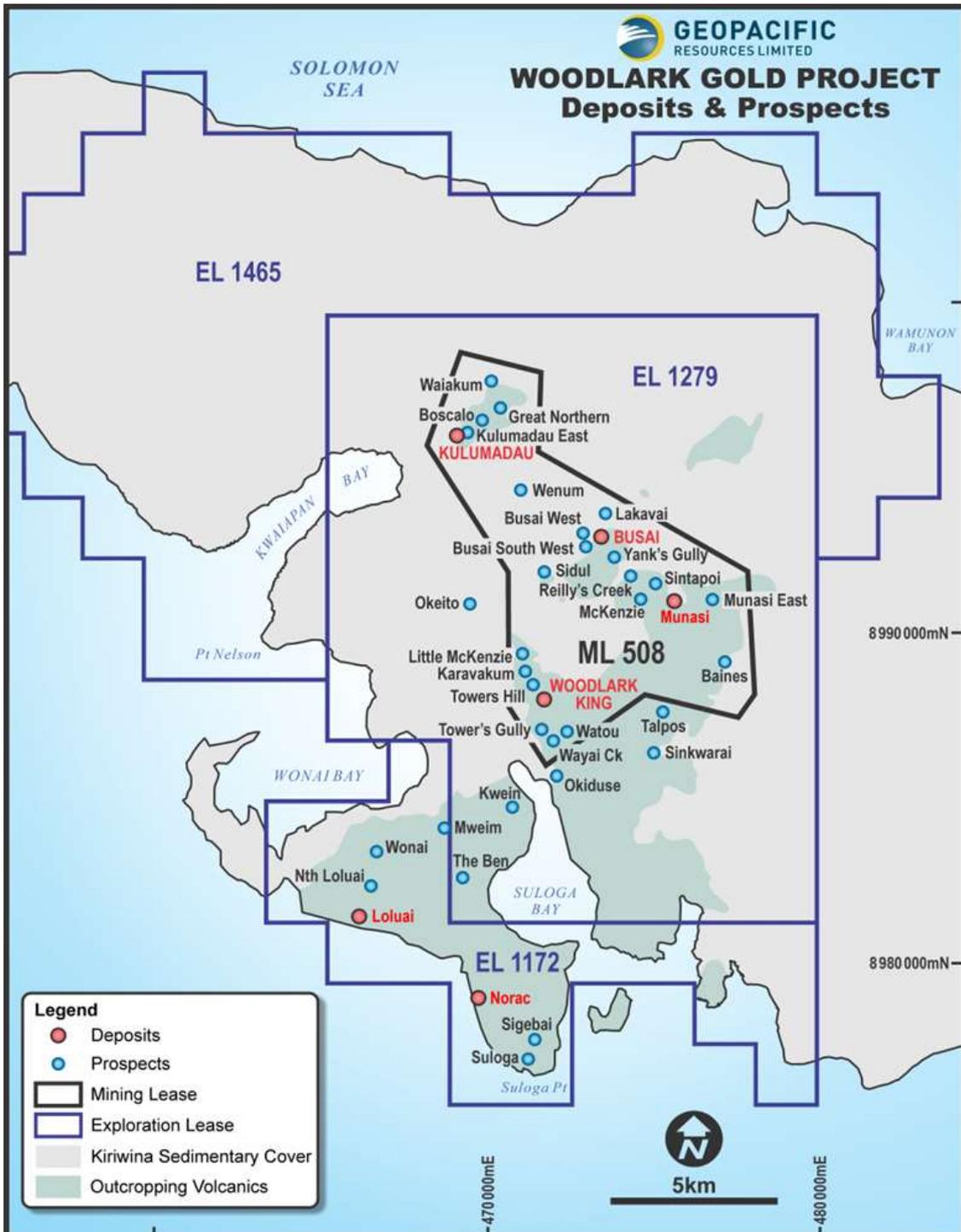


Figure 5: Woodlark – current deposits and prospects

GEOPACIFIC RESOURCES LIMITED
AND CONTROLLED ENTITIES

DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS (CONTINUED)

COMMUNITY RELOCATION PROGRAM

Construction activities on the community relocation program recommenced during the period which saw the work program transition to a low-cost 'self-performed' approach, carried out by a predominantly local Woodlark Island workforce.

A focused initial program was established, with a target to complete the construction and handover of an additional 98 buildings identified as being at an advanced stage of construction prior to the cessation of the previous contractor works program.

Substantial progress was made during the reporting period with construction rates running ahead of schedule. A further 28 buildings were completed, taking the total to 131. Included within the scope of the relocation program, the Company has handed over a school, 2 churches and 8 trade stores.

Building Classification	Opening 1 January 2023 <i>Number</i>	Completed during reporting period <i>Number</i>	Total Completed at 30 June 2023 <i>Number</i>	<i>%</i>
Community Housing	89	21	110	49
Other Community Buildings	14	7	21	81
Total	103	28	131	53

The revised 'self-perform' approach has delivered cost reductions, improvements in workforce productivity, high quality construction outcomes and a sustained level of commitment from the local workforce.



Figure 6: Recently completed community relocation house

DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS (CONTINUED)

OCCUPATIONAL HEALTH AND SAFETY

During the reporting period there were no lost time injuries recorded. Subsequent to the end of the reporting period, the Company achieved 1,000 days without a lost time injury in July 2023. This was a significant safety milestone and a demonstration of the commitment to deliver a safe working environment for all employees.

The Company continues to work with the local community and Provincial Health Authority to provide broader health awareness and vaccinations.

COMMUNITY AND SOCIAL RESPONSIBILITY

Geopacific remains committed to providing support to its local communities. Geopacific is continuing its community relocation activities, as well as maintaining its support of other important community programs, including education facilities and health care services.

CORPORATE

Entitlement Offer

Geopacific announced the successful completion of the Entitlement Offer⁵ during the reporting period, which raised \$6 million before costs. Funds from the Entitlement Offer are being used to deliver the Work Program, geological and exploration targeting review, progression of the community relocation project, working capital and Offer costs.

The Entitlement Offer was fully underwritten by major shareholder Deutsche Balaton AG (Delphi) and Petra Capital acted as Lead Manager.

Strategic Review

Whilst the previously announced Strategic Review process has concluded, dialogue continues with potential development partners.

CEO Search

The search to appoint a permanent CEO is well advanced and Geopacific anticipates a market update in the near future.

During the reporting period, Mr Richard Clayton performed the role of Interim CEO until 14 April 2023, when he reverted to his previous role as a Non-Executive Director.

Following this, the Company's existing Chief Financial Officer and Company Secretary, Mr Matthew Smith, was appointed as Interim CEO awaiting the appointment of a permanent CEO and Non-Executive Director Mr Michael Brook, assumed a part time Executive role primarily to provide assistance with the ongoing technical work programs.

⁵ Refer to ASX announcements on 3 April 2023 titled "Successful Completion, Institutional Component of Entitlement Offer" and 24 April 2023 titled "Successful Completion of Entitlement Offer".

GEOPACIFIC RESOURCES LIMITED
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DIRECTORS' REPORT (CONTINUED)

REVIEW OF OPERATIONS (CONTINUED)

FINANCIAL

For the half-year ended 30 June 2023, the Group made a net loss after income tax of \$5,527,288 (2022: \$4,651,480). At 30 June 2023, the Group had net assets of \$79,510,549 (31 December 2022: \$78,505,482) including \$38,400,726 (31 December 2022: \$37,190,454) of capitalised mine properties under development and \$27,549,600 (31 December 2022: \$27,850,262) of property, plant and equipment. At balance date, the Group had \$4,638,177 in cash and cash equivalents (31 December 2022: \$5,738,772).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Other than the above, no other significant changes occurred during the reporting period.

EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

No matter or circumstance has arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

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 on page 11.

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



Andrew Bantock

Chairman

United Kingdom

13 September 2023



**Building a better
working world**

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Auditor's independence declaration to the directors of Geopacific Resources Limited

As lead auditor for the review of the half-year financial report of Geopacific Resources Limited for the half-year ended 30 June 2023, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review;
- b. No contraventions of any applicable code of professional conduct in relation to the review; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

This declaration is in respect of Geopacific Resources Limited and the entities it controlled during the financial period.

A handwritten signature in black ink that reads 'Ernst & Young' in a cursive style.

Ernst & Young

A handwritten signature in black ink that reads 'Jared Jaworski' in a cursive style.

Jared Jaworski
Partner
13 September 2023

GEOPACIFIC RESOURCES LIMITED
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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 30 JUNE 2023

	30 June 2023 \$	30 June 2022 \$
Continuing Operations		
Other income	21,824	1,000,805
Administration expense	(319,766)	(421,942)
Consultancy expense	(483,879)	(1,870,252)
Depreciation expense	(383,899)	(112,313)
Employee benefits expense	(716,994)	(1,482,898)
Share-based payments expense	(11,962)	(139,457)
Site related expense	(3,248,572)	-
Finance costs	(19,571)	(794,085)
Assets written off	(392,806)	(1,553,711)
Net onerous contract provision written back	-	730,842
Net foreign currency gain/(loss)	28,337	(8,469)
Loss before income tax	(5,527,288)	(4,651,480)
Income tax benefit	-	-
Net loss for the half-year	(5,527,288)	(4,651,480)
Other comprehensive income		
<i>Items of other comprehensive income to be reclassified to profit or loss in subsequent periods (net of tax)</i>		
Exchange differences on translating foreign controlled entities	842,682	5,341,329
Other comprehensive income for the half-year, net of tax	842,682	5,341,329
Total comprehensive income for the half-year attributable to members of the parent entity	(4,684,606)	689,849
Loss per share (cents) for loss attributable to the ordinary equity holders of the company:		
Basic loss per share (cents)	(0.96)	(0.90)
Diluted loss per share (cents)	(0.96)	(0.90)

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

GEOPACIFIC RESOURCES LIMITED
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CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2023

	Note	30 June 2023 \$	31 December 2022 \$
Current assets			
Cash and cash equivalents	3	4,638,177	5,738,772
Receivables	4	361,840	914,034
Prepayments		258,605	454,259
Inventories	5	495,195	617,095
Total current assets		5,753,817	7,724,160
Non-current assets			
Receivables	4	5,801,264	6,417,501
Exploration and evaluation assets	6	6,156,681	5,926,632
Mine properties under development	7	38,400,726	37,190,454
Property, plant and equipment	8	27,549,600	27,850,262
Right of use asset		21,576	53,407
Total non-current assets		77,929,847	77,438,256
TOTAL ASSETS		83,683,664	85,162,416
Current liabilities			
Trade and other payables	10	2,623,479	4,722,123
Lease liability		21,590	53,946
Provisions	11	320,952	812,837
Total current liabilities		2,966,021	5,588,906
Non-current liabilities			
Provisions	11	1,207,094	1,068,028
Total non-current liabilities		1,207,094	1,068,028
TOTAL LIABILITIES		4,173,115	6,656,934
NET ASSETS		79,510,549	78,505,482
Equity			
Issued capital	12	290,669,029	284,991,318
Reserves		15,547,639	14,692,995
Accumulated losses		(226,706,119)	(221,178,831)
TOTAL EQUITY		79,510,549	78,505,482

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

GEOPACIFIC RESOURCES LIMITED
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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 30 JUNE 2023

	Issued Capital \$	Share-Based Payments Reserve \$	Option Reserve	Foreign Currency Translation Reserve \$	Other Equity Reserve \$	Accumulated Losses \$	Total Attributable to Owners of Parent \$	Total Equity \$
Balance 1 January 2023	284,991,318	4,924,041	300,840	10,838,431	(1,370,317)	(221,178,831)	78,505,482	78,505,482
Net loss for the half-year	-	-	-	-	-	(5,527,288)	(5,527,288)	(5,527,288)
Exchange difference on translation of foreign operations	-	-	-	842,682	-	-	842,682	842,682
Total comprehensive income/(loss) for the half-year	-	-	-	842,682	-	(5,527,288)	(4,684,606)	(4,684,606)
<i>Transactions with owners in their capacity as owners:</i>								
Shares issued	6,000,000	-	-	-	-	-	6,000,000	6,000,000
Share issue costs	(322,289)	-	-	-	-	-	(322,289)	(322,289)
Share-based payments	-	11,962	-	-	-	-	11,962	11,962
Balance 30 June 2023	290,669,029	4,936,003	300,840	11,681,113	(1,370,317)	(226,706,119)	79,510,549	79,510,549
Balance 1 January 2022	284,846,318	4,724,737	300,840	2,089,578	(1,370,317)	(149,223,906)	141,367,250	141,367,250
Net loss for the half-year	-	-	-	-	-	(4,651,480)	(4,651,480)	(4,651,480)
Exchange difference on translation of foreign operations	-	-	-	5,341,329	-	-	5,341,329	5,341,329
Total comprehensive income/(loss) for the half-year	-	-	-	5,341,329	-	(4,651,480)	689,849	689,849
<i>Transactions with owners in their capacity as owners:</i>								
Share-based payments	-	139,457	-	-	-	-	139,457	139,457
Balance 30 June 2022	284,846,318	4,864,194	300,840	7,430,907	(1,370,317)	(153,875,386)	142,196,556	142,196,556

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

GEOPACIFIC RESOURCES LIMITED
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CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

	30 June 2023	30 June 2022
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest and other income	9,371	-
Payments to suppliers and employees	(4,537,320)	(8,781,742)
Interest and other finance costs paid	-	(921,945)
Net cash used in operating activities	(4,527,949)	(9,703,687)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for plant and equipment	(365,253)	(16,097,371)
Exploration expenditure	(169,802)	(1,149,667)
Mine properties expenditure	(1,740,823)	(11,321,508)
Net cash used in investing activities	(2,275,878)	(28,568,546)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from shares issued (net of costs)	5,677,711	-
Payment of costs relating to termination of loan facilities	-	(8,605,219)
Payment of principal portion of lease liability	(34,772)	(106,701)
Net cash from/(used in) financing activities	5,642,939	(8,711,920)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,160,888)	(46,984,153)
Cash and cash equivalents at the beginning of the half-year	5,738,772	67,470,477
Effect of exchange rates on cash held in foreign currencies	60,293	80,493
Cash and cash equivalents at the end of the half-year	4,638,177	20,566,817

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

GEOPACIFIC RESOURCES LIMITED
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NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 1 BASIS OF PREPARATION OF HALF-YEAR REPORT

This general purpose consolidated financial report for the half-year ended 30 June 2023 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This half-year financial report does not include all the disclosures and notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2022 and any public announcements made by Geopacific during the half-year in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The half-year financial report is presented in Australian dollars.

The consolidated financial statements were approved by the Geopacific Board of Directors on 13 September 2023.

Going concern basis for preparation of financial statements

This half-year financial report has been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business and at amounts stated in the half-year financial report.

During the half-year ended 30 June 2023, the Group incurred a net loss after tax of \$5,527,288 (2022: \$4,651,480) and had operating and investing cash outflows of \$4,527,949 (2022: \$9,703,687) and \$2,275,878 (2022: \$28,568,546) respectively. The Group had cash on hand of \$4,638,177 at 30 June 2023 (31 December 2022: \$5,738,772). Subsequent to balance date, cash on hand at 6 September 2023 had reduced to \$2,766,048.

The Directors, in their consideration of the appropriateness of the going concern basis for the preparation of the half-year financial report, have prepared a cash flow forecast for the next 12 months from date of signing. The cash flow forecast reflects that further funding will be required, including the Group being able to secure additional funding by October 2023, in order to meet the Group's ongoing working and investing capital requirements.

At the date of signing this report, the Directors have reasonable grounds to believe that the Group will be able to achieve the matters above and that it is appropriate to prepare the half-year financial report on the going concern basis based upon:

- The Group's ability to raise funds from external sources to meet ongoing working and investing capital requirements, which includes the Company's largest shareholder confirming its intention to support and to acquire additional shares in the Company as part of a capital raising; and
- The Group's ability to reduce expenditure on non-essential activities and manage the timing of cash flows to meet the committed obligations of the business as and when they fall due.

Should the Group be unsuccessful in achieving the matters set out above, a material uncertainty exists that may cast significant doubt about the Group's ability to continue as a going concern and, therefore, whether it will realise its assets and extinguish its liabilities in the normal course of business at the amounts stated in the financial report.

This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts, nor to the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

GEOPACIFIC RESOURCES LIMITED
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NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 1 BASIS OF PREPARATION OF HALF-YEAR REPORT (CONTINUED)

Significant accounting policies

The same accounting policies and methods of computation have been applied by each entity in the Group and are consistent with those adopted and disclosed in the most recent annual report.

New and amended accounting standards and interpretations adopted

The Group has adopted all Accounting Standards and Interpretations effective from 1 January 2023. New and amended Accounting Standards and Interpretations applied for the first time from 1 January 2023 did not have a significant impact on the consolidated financial statements of the Group.

New and amended accounting standards and interpretations issued but not yet effective

The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

Critical accounting estimates and significant judgements used in applying accounting policies

The critical estimates and judgements are consistent with those applied and disclosed in the 31 December 2022 Annual Report.

GEOPACIFIC RESOURCES LIMITED
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NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 2 SEGMENT INFORMATION

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

For management purposes, the Group is organised into three operating segments based on geographical locations, which involves mineral exploration and development in Papua New Guinea and all other segments, which incorporates the minor activities conducted during the period in Cambodia and Fiji. All other corporate expenses are disclosed as "Corporate" within this segment report. The Group's principal activities are interrelated and the Group has no revenue from operations.

All significant operating decisions are based on analysis of the Group as three segments. The accounting policies applied for internal reporting purposes are consistent with those applied in preparation of the financial statements.

	All other segments	Papua New Guinea	Corporate	Total
	\$	\$	\$	\$
30 June 2023				
Income for the half-year	1	12,079	9,744	21,824
Net loss for the half-year	(69,268)	(4,100,894)	(1,357,126)	(5,527,288)
Segment assets as at 30 June 2023	82,044	79,654,076	3,947,544	83,683,664
Segment liabilities as at 30 June 2023	708,115	2,930,343	534,657	4,173,115
Impairment write downs	-	392,806	-	392,806
30 June 2022				
Income for the half-year	-	1,000,805	-	1,000,805
Net loss for the half-year	(52,171)	(305,777)	(4,293,532)	(4,651,480)
Segment assets as at 31 December 2022	87,952	79,841,351	5,233,113	85,162,416
Segment liabilities as at 31 December 2022	689,731	5,022,664	944,539	6,656,934
Impairment write downs	-	1,553,711	-	1,553,711

GEOPACIFIC RESOURCES LIMITED
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NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 3 CASH AND CASH EQUIVALENTS

	Consolidated	
	30 June 2023 \$	31 December 2022 \$
Current		
Cash at bank	4,638,177	5,738,772
Total	4,638,177	5,738,772

NOTE 4 RECEIVABLES

	Consolidated	
	30 June 2023 \$	31 December 2022 \$
Current		
Security deposits	183,592	252,282
Sundry debtors	169,939	645,072
GST receivable	8,309	16,680
Total	361,840	914,034
Non-current		
Security deposits	11,123	10,946
Sundry debtors	33,620	33,268
GST receivable	5,756,521	6,373,287
Total	5,801,264	6,417,501

NOTE 5 INVENTORIES

During the half-year ended 30 June 2023, \$53,817 was recognised as an expense for inventories carried at net realisable value (2022: \$31,225). This is recognised in impairment write downs in the consolidated statement of profit or loss.

GEOPACIFIC RESOURCES LIMITED
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NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 6 EXPLORATION AND EVALUATION ASSETS

	Consolidated	
	30 June 2023 \$	31 December 2022 \$
Non-current		
Exploration and evaluation assets	6,156,681	5,926,632
Reconciliation of movements during the period:		
Carrying value – beginning of period	5,926,632	2,005,023
Additions	169,802	3,722,221
Transfers from property, plant and equipment (refer to Note 8)	-	154,677
Foreign exchange fluctuation	60,247	44,711
Carrying value – end of period	6,156,681	5,926,632

Site costs not directly relating to the advancement of the Group's exploration projects were expensed as exploration expenditure in the consolidated statement of profit or loss and other comprehensive income. For the half-year ended 30 June 2023 these costs amounted to \$3,248,572 (2022: nil).

NOTE 7 MINE PROPERTIES UNDER DEVELOPMENT

	Consolidated	
	30 June 2023 \$	31 December 2022 \$
Non-current		
Mine properties under development	38,400,726	37,190,454
Reconciliation of movements during the period:		
Carrying value – beginning of period	37,190,454	50,895,186
Additions	716,938	17,586,089
Impairment	-	(35,429,173)
Transfer from property, plant and equipment (refer to Note 8)	-	554,284
Change in provision for rehabilitation	104,896	483,959
Foreign exchange fluctuation	388,438	3,100,109
Carrying value – end of period	38,400,726	37,190,454

GEOPACIFIC RESOURCES LIMITED
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NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 8 **PROPERTY, PLANT AND EQUIPMENT**

30 June 2023	Work under construction \$	Plant & Equipment \$	Computer Software \$	Furniture & Fittings \$	Total \$
Gross carrying amount – at cost	60,788,160	12,519,108	98,737	1,809,100	75,215,105
Less: accumulated depreciation and impairment	(36,809,853)	(9,218,892)	(98,737)	(1,538,023)	(47,665,505)
Balance at 30 June 2023	23,978,307	3,300,216	-	271,077	27,549,600
31 December 2022	Work under construction \$	Plant & Equipment \$	Computer Software \$	Furniture & Fittings \$	Total \$
Gross carrying amount – at cost	60,362,520	13,188,372	98,737	1,790,775	75,440,404
Less: accumulated depreciation and impairment	(36,423,655)	(9,589,136)	(98,737)	(1,478,614)	(47,590,142)
Balance at 31 December 2022	23,938,865	3,599,236	-	312,161	27,850,262
Plant & Equipment Movement 2023	Work under construction \$	Plant & Equipment \$	Computer Software \$	Furniture & Fittings \$	Total \$
Balance at 1 January 2023	23,938,865	3,599,236	-	312,161	27,850,262
Additions	-	28,263	-	-	28,263
Disposal/write-offs	(214,380)	(57,237)	-	-	(271,617)
Depreciation	-	(306,803)	-	(43,923)	(350,726)
Foreign exchange fluctuation	253,822	36,757	-	2,839	293,418
Balance at 30 June 2023	23,978,307	3,300,216	-	271,077	27,549,600
Plant & Equipment Movement 2022	Work under construction \$	Plant & Equipment \$	Computer Software \$	Furniture & Fittings \$	Total \$
Balance at 1 January 2022	43,106,478	5,520,985	-	477,351	49,104,814
Additions	6,351,116	959,769	-	-	7,310,885
Disposals/Write Off	(4,411,354)	(3,127)	-	(2,909)	(4,417,390)
Transfers from between categories	39,046	45,650	-	(84,696)	-
Transfers to exploration and evaluation assets (refer to Note 6)	-	(154,677)	-	-	(154,677)
Transfers to mine properties under development (refer to Note 7)	-	(474,209)	-	(80,075)	(554,284)
Depreciation	-	(84,248)	-	(11,929)	(96,177)
Impairment	(23,916,735)	(2,561,989)	-	(13,806)	(26,492,530)
Foreign exchange fluctuation	2,770,314	351,082	-	28,225	3,149,621
Balance at 31 December 2022	23,938,865	3,599,236	-	312,161	27,850,262

GEOPACIFIC RESOURCES LIMITED
AND CONTROLLED ENTITIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 9 IMPAIRMENT TESTING OF NON-CURRENT ASSETS

The Group reviews its non-current assets at each reporting period and performs a formal estimate of the recoverable amount when circumstances indicate that the carrying value may be impaired.

At 30 June 2023, upon identification of an impairment indicator relating to the Company's market capitalisation relative to the Group's net assets, management performed an impairment assessment on the Woodlark Gold Project CGU. The valuation methodologies adopted for the impairment testing for the half-year ended 30 June 2023 were consistent with those disclosed in Note 14 to the Group's Annual Report for the year ended 31 December 2022.

The assessment of the recoverable amount of the Woodlark Gold Project CGU has determined that no impairment is required at 30 June 2023, based on a recoverable amount of \$66 million for the CGU.

NOTE 10 TRADE AND OTHER PAYABLES

	Consolidated	
	30 June 2023	31 December 2022
	\$	\$
Current		
Trade creditors and accrued expenses	2,623,479	4,722,123
Total	2,623,479	4,722,123

Decrease in trade and other payables at 30 June 2023 was in line with the reduction in activities at the Woodlark Gold Project during the period.

GEOPACIFIC RESOURCES LIMITED
AND CONTROLLED ENTITIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 11 PROVISIONS

	Consolidated	
	30 June 2023 \$	31 December 2022 \$
Current		
Employee entitlements	260,952	252,061
Onerous contracts (i)	60,000	560,776
Total	320,952	812,837
Non-current		
Employee entitlements	37,410	32,726
Rehabilitation	1,169,684	1,035,302
Total	1,207,094	1,068,028

(i) Reconciliation of onerous contracts provision movement during the period:

	Consolidated	
	30 June 2023 \$	31 December 2022 \$
Balance – beginning of period	560,776	6,703,000
Net provision written back	-	(703,740)
Provision utilised on contracts closed out	(488,048)	(5,500,000)
Foreign exchange fluctuation	(12,728)	61,516
Balance – end of period	60,000	560,776

GEOPACIFIC RESOURCES LIMITED
AND CONTROLLED ENTITIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 JUNE 2023

NOTE 12 ISSUED CAPITAL

	Date	Consolidated			
		30 June 2023		31 December 2022	
		Shares	\$	Shares	\$
Balance – beginning of period		520,863,611	284,991,318	519,246,646	284,846,318
Conversion of Zero Exercise Price Options	14-Nov-22	-	-	1,616,965	-
Conversion of Zero Exercise Price Options	10-Jan-23	327,500	-	-	-
Shares issued pursuant to an Accelerated Offer (Institutional)	13-Apr-23	100,525,014	2,010,500	-	-
Shares issued pursuant to an Accelerated Offer (Retail)	27-Apr-23	199,474,986	3,989,500	-	-
Less: (Share Issue Costs)/Adjustment		-	(322,289)	-	145,000
Balance – end of period		821,191,111	290,669,029	520,863,611	284,991,318

NOTE 13 RELATED PARTY TRANSACTIONS

The Company incurred the following fees in relation to the services provided by FTI Consulting, an entity related to Mr Andrew Bantock (Non-Executive Chairman) during the period:

- Non-Executive Chairman fees of \$53,181 (2022: 272,908); and
- Advisory fees of \$Nil (2022: 631,841).

The fees payable for the Non-Executive Chairman services are based on a fixed remuneration of \$104,000 per annum and special exertion fees (over and above what is expected for the non-executive chair role) at \$3,500 per day. Refer to the Company's ASX announcement dated 14 January 2022 titled "Appointment of New Chairman" for further details of the appointment of FTI Consulting.

The fees for the advisory services were payable at normal commercial terms.

Work performed by FTI Consulting during the previous period included a detailed diagnostic review, strategy recommendations and assistance with implementation of the steps required to restructure the business, corporate and material commercial arrangements following the suspension of development and construction of the Woodlark Gold Project.

At 30 June 2023, \$53,181 was owing to FTI Consulting (31 December 2022: \$283,659).

NOTE 14 COMMITMENTS AND CONTINGENT LIABILITIES

There have not been no significant changes to commitments and contingent liabilities since the last reporting date.

NOTE 15 EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

No matter or circumstance has arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

GEOPACIFIC RESOURCES LIMITED
AND CONTROLLED ENTITIES

DIRECTORS' DECLARATION

The Directors of Geopacific Resources Limited declare that:

- (a) the interim financial statements and notes of the Group set out on pages 12 to 24 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting*, and the *Corporations Regulations 2001*; and
 - (ii) giving a true and fair view of the Group's financial position as at 30 June 2023 and of its performance for the half-year ended on that date.
- (b) subject to matters set out in Note 1 to the interim financial statements, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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

Signed at United Kingdom on 13 September 2023.



Andrew Bantock
Chairman



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working world**

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Independent auditor's review report to the members of Geopacific Resources Limited

Conclusion

We have reviewed the accompanying half-year financial report of Geopacific Resources Limited (the Company) and its subsidiaries (collectively the Group), which comprises the consolidated statement of financial position as at 30 June 2023, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- a. Giving a true and fair view of the consolidated financial position of the Group as 30 June 2023 and of its consolidated financial performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

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

Material uncertainty related to going concern

We draw attention to Note 1 of the half-year financial report, which describes the principal conditions that raise doubt about the Group's ability to continue as a going concern. These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

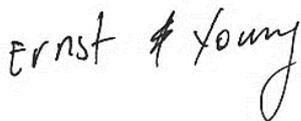
Directors' responsibilities for the half-year financial report

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

Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2023 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.



Ernst & Young



Jared Jaworski
Partner
Perth
13 September 2023