



**Basin**  
ENERGY

**Basin Energy Limited**

**ABN 46 655 515 110**

**Half-Year Financial Statements - 31 December 2023**

|                             |  |
|-----------------------------|--|
| Directors                   | Blake Steele - Non-Executive Chairman<br>Andrew (Peter) Moorhouse - Managing Director<br>Peter Bird - Non-Executive Director<br>Ben Donovan - Non-Executive Director<br>Jeremy Clark - Non-Executive Director<br>Cory Belyk - Non-Executive Director |
| Company secretary           | Ben Donovan  |
| Registered office           | Level 1, 3 Ord Street<br>West Perth WA 6005  |
| Principal place of business | Level 1, 3 Ord Street<br>West Perth WA 6005  |
| Auditor                     | William Buck Audit (WA) Pty Ltd<br>Level 3, 15 Labouchere Road<br>South Perth WA 6151  |
| Solicitors                  | Hamilton Locke Pty Ltd<br>Level 27, 152-158 St Georges Terrace<br>Perth WA 6000  |
| Stock exchange listing      | Basin Energy Limited shares are listed on the Australian Securities Exchange (ASX code: BSN)   |

**Basin Energy Limited**  
**Contents**  
**31 December 2023**



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The Directors present their report, together with the financial statements, on the consolidated entity ("Group") consisting of Basin Energy Limited ("Company") and the entities it controlled at the end of, or during, the half-year ended 31 December 2023.

### Directors

The following persons were Directors of Basin Energy Limited during the whole of the half-year and up to the date of this report, unless otherwise stated:

Blake Steele - Non-Executive Chairman  
 Andrew (Peter) Moorhouse - Managing Director  
 Peter Bird - Non-Executive Director  
 Ben Donovan - Non-Executive Director  
 Jeremy Clark - Non-Executive Director  
 Cory Belyk - Non-Executive Director

### Company Secretary

The following persons were Company Secretary of the Group during the whole of the half-year and up to the date of this report, unless otherwise stated:

Ben Donovan

### Principal activities

During the half-year the principal activities of the Group consisted of:

- Exploration for uranium in Saskatchewan.

### Dividends

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

### Review of operations

The loss for the Group after providing for income tax amounted to \$616,129 (31 December 2022: \$930,833).

### Significant changes in the state of affairs

On 29 August 2023, it was announced that Basin Energy had satisfied the expenditure requirement to meet the 60% option payment for the Geikie Uranium Project. Basin Energy has elected to move to operator and proceed with Stage 3 to earn up to 80% in Geikie.

The Company issued 4,000,000 performance rights to Directors on 2 November 2023 following shareholder approval the AGM with vesting conditions as follows:

| Name            | Tranche | Number    |
|-----------------|---------|-----------|
| Blake Steele    | 1       | 1,000,000 |
| Blake Steele    | 2       | 1,000,000 |
| Peter Moorhouse | 1       | 1,000,000 |
| Peter Moorhouse | 2       | 1,000,000 |
|                 |         | 4,000,000 |

| Tranche | Vesting condition  | Expiry date     |
|---------|--|-----------------|
| 1       | The announcement by the Company to the ASX of the delineation of a mineral Resource Estimate (comprising any one or more of the categories of Mineral Resources and prepared and reported in accordance with JORC code) on a Company project, whether as a result of exploration or acquisition. | 2 November 2026 |
| 2       | The Volume Weighted Average Price of the Company's shares being at least \$0.30 over 20 consecutive days on which shares have trade on the ASX.  | 2 November 2026 |

There were no other significant changes in the state of affairs of the Group during the half-year.

**Matters subsequent to the end of the half-year**

On 9 February 2024 the Company completed a capital raising issuing 20,869,923 ordinary shares at an issue price of \$0.16 each, raising \$3.3m before costs.

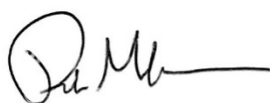
No other matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

**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 read "Peter Moorhouse", with a horizontal line extending to the right.

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Peter Moorhouse  
Managing Director

14 March 2024

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

### To the directors of Basin Energy Limited and its controlled entities

As lead auditor for the review of Basin Energy Limited and its controlled entities for the half-year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of Basin Energy Limited and the entities it controlled during the period.

William Buck

**William Buck Audit (WA) Pty Ltd**  
ABN 67 125 012 124

CM

**Conley Manifis**  
Director

Dated this 14<sup>th</sup> day of March 2024

Basin Energy Limited  
Consolidated statement of profit or loss and other comprehensive income  
For the half-year ended 31 December 2023



|   | Note | 31 Dec 2023<br>\$ | 31 Dec 2022<br>\$ |
|---|------|-------------------|-------------------|
| <b>Revenue</b>  |      |                   |                   |
| Other income  | 5    | 88,587            | 45,502            |
| <b>Expenses</b>   |      |                   |                   |
| Corporate and administration expenses   | 6    | (347,372)         | (486,797)         |
| Employee benefits expense   |      | (346,859)         | (219,679)         |
| Share-based payments expense  | 17   | (9,705)           | (269,790)         |
| Depreciation and amortisation expense   |      | (780)             | (69)              |
| <b>Loss before income tax expense</b>   |      | (616,129)         | (930,833)         |
| Income tax expense  |      | -                 | -                 |
| <b>Loss after income tax expense for the half-year attributable to the owners of Basin Energy Limited</b> |      | (616,129)         | (930,833)         |
| Other comprehensive income for the half-year, net of tax  |      | -                 | -                 |
| <b>Total comprehensive loss for the half-year attributable to the owners of Basin Energy Limited</b>      |      | (616,129)         | (930,833)         |
|   |      | <b>Cents</b>      | <b>Cents</b>      |
| Basic earnings per share  |      | (0.75)            | (1.75)            |
| Diluted earnings per share  |      | (0.75)            | (1.75)            |

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

**Basin Energy Limited**  
**Consolidated statement of financial position**  
**As at 31 December 2023**



|                                  | Note | 31 Dec 2023<br>\$ | 30 Jun 2023<br>\$ |
|----------------------------------|------|-------------------|-------------------|
| <b>Assets</b>                    |      |                   |                   |
| <b>Current assets</b>            |      |                   |                   |
| Cash and cash equivalents        |      | 3,398,565         | 5,208,788         |
| Other receivables                |      | 32,673            | 16,885            |
| Other                            |      | 331,567           | 10,421            |
| <b>Total current assets</b>      |      | <b>3,762,805</b>  | <b>5,236,094</b>  |
| <b>Non-current assets</b>        |      |                   |                   |
| Property, plant and equipment    | 7    | 7,848             | 6,713             |
| Exploration and evaluation       | 8    | 7,255,123         | 6,098,843         |
| <b>Total non-current assets</b>  |      | <b>7,262,971</b>  | <b>6,105,556</b>  |
| <b>Total assets</b>              |      | <b>11,025,776</b> | <b>11,341,650</b> |
| <b>Liabilities</b>               |      |                   |                   |
| <b>Current liabilities</b>       |      |                   |                   |
| Trade and other payables         |      | 89,136            | 88,865            |
| Provisions                       |      | 40,796            | 20,517            |
| <b>Total current liabilities</b> |      | <b>129,932</b>    | <b>109,382</b>    |
| <b>Total liabilities</b>         |      | <b>129,932</b>    | <b>109,382</b>    |
| <b>Net assets</b>                |      | <b>10,895,844</b> | <b>11,232,268</b> |
| <b>Equity</b>                    |      |                   |                   |
| Issued capital                   | 9    | 12,277,055        | 12,007,055        |
| Reserves                         | 10   | 1,132,828         | 1,123,123         |
| Accumulated losses               |      | (2,514,039)       | (1,897,910)       |
| <b>Total equity</b>              |      | <b>10,895,844</b> | <b>11,232,268</b> |

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



**Basin Energy Limited**  
**Consolidated statement of changes in equity**  
**For the half-year ended 31 December 2023**



|  | Issued<br>capital<br>\$ | Share-based<br>payments<br>reserve<br>\$ | Accumulated<br>losses<br>\$ | Total equity<br>\$ |
|--|-------------------------|--|-----------------------------|--------------------|
| Balance at 1 July 2022                                       | 920,003                 | 266,833                                  | (552,148)                   | 634,688            |
| Loss after income tax expense for the half-year              | -                       | -  | (930,833)                   | (930,833)          |
| Other comprehensive income for the half-year, net of tax     | -                       | -  | -                           | -                  |
| <b>Total comprehensive loss for the half-year</b>            | <b>-</b>                | <b>-</b>                                 | <b>(930,833)</b>            | <b>(930,833)</b>   |
| <i>Transactions with owners in their capacity as owners:</i> |                         |  |                             |                    |
| Contributions of equity, net of transaction costs            | 9,000,000               | -  | -                           | 9,000,000          |
| Share-based payments (note 17)                               | -                       | 269,790                                  | -                           | 269,790            |
| Shares issued for exploration project (note 8)               | 3,245,939               | -  | -                           | 3,245,939          |
| Capital raising costs  | (572,387)               | -  | -                           | (572,387)          |
| Share-based payments – capital raising (note 17)             | (586,500)               | 586,500                                  | -                           | -                  |
| <b>Balance at 31 December 2022</b>                           | <b>12,007,055</b>       | <b>1,123,123</b>                         | <b>(1,482,981)</b>          | <b>11,647,197</b>  |
|  | Issued<br>capital<br>\$ | Share-based<br>payments<br>reserve<br>\$ | Accumulated<br>losses<br>\$ | Total equity<br>\$ |
| Balance at 1 July 2023                                       | 12,007,055              | 1,123,123                                | (1,897,910)                 | 11,232,268         |
| Loss after income tax expense for the half-year              | -                       | -  | (616,129)                   | (616,129)          |
| Other comprehensive income for the half-year, net of tax     | -                       | -  | -                           | -                  |
| <b>Total comprehensive loss for the half-year</b>            | <b>-</b>                | <b>-</b>                                 | <b>(616,129)</b>            | <b>(616,129)</b>   |
| <i>Transactions with owners in their capacity as owners:</i> |                         |  |                             |                    |
| Shares issued for exploration project (note 8)               | 270,000                 | -  | -                           | 270,000            |
| Share-based payments (note 17)                               | -                       | 9,705                                    | -                           | 9,705              |
| <b>Balance at 31 December 2023</b>                           | <b>12,277,055</b>       | <b>1,132,828</b>                         | <b>(2,514,039)</b>          | <b>10,895,844</b>  |

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

**Basin Energy Limited**  
**Consolidated statement of cash flows**  
**For the half-year ended 31 December 2023**



|   | Note | 31 Dec 2023<br>\$  | 31 Dec 2022<br>\$ |
|---|------|--------------------|-------------------|
| <b>Cash flows from operating activities</b>                         |      |                    |                   |
| Payments to suppliers and employees                                 |      | (703,434)          | (734,118)         |
| Interest received   |      | 81,800             | 9,995             |
| <b>Net cash used in operating activities</b>                        |      | <b>(621,634)</b>   | <b>(724,123)</b>  |
| <b>Cash flows from investing activities</b>                         |      |                    |                   |
| Payments for property, plant and equipment                          | 7    | (1,915)            | (2,478)           |
| Payments for exploration and evaluation                             |      | (1,186,674)        | (869,417)         |
| <b>Net cash used in investing activities</b>                        |      | <b>(1,188,589)</b> | <b>(871,895)</b>  |
| <b>Cash flows from financing activities</b>                         |      |                    |                   |
| Proceeds from issue of shares                                       | 9    | -                  | 9,000,000         |
| Share issue transaction costs                                       |      | -                  | (572,387)         |
| <b>Net cash from financing activities</b>                           |      | <b>-</b>           | <b>8,427,613</b>  |
| Net increase/(decrease) in cash and cash equivalents                |      | (1,810,223)        | 6,831,595         |
| Cash and cash equivalents at the beginning of the half-year/period  |      | 5,208,788          | 722,870           |
| <b>Cash and cash equivalents at the end of the half-year/period</b> |      | <b>3,398,565</b>   | <b>7,554,465</b>  |

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

### **Note 1. General information**

The financial statements cover Basin Energy Limited as a Group consisting of Basin Energy 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 Basin Energy Limited's functional and presentation currency.

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

Level 1, 3 Ord Street  
West Perth WA 6005

A description of the nature of the Group'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 14 March 2024.

### **Note 2. Material accounting policy information**

These general purpose financial statements for the interim half-year reporting period ended 31 December 2023 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'. The consolidated entity is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

#### **New or amended Accounting Standards and Interpretations adopted**

The Group 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. There was no resulting impact on the financial report.

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

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

### **Note 3. Critical accounting judgements, estimates and assumptions**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

#### *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 an appropriate pricing option 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.

### Note 3. Critical accounting judgements, estimates and assumptions (continued)

#### Exploration and evaluation costs

Exploration and evaluation costs have been capitalised on the basis that the Group will continue the exploration work. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices. To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made.

### Note 4. Operating segments

The Group is managed primarily on the basis of its exploration projects. Operating segments are therefore determined on the same basis. Reportable segments disclosed are based on aggregating tenements and permits where the tenements and permits are considered to form a single project.

#### Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors by the chief operating decision maker with respect to operating segments are determined in accordance with accounting policies that are consistent to those adopted in the financial statements of the Group.

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

Unless indicated otherwise in the segment assets note, investments in financial assets, deferred tax assets and intangible assets have not been allocated to operating segments.

#### Operating segment information

| <b>31 Dec 2023</b>                    | Exploration<br>(Canada)<br>\$ | Unallocated<br>(Corporate)<br>\$ | Total<br>\$ |
|---------------------------------------|-------------------------------|----------------------------------|-------------|
| Interest revenue                      | -                             | 88,587                           | 88,587      |
| Other expenses                        | -                             | (704,716)                        | (704,716)   |
| <b>Loss before income tax expense</b> | -                             | (616,129)                        | (616,129)   |
| Income tax expense                    |                               |                                  | -           |
| <b>Loss after income tax expense</b>  |                               |                                  | (616,129)   |
| <b>Assets</b>                         |                               |                                  |             |
| Segment assets                        | 7,544,156                     | 3,481,620                        | 11,025,776  |
| <b>Total assets</b>                   |                               |                                  | 11,025,776  |
| <b>Liabilities</b>                    |                               |                                  |             |
| Segment liabilities                   | -                             | 129,932                          | 129,932     |
| <b>Total liabilities</b>              |                               |                                  | 129,932     |

**Note 4. Operating segments (continued)**

|                                       | Exploration<br>(Canada)<br>\$ | Unallocated<br>(Corporate)<br>\$ | Total<br>\$ |
|---------------------------------------|-------------------------------|----------------------------------|-------------|
| <b>31 Dec 2022</b>                    |                               |                                  |             |
| Interest revenue                      | -                             | 45,502                           | 45,502      |
| Other expenses                        | -                             | (976,335)                        | (976,335)   |
| <b>Loss before income tax expense</b> | -                             | (930,833)                        | (930,833)   |
| Income tax expense                    |                               |                                  | -           |
| <b>Loss after income tax expense</b>  |                               |                                  | (930,833)   |
| <b>30 Jun 2023</b>                    |                               |                                  |             |
| <b>Assets</b>                         |                               |                                  |             |
| Segment assets                        | 6,098,843                     | 5,242,807                        | 11,341,650  |
| <b>Total assets</b>                   |                               |                                  | 11,341,650  |
| <b>Liabilities</b>                    |                               |                                  |             |
| Segment liabilities                   | -                             | 109,382                          | 109,382     |
| <b>Total liabilities</b>              |                               |                                  | 109,382     |

**Note 5. Other income**

|                   | 31 Dec 2023<br>\$ | 31 Dec 2022<br>\$ |
|-------------------|-------------------|-------------------|
| Interest received | 88,587            | 45,502            |

**Note 6. Corporate and administration expenses**

|                                  | 31 Dec 2023<br>\$ | 31 Dec 2022<br>\$ |
|----------------------------------|-------------------|-------------------|
| Corporate compliance costs       | 29,832            | 274,823           |
| Contractors and consultancy      | 58,091            | 31,600            |
| Legal fees                       | 6,742             | 40,963            |
| Audit fees                       | 10,034            | 9,042             |
| Insurance                        | 17,676            | 11,521            |
| Investor relations and marketing | 126,166           | 48,207            |
| Travel and conference costs      | 74,344            | 28,983            |
| Other                            | 24,487            | 41,658            |
|                                  | 347,372           | 486,797           |

**Note 7. Property, plant and equipment**

|                                | 31 Dec 2023<br>\$ | 30 Jun 2023<br>\$ |
|--------------------------------|-------------------|-------------------|
| <i>Non-current assets</i>      |                   |                   |
| Office equipment - at cost     | 9,343             | 7,428             |
| Less: Accumulated depreciation | (1,495)           | (715)             |
|                                | 7,848             | 6,713             |

## Note 7. Property, plant and equipment (continued)

### Reconciliations

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

|                             | Office<br>equipment<br>\$ |
|-----------------------------|---------------------------|
| Balance at 1 July 2022      | -                         |
| Additions                   | 7,428                     |
| Depreciation expense        | (715)                     |
| Balance at 30 June 2023     | 6,713                     |
| Additions                   | 1,915                     |
| Depreciation expense        | (780)                     |
| Balance at 31 December 2023 | 7,848                     |

## Note 8. Exploration and evaluation

|                            | 31 Dec 2023<br>\$ | 30 Jun 2023<br>\$ |
|----------------------------|-------------------|-------------------|
| <i>Non-current assets</i>  |                   |                   |
| Exploration and evaluation | 7,255,123         | 6,098,843         |

### Reconciliations

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

|                                  | \$        |
|----------------------------------|-----------|
| Balance at 1 July 2022           | -         |
| Additions*                       | 3,245,939 |
| Expenditure during the year      | 2,852,904 |
| Balance at 30 June 2023          | 6,098,843 |
| Additions**                      | 270,000   |
| Expenditure during the half-year | 886,280   |
| Balance at 31 December 2023      | 7,255,123 |

\* Issuance of 16,229,694 of shares to CanAlaska for the Marshall, North Millennium and Geikie projects.

\*\* Issuance of 2,250,000 shares to CanAlaska for the 60% Geikie option exercise notice.

The ultimate recovery of costs carried forward for exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective areas of interest at an amount greater than or equal to carrying value.

## Note 9. Issued capital

|                              | 31 Dec 2023<br>Shares | 30 Jun 2023<br>Shares | 31 Dec 2023<br>\$ | 30 Jun 2023<br>\$ |
|------------------------------|-----------------------|-----------------------|-------------------|-------------------|
| Ordinary shares - fully paid | 83,479,697            | 81,229,697            | 12,277,055        | 12,007,055        |

## Note 9. Issued capital (continued)

### Movements in ordinary share capital

| Details  | Date              | Shares     | Issue price | \$          |
|--|-------------------|------------|-------------|-------------|
|  | 1 July 2022       | 20,000,003 |             | 920,003     |
| Capital Raising - Initial Public Offering          | 23 September 2022 | 45,000,000 | \$0.20      | 9,000,000   |
| Shares issued for exploration acquisition (note 8) | 23 September 2022 | 16,229,694 | \$0.20      | 3,245,939   |
| Less: Capital raising costs                        |                   | -          | \$0.00      | (1,158,887) |
| Balance  | 30 June 2023      | 81,229,697 |             | 12,007,055  |
| Shares issued for exploration acquisition (note 8) | 27 September 2023 | 2,250,000  | \$0.12      | 270,000     |
| Balance  | 31 December 2023  | 83,479,697 |             | 12,277,055  |

### 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 10. Reserves

|                              | 31 Dec 2023 | 30 Jun 2023 |
|------------------------------|-------------|-------------|
|                              | \$          | \$          |
| Share-based payments reserve | 1,132,828   | 1,123,123   |

### Share-based payments reserve

The Company may provide benefits to employees (including directors) and non-employees of the Group in the form of share-based payment transactions, whereby services are rendered in exchange for shares or rights over shares ('equity-settled transactions').

Rights over shares (options & performance rights) are measured at fair value using an option pricing model that takes into account the exercise price, the term of the option, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk-free interest rate for the term of the option. The fair value of the options granted is adjusted to, exclude the impact of any non-market and service vesting conditions. Non-market vesting and service conditions, if any, are included in assumptions about the number of options likely to be exercisable.

Shares issued in lieu of payment are measured at the fair value of goods or services received or the fair value of the equity instrument issued, if it is determined the fair value of the good 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 share-based payment reserve.

#### Note 10. Reserves (continued)

##### *Movements in reserves*

Movements in each class of reserve during the current half-year and previous period are set out below:

|  | Share-based<br>payments<br>\$ |
|--|-------------------------------|
| Balance at 1 July 2022                         | 266,833                       |
| Options issued to advisors for capital raising | 586,500                       |
| Options issued to advisors for consultancy     | 35,190                        |
| Options issued to Directors                    | 234,600                       |
| Balance at 30 June 2023                        | 1,123,123                     |
| Performance rights                             | 9,705                         |
| Balance at 31 December 2023                    | 1,132,828                     |

#### Note 11. Dividends

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

#### Note 12. Contingent liabilities

There were no contingent liabilities as at 31 December 2023.

#### Note 13. Commitments

The Group has the following commitments in regards to the Property Option Agreements with CanAlaska Uranium Ltd. ("CanAlaska") for the Geikie, North Millennium and Marshall Projects:

##### *Geikie Project*

The Group has acquired a 60% interest in the Geikie Project from CanAlaska and has issued shares to proceed with exercising its 80% option interest. The Group now has the option to obtain an 80% by incurring \$5.0m of additional expenditures on the project on or before 48 months after the listing date.

A net smelter return (NSR) royalty of 2.75% is also payable on all products derived from this project once an 80% interest is achieved. The Group also has the option to exercise a buy-back right of the NSR royalty for 0.5% for consideration of \$500,000 for the project.

##### *North Millennium Project*

The Group has acquired a 40% interest in the North Millennium Project from CanAlaska upon successful listing on the ASX. The Group also has the option to increase its interest in the project based on the following terms:

- (i) 60% - incur a minimum \$2.5m of expenditures on or before 24 months after the listing date;
- (ii) 80% - incur \$5.0m of additional expenditures on or before 48 months after the listing date and issue CanAlaska additional shares up to a deemed value of \$450,000.

A NSR royalty of 2.75% is also payable on all products derived from this project once an 80% interest is achieved. The Group also has the option to exercise a buy-back right of the NSR royalty for 0.5% for consideration of \$500,000 for the project



### Note 13. Commitments (continued)

#### Marshall Project

The Group acquired a 100% interest in the Marshall Project from CanAlaska upon successful listing on the ASX.

A NSR royalty of 2.75% is also payable on all products derived from this project. The Group has the option to exercise a buy-back right of the NSR royalty for 0.5% for consideration of \$500,000.

### Note 14. Related party transactions

#### Subsidiaries

Interests in subsidiaries are set out in note 15.

#### Transactions with related parties

There were no transactions with related parties during the current and previous half-year/period, except as disclosed below:

The following transactions occurred with related parties:

|   | 31 Dec 2023 | 31 Dec 2022 |
|---|-------------|-------------|
|   | \$          | \$          |
| Payment for goods and services:                     |             |             |
| Payment to Argus Corporate Partners Pty Ltd (i)     | 30,500      | 20,000      |
| Payment to CanAlaska - exploration expenditure (ii) | 652,597     | -           |

2,250,000 ordinary shares at issue price of \$0.12 each were issued to CanAlaska (ii) for the option exercise notice to commence the 80% option over the Geikie project.

The following balances are outstanding at the reporting date in relation to transactions with related parties:

|  | 31 Dec 2023 | 30 Jun 2023 |
|--|-------------|-------------|
|  | \$          | \$          |
| Current payables:                                      |             |             |
| Trade payables to Argus Corporate Partners Pty Ltd (i) | 5,500       | 5,500       |

#### Loans to/from related parties

#### Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates.

- (i) Ben Donovan is a Director and Shareholder of Argus Corporate Partners Pty Ltd for the provision of Company Secretarial services.
- (ii) Cory Belyk is the Chief Executive Officer and Executive Vice President of CanAlaska Uranium Ltd.

### Note 15. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2:

| Name                                | Principal place of business /<br>Country of incorporation | Ownership interest |             |
|-------------------------------------|---|--------------------|-------------|
|                                     |   | 31 Dec 2023        | 30 Jun 2023 |
|                                     |   | %                  | %           |
| Basin Energy Geiki Corp.            | Canada  | 100%               | 100%        |
| Basin Energy North Millennium Corp. | Canada  | 100%               | 100%        |
| Basin Energy Marshall Corp.         | Canada  | 100%               | 100%        |

#### Note 16. Events after the reporting period

On 9 February 2024 the Company completed a capital raising issuing 20,869,923 ordinary shares at an issue price of \$0.16 each, raising \$3.3m before costs.

No other matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

#### Note 17. Share-based payments

The Company issued 4,000,000 performance rights to certain Directors on 2 November 2023 following shareholder approval at the AGM with vesting conditions as follows:

| Name            | Tranche | Number    |
|-----------------|---------|-----------|
| Blake Steele    | 1       | 1,000,000 |
| Blake Steele    | 2       | 1,000,000 |
| Peter Moorhouse | 1       | 1,000,000 |
| Peter Moorhouse | 2       | 1,000,000 |
|                 |         | 4,000,000 |

| Tranche | Vesting condition  | Expiry date     |
|---------|--|-----------------|
| 1       | The announcement by the Company to the ASX of the delineation of a mineral Resource Estimate (comprising any one or more of the categories of Mineral Resources and prepared and reported in accordance with JORC code) on a Company project, whether as a result of exploration or acquisition. | 2 November 2026 |
| 2       | The Volume Weighted Average Price of the Company's shares being at least \$0.30 over 20 consecutive days on which shares have traded on the ASX.   | 2 November 2026 |

The Directors must also meet the service condition for the Performance Rights to vest by maintaining employment with the Company.

These performance rights were valued, using a valuation methodology based on the guidelines set out in AASB 2 *Share based payment*.

Valuation assumptions:

|                                  | Tranche 1        | Tranche 2        |
|----------------------------------|------------------|------------------|
| Number                           | 2,000,000        | 2,000,000        |
| Valuation date                   | 25 October 2023  | 25 October 2023  |
| Share price at valuation date    | \$0.100          | \$0.100          |
| Risk free rate                   | 3.758%           | 3.758%           |
| Volatility                       | 81.85%           | 81.85%           |
| Fair value per performance right | \$0.100          | \$0.065          |
| Total Value                      | <b>\$200,000</b> | <b>\$129,916</b> |
| - Blake Steele                   | \$100,000        | \$64,958         |
| - Peter Moorhouse                | \$100,000        | \$64,958         |

**Note 17. Share-based payments (continued)**

The Tranche 1 performance conditions are non-market based. At the end of each reporting date, an estimate is made of whether the non-market based condition is likely to be met and the timing of when the instruments will ultimately vest. The vesting condition is for an announcement by the Company to the ASX of the delineation of a Mineral Resource Estimate (comprising any one or more of the categories of Mineral Resources and Prepared and reported in accordance with the JORC Code) on a Company Project, whether as a results of exploration or acquisition.

The value of the Performance Rights are being expensed over the deemed life of the Rights. During the period \$9,705, was recognised as an expense in relation to the rights.

The value of the share-based payments issued to directors and advisors has been recorded as a share-based payment expense:

|                             | <b>31 Dec 2023</b> | <b>31 Dec 2022</b> |
|-----------------------------|--------------------|--------------------|
|                             | \$                 | \$                 |
| Director options            | -                  | 234,600            |
| Advisor options             | -                  | 35,190             |
| Director performance rights | 9,705              | -                  |
|                             | <hr/>              | <hr/>              |
|                             | 9,705              | 269,790            |

The value of the options issued to advisors has been recorded as a cost of capital raising:


|                 | <b>31 Dec 2023</b> | <b>31 Dec 2022</b> |
|-----------------|--------------------|--------------------|
|                 | \$                 | \$                 |
| Advisor options | -                  | 586,500            |
|                 | <hr/>              | <hr/>              |

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 Group's financial position as at 31 December 2023 and of its performance for the 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 read 'Peter Moorhouse', with a horizontal line extending to the right.

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Peter Moorhouse  
Managing Director

14 March 2024

## Independent auditor's review report to the members of Basin Energy Limited

### Report on the half-year financial report



#### Our conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Basin Energy Limited (the Company), and its subsidiaries (the Group) does not comply with the *Corporations Act 2001*, including:

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

#### What was reviewed?

We have reviewed the accompanying half-year financial report of the Group, which comprises:

- the consolidated statement of financial position as at 31 December 2023,
- the consolidated statement of profit or loss and other comprehensive income for the half-year then ended,
- the consolidated statement of changes in equity for the half-year then ended,
- the consolidated statement of cash flows for the half-year then ended,
- notes to the financial statements, including material accounting policy information, and
- the directors' declaration.

#### Basis for Conclusion

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

## Responsibility of Management 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 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 31 December 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.

William Buck

**William Buck Audit (WA) Pty Ltd**

ABN 67 125 012 124

CM

**Conley Manifis**

**Director**

Dated this 14<sup>th</sup> day of March 2024