



BARDOC GOLD LIMITED

(and its controlled entities)
(ABN 40 125 578 743)

HALF-YEAR FINANCIAL REPORT
31 DECEMBER 2019

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Your Directors are pleased to submit their report of Bardoc Gold Limited (“Bardoc” or “the Company”) and its controlled entities (“Consolidated Entity” or “Group”) for the half year ended 31 December 2019.

DIRECTORS

The names of the Company’s directors in office during the half year and until the date of this report are as below. Directors were in office for the entire period unless otherwise stated.

Neil Biddle (Non-Executive Director)
John Young (Non-Executive Director)
Peter Buttigieg (Non-Executive Director)
Rowan Johnston (Non-Executive Director)
Tony Leibowitz (Non-Executive Chairman)

REVIEW OF OPERATIONS

BARDOC GOLD PROJECT

The December 2019 half-year was a very active, positive and productive period for Bardoc Gold Limited, with drilling and exploration programs delivering an increase in the global Mineral Resource base at the Company’s flagship 100%-owned Bardoc Gold Project in Western Australia to 3.02Moz of gold.

The Company also progressed successful exploration programs across a series of satellite targets that offer strong potential to continue to expand this Resource base and as well as the commencement of a Pre-Feasibility Study.

These work programs have positioned the Company to deliver a number of important expected updates over the remainder of 2020, including:

- Completion of the Pre-Feasibility Study for the Bardoc Gold Project, based on the current 3.02Moz Mineral Resource – anticipated Q1 2020;
- Further results from ongoing drilling programs at multiple prospects including El Dorado, Mayday North, North Kanowna Star;
- An updated Mineral Resource Estimate (MRE) for the Bardoc Gold Project, which can form the basis of a Definitive Feasibility Study (DFS) later this year;
- An update on commercial discussions regarding the potential sale of gold concentrates from the Bardoc Gold Project; and
- An update on ongoing and future planned exploration activities, with the Company utilising state-of-the-art exploration techniques and methodologies to unlock significant new discoveries within the broader Bardoc Gold Project.



BARDOC GOLD PROJECT

Located 35km north of Kalgoorlie, the Bardoc Gold Project runs contiguously north for 40km in the Eastern Goldfields and is located in the heart of one of the most prolific gold mining districts in the world (Figure 1).

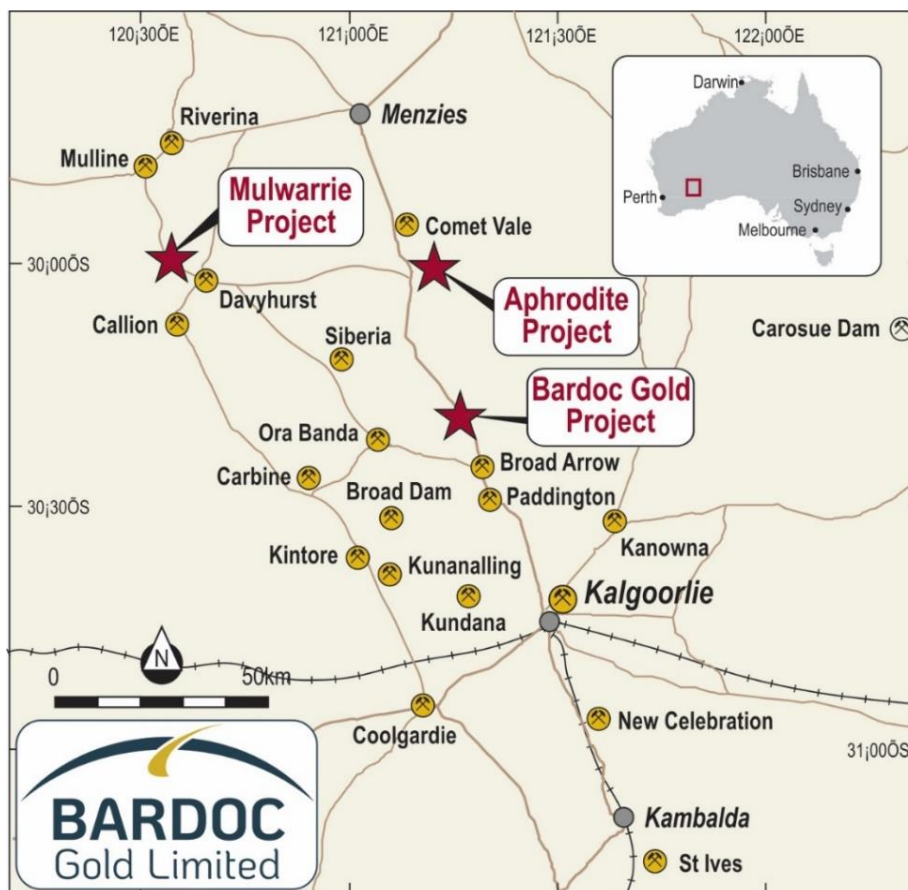


Figure 1: Bardoc Gold Project Regional Location.

There are four main deposits and a multitude of smaller projects within the consolidated 247km² land-holding, providing a large Resource base and excellent exploration potential within the prolific Norseman-Wiluna greenstone belt and at the junction of the Bardoc Tectonic Zone (BTZ) and the Black Flag Fault (BFF).

These two deep-seated crustal structures host many multi-million-ounce deposits, including the world-renowned Golden Mile in Kalgoorlie.

NEW PROJECT ACQUISITIONS

During the half-year, Bardoc further strengthened its gold Resource and exploration growth pipeline in the North Kalgoorlie district of Western Australia, executing agreements to acquire the strategic Mayday North and North Kanowna Star gold projects, located immediately east of its flagship Bardoc Gold Project, and the Vettensburg Prospecting Licence P24/4698, located just 7.5km north of the Zoroastrian Deposit.

MAYDAY NORTH AND NORTH KANOWNA STAR

The acquisition includes three Mining Licences, four Prospecting Licences and one Miscellaneous Licence covering a total area of 20km². The Mayday North Project is located ~50km east and North Kanowna Star is located ~22km east of the Bardoc Project, both within easy trucking distance.

The project areas include a combined JORC compliant Indicated and Inferred Mineral Resource totalling 111,600oz, representing an important and low-cost strategic addition to the Company's Resource base in the district. The tenements have had minimal modern exploration and offer numerous exploration opportunities and walk-up drill targets including immediate extensions to the currently-defined JORC Mineral Resources.

VETTERSBURG

The Vetttersburg Prospecting Licence P24/4698 is located just 7.5km north of the Zoroastrian Deposit and is contiguous with the Company's broader tenement package at the Bardoc Gold Project.

The tenement hosts the historical Slug Hill Gold Mine, which was mined between 1897 and 1908 and produced 26,535 tonnes of ore at an average grade of 23.5g/t for 20,008 ounces. Records show that Slug Hill was the largest historical production source within the Bardoc Mining Centre, exceeding both Excelsior (6,719 tonnes at 19.8g/t for 4,270oz) and Zoroastrian (13,815 tonnes at 17.2g/t for 7,673oz).

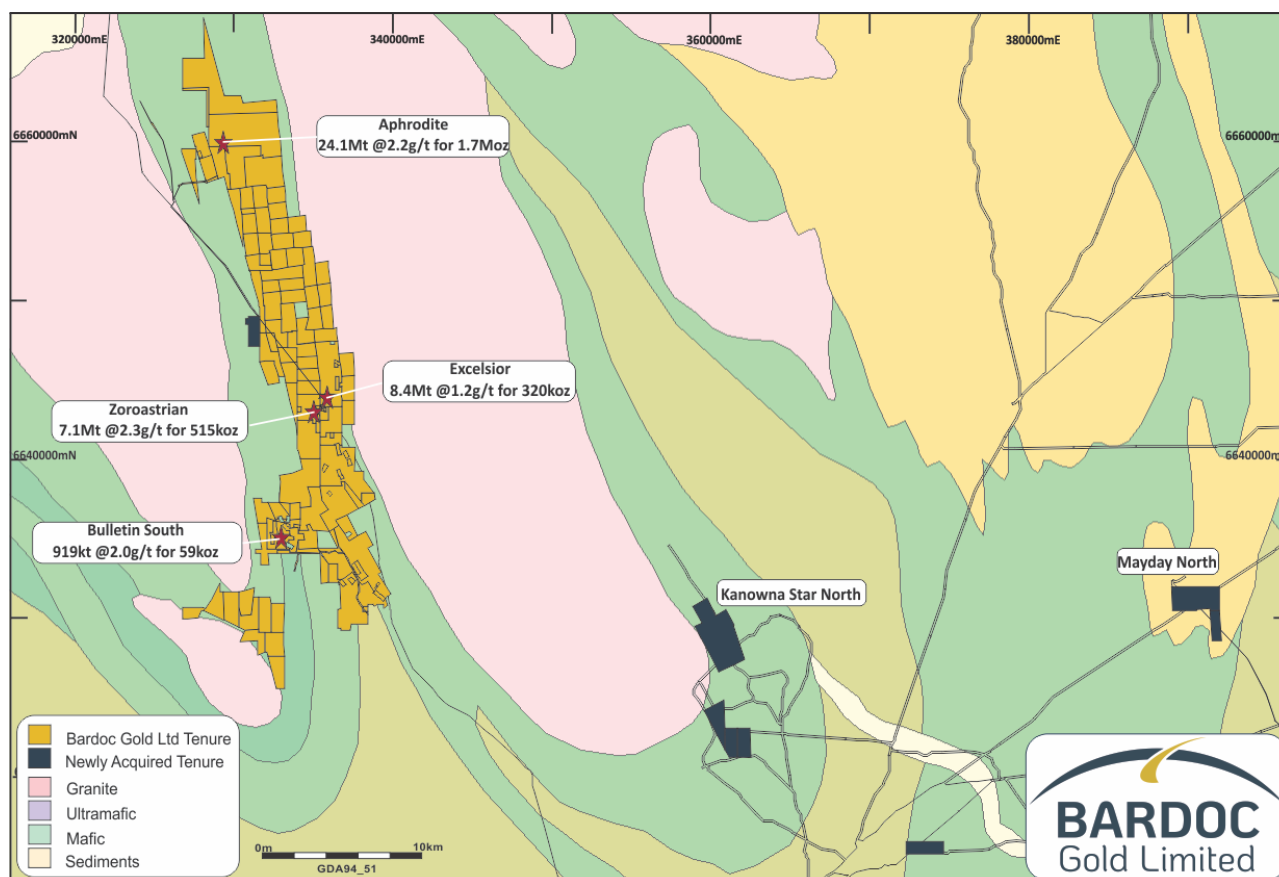


Figure 2: Location of newly acquired tenure

UPDATED MINERAL RESOURCE ESTIMATE

During the half-year, Bardoc delivered a substantial increase in the Global Mineral Resource Estimate for the Bardoc Gold Project to over 3 million ounces.

The updated project-wide Measured, Indicated and Inferred Mineral Resource, which follows highly successful drilling, exploration and strategic acquisition initiatives during the year, now stands at:

49.4Mt @ 1.9g/t Au for 3.02Moz of contained gold.

This updated Mineral Resource Estimate (MRE) contains **42.2Mt @ 1.5g/t Au for 2.06Moz classified as being potentially open pitable** and **7.2Mt @ 4.1g/t Au for 962koz** that may be amenable to underground mining methods (refer to the ASX Release of 30 September 2019 for full details).

The updated Mineral Resource base of 3.02Moz is available for mining studies as part of the Pre-Feasibility Study currently underway and due for completion in Q1 2020.

Deposit	Type	Cut-Off (g/t Au)	MEASURED			INDICATED			INFERRED			TOTAL RESOURCES			Original ASX Report Date
			Tonnes (,000t)	Grade (g/t Au)	Ounces (,000oz)	Tonnes (,000t)	Grade (g/t Au)	Ounces (,000oz)	Tonnes (,000t)	Grade (g/t Au)	Ounces (,000oz)	Tonnes (,000t)	Grade (g/t Au)	Ounces (,000oz)	
Aphrodite	OP	0.4	-	-	-	11,622	1.7	619	6,676	1.4	298	18,288	1.6	916	22/5/18
Aphrodite	UG	2.0	-	-	-	3,458	3.9	436	2,391	4.3	330	5,848	4.1	765	
Aphrodite	TOTAL		-	-	-	15,080	2.2	1,055	9,067	2.2	628	24,136	2.2	1,681	
Zoroastrian	OP	0.4	-	-	-	3,862	1.8	229	1,835	1.5	89	5,698	1.7	318	22/5/18
Zoroastrian	UG	2.0	-	-	-	580	4.4	82	823	4.3	114	1,403	4.4	197	
Zoroastrian	TOTAL		-	-	-	4,442	2.2	311	2,658	2.4	203	7,101	2.3	515	
Excelsior	OP	0.4	-	-	-	6,729	1.2	266	1,749	1.0	54	8,478	1.2	320	
Mulwarrie	OP	0.5	-	-	-	-	-	-	881	2.8	79	881	2.8	79	13/11/18
Mayday North	OP	0.5	-	-	-	-	-	-	1,410	1.7	79	1,410	1.7	79	
Bulletin South	OP	0.4	152	2.2	11	546	2.1	36	150	2.1	10	849	2.1	57	
Duke North	OP	0.4	-	-	-	851	1.0	28	795	1.0	25	1,646	1.0	53	
Talbot North	OP	0.4	-	-	-	698	1.8	40	123	1.8	7	820	1.8	47	
North Kanowna Star	OP	0.5	-	-	-	-	-	-	716	1.4	32	716	1.4	32	
Lochinvar	OP	0.4	-	-	-	423	1.8	24	57	1.6	3	480	1.7	27	19/2/14
Nerrin Nerrin	OP	0.5	-	-	-	-	-	-	651	1.3	26	651	1.3	26	
Vettersburg South	OP	0.6	-	-	-	-	-	-	552	1.5	26	552	1.5	26	11/12/13
El Dorado	OP	0.5	-	-	-	-	-	-	471	1.5	23	471	1.5	23	
South Castlereagh	OP	0.5	-	-	-	111	1.6	6	369	1.3	15	481	1.4	21	
Windanya	OP	0.6	-	-	-	-	-	-	360	1.5	17	360	1.5	17	11/12/13
Grafters	OP	0.5	-	-	-	-	-	-	319	1.3	14	319	1.3	14	
Ophir	OP	0.6	-	-	-	-	-	-	75	1.9	5	75	1.9	5	11/12/13
TOTAL RESOURCES			152	2.3	11	28,880	1.9	1,766	20,403	1.9	1,247	49,426	1.9	3,022	

Note: Differences may occur due to rounding. Full details of the Mineral Resource estimate were provided in the Company's ASX Announcement dated 30 September 2019.

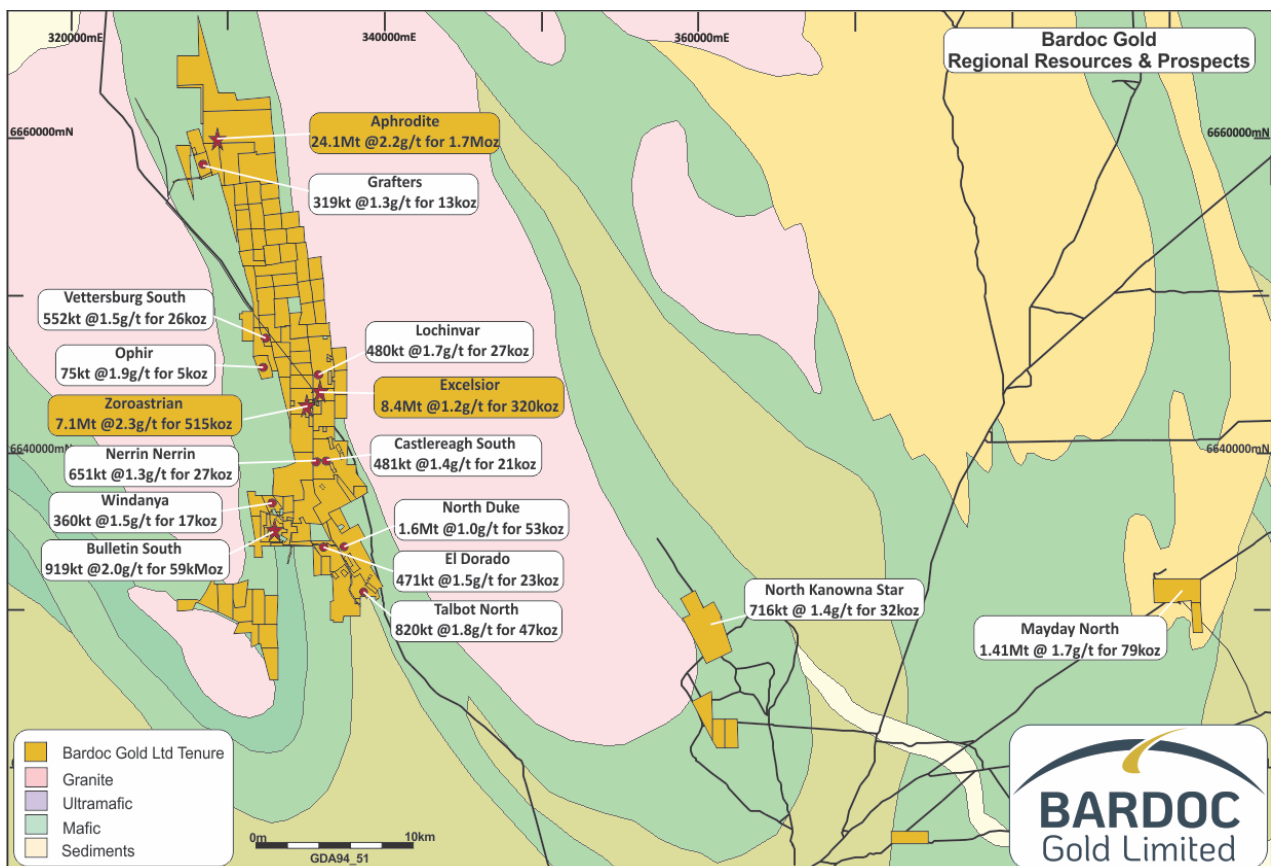


Figure 3: Tenement and Mineral Resource location plan

RESOURCE EXTENSION AND EXPLORATION DRILLING

A new phase of Resource extension drilling commenced at the 3.02Moz Bardoc Gold Project during the half-year comprising both diamond and Reverse Circulation (RC) drilling across multiple target areas.

EL DORADO DEPOSIT

New results were received from two successful drilling programs completed during the half year at the El Dorado satellite prospect, located in the Bardoc South area (Figure 4). El Dorado contains a Mineral Resource of **471kt @ 1.5g/t Au for 23koz Au**.

Results from Reverse Circulation (RC) and diamond drilling (DD) at the El Dorado Deposit have defined a high-grade core within the mineralisation approximately 170m below surface, which is interpreted as an extension to higher grade zones observed within the Mineral Resource.

Recently reported results from this high-grade area include:

- 28m @ 13.59g/t Au from 176m including 6m @ 57.7g/t Au from 176m in KNC190079 (reported in the ASX announcement of ASX 8/10/2019);
- 11m @ 11.38g/t Au from 196m including 5m @ 23.34g/t Au from 200m in KNC190105 (reported in the ASX announcement of 9/1/2020);
- 19m @ 5.77g/t Au from 164m including 6m @ 8.03g/t Au from 166m in KNC190100 (reported in the ASX announcement of 3/12/2109); and
- 9m @ 4.71g/t Au from 173m including 5m @ 7.63g/t Au from 175m in KNCD190090 (reported in the ASX announcement of 9/1/2020).

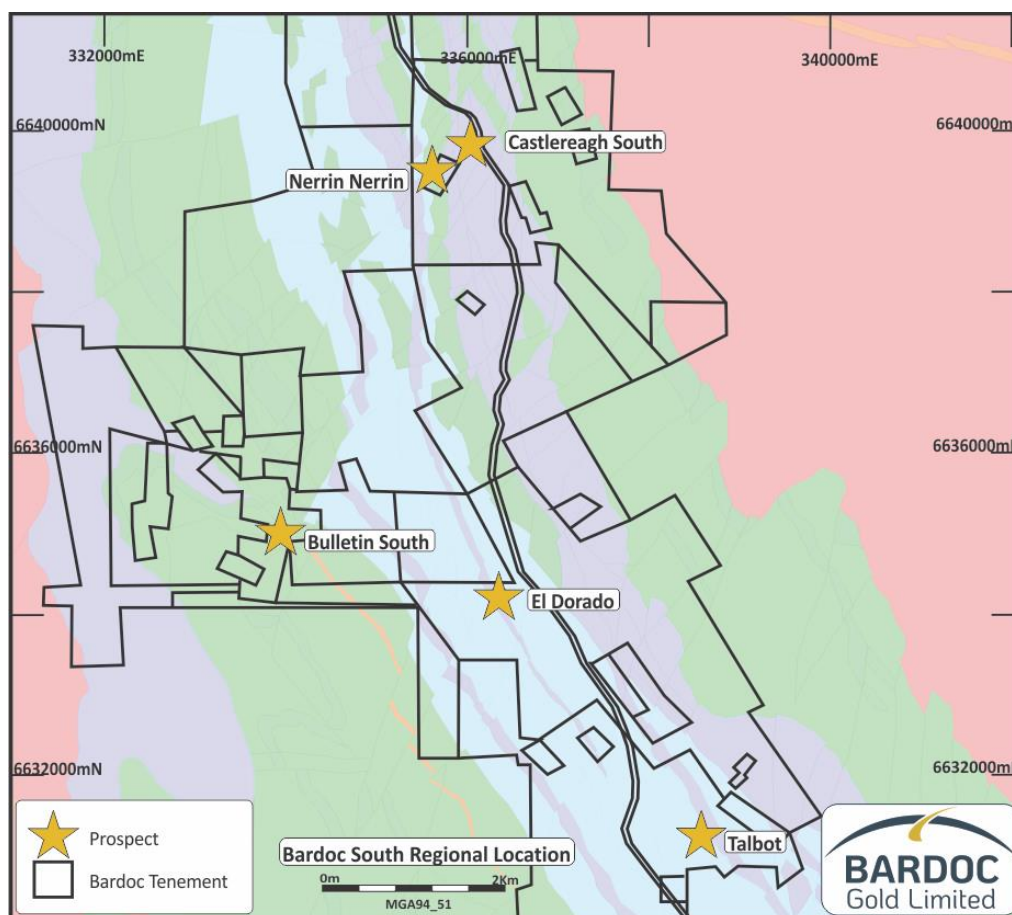
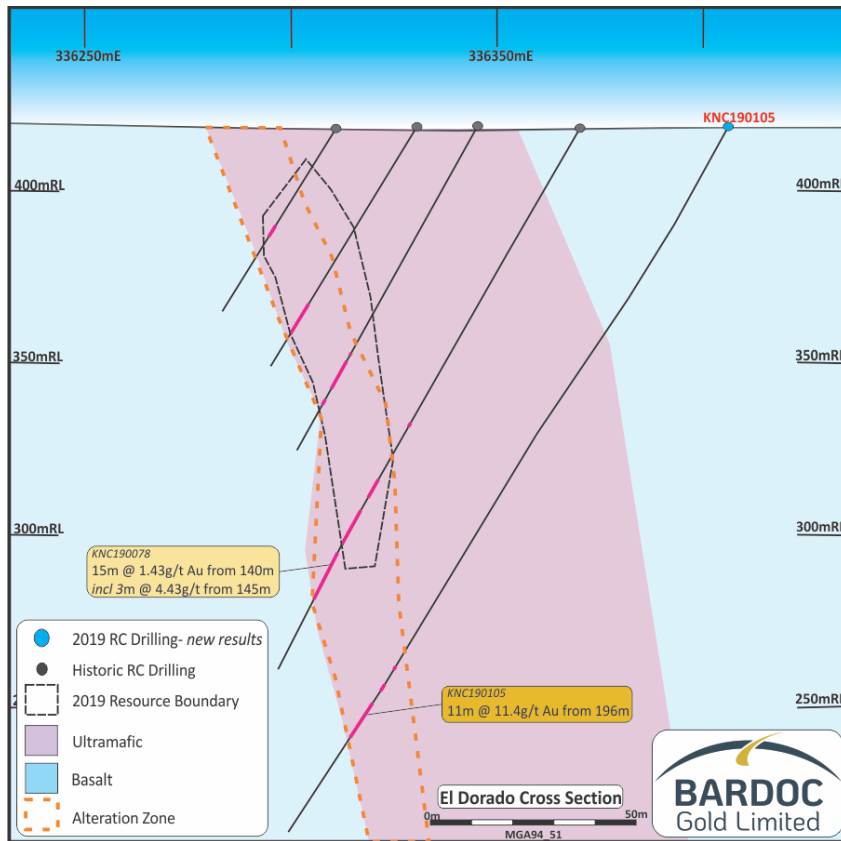


Figure 4. Bardoc South Regional Location Plan

The ongoing success at El Dorado highlights the opportunity to increase gold Resources at previously under-explored satellite deposits within the Bardoc Project area.



MAYDAY NORTH

Recent RC drilling at the newly-acquired 79koz Au Mayday North deposit intersected significant widths of gold mineralisation. Importantly, there is intense alteration associated with the mineralisation and this is indicative of a major mineralised system which has been under-explored over the past 15 years.

Key assay results from Mayday North are:

- 14m @ 2.96g/t Au from 130m in MNC190003; and
- 18m @ 2.57g/t Au from 103m, including 8m @ 3.57g/t Au from 108m in MNC190011.

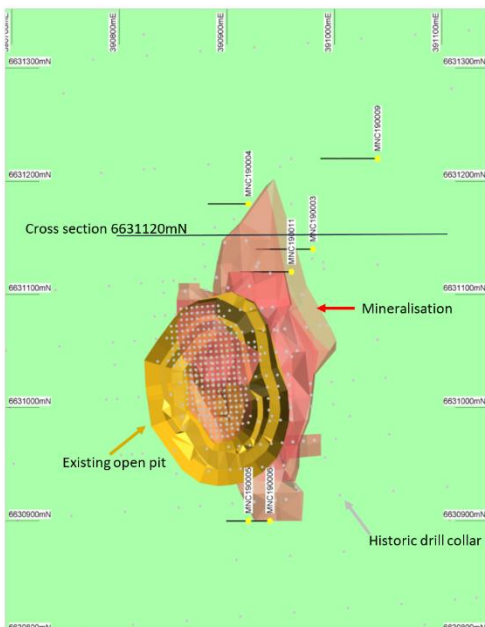


Figure 6. Mayday North Project, drill-hole location plan.

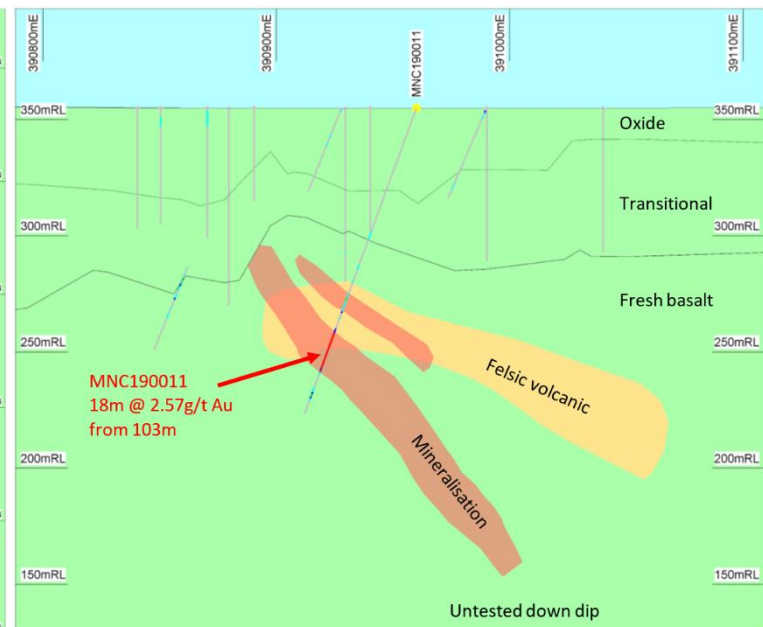




Figure 8. Mayday North open pit looking north.

The results have confirmed the position of the mineralisation as well as intersecting mineralisation that is significantly wider than what was interpreted from the existing Resource model, demonstrating the potential for substantial growth in the existing Mineral Resource.

NORTH KANOWNA STAR

The North Kanowna Star deposit, comprising **32koz Au @ 1.4g/t Au**, has had minimal exploration activity over the past 15 years. As such, it presents as a unique, under-explored, highly prospective gold exploration opportunity.

Exploration drilling at North Kanowna Star commenced in December, with results from the first round of drilling (1,316m of Reverse Circulation drilling) received in mid-January. Historical testing for mineralisation in fresh rock at North Kanowna Star is best described as sparse, with no focused follow-up of oxide or alteration associated with the mineralisation.

This first round of drilling was designed to test for postulated deeper seated mineralisation (i.e. hosted in fresh rock) and alteration zones below the current Resource.

Assay results from the RC drilling, combined with a geological assessment of the deposit, have confirmed the presence of an extensive alteration system with significant gold mineralisation located below the existing oxide Resource.

While exploration work at North Kanowna Star is at an early stage, the first program of RC drilling has returned significant widths of gold mineralisation within a possible large gold-hosting structure.

This confirms the Company's belief that the recently acquired projects at North Kanowna Star and Mayday North, which have been under-explored for the last 15 years, provide significant exploration upside for Bardoc Gold, with the potential for significant additions to the Company's project-wide Mineral Resource.

The scale of the alteration intersected in Company's recent drilling, with significant widths of alteration up to 45 metres encountered down-hole, suggests that the system is large.

Encountering this volume of highly anomalous material in first-pass drilling is an outstanding success, reinforcing the Company's focus on undertaking high-quality geological work that can lead to significant new discoveries and potential step-changes in its understanding of the mineralised systems present on the Bardoc Gold Project.

The results for this exploration work beneath the known oxide JORC Mineral Resource, are reported at a 0.3g/t Au cut-off to give a better understanding of the extent of gold anomalism encountered.

All 11 holes drilled intersected mineralisation, with highlights including:

- 8m @ 1.26g/t Au from 132m in NKC190001;
- 17m @ 1.59g/t Au from 26m including 4m @ 4.44g/t Au from 33m in NKC190002;
- 4m @ 2.23g/t Au from 17m in NKC190006;
- 16m @ 1.29g/t Au from 32m including 4m @ 3.34g/t Au from 32m in NKC190007; and
- 14m @ 1.68g/t Au from 82m including 4m @ 3.72g/t Au from 85m in NKC190007.

Work undertaken by Newcrest in 1999/2000 included a gravity survey that identified an interpreted intruded porphyry at depth below the oxide mineralisation. This work by Newcrest was never followed-up nor expanded upon, providing Bardoc with an outstanding opportunity.

CORPORATE

A\$15 MILLION CAPITAL RAISING

During the half-year, Bardoc undertook a capital raising of \$15.18 million to underpin the next pivotal stage of its exploration, development and growth strategy at the Bardoc Gold Project.

This capital raising comprised a share placement of 120 million shares at an issue price of \$0.10 per share to existing and new professional, sophisticated and other institutional investors to raise a total of \$12 million. In addition, the Company undertook a Share Purchase Plan (SPP) to existing shareholders on the same terms as the placement that raised \$3.178 million.

Participants in the Placement and SPP were also issued one (1) free attaching option (exercisable at \$0.16 each on or before 15th December 2020) for every two shares subscribed for.

SURPLUS FUNDS INVESTED WITH ASSETLINE CAPITAL

With the reduction in interest rates available on Bank Term Deposits, the Company has invested surplus funds with Assetline Capital Pty Ltd ("Assetline"). Assetline provides short-term funding for high quality property-backed transactions.

As at 31 December 2019, the Company had \$13.01m invested with Assetline, which attracts an interest rate of 6.5% payable monthly in arrears. The funds are secured by Notes held in special purpose vehicles that hold First Mortgage Security. The Company plans to withdraw the capital as required to meet its ongoing exploration and working capital commitments.

FINANCIAL SUMMARY

The net operating loss for the period was \$6,878,997 which included non-cash share-based payments of \$216,792. Key expenditure items in the half year results are:

- Exploration and Evaluation expenditure of \$3,516,761 (2018: \$2,784,989);
- Exploration and Evaluation assets expensed of \$1,475,407 (2018: \$25,539,216);
- Provision for future Rehabilitation obligations of \$970,929 (2018: Nil); and
- Administrative expenses of \$668,657 (2018: \$669,939).

EVENTS SUBSEQUENT TO REPORTING DATE

On 20 January 2020, 883,153 ordinary shares were bought back and cancelled pursuant to the Employee Incentive Scheme. The buy-back of these shares cancelled the associated employee loans.

On 17 February 2020, the Company issued 400,000 Class H Performance Rights and 400,000 Class I Performance Rights to staff as part of the Bardoc Performance Rights plan.

There has not been any other matter or circumstance occurring subsequent to the end of the half year, that has 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

The lead Auditor's Independence Declaration under section 307C of the Corporations Act 2001 is set out on page 10 for the half year ended 31 December 2019. This report is signed in accordance with a resolution of the Board of Directors.



APPROVED BY THE BOARD

5th March 2020

Competent Person's Statement

The Company confirms it is not aware of any new information or data that materially affects the information included in the 30 September 2019 Bardoc Resource Estimate and that all material assumptions and technical parameters underpinning the estimate continue to apply and have not materially changed when referring to its resource announcement made on 30 September 2019.

Information in this announcement that relates to exploration results is based on information compiled by Mr. Bradley Toms who is the Exploration Manager of Bardoc Gold Limited. Mr. Toms is a Member of The Australian Institute of Geoscientists and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking, to qualify as Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Toms consents to the inclusion in the document of the information in the form and context in which it appears.

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To The Board of Directors

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

As lead audit partner for the review of the financial statements of Bardoc Gold Limited for the half year ended 31 December 2019, 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



BENTLEYS
Chartered Accountants



DOUG BELL CA
Partner

Dated at Perth this 5th day of March 2020

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half year ended 31 December 2019

	Note	31 December 2019 \$	31 December 2018 \$
Continuing Operations			
Interest received		250,683	7,789
Fair value of rehabilitation provision		-	61,644
Other Income		10,520	6,261
Gross profit/(loss)		261,203	75,694
Acquisition premium/duty/goodwill expensed	9	-	(3,231,504)
Administrative expenses		(668,657)	(669,939)
Consulting expenses		(42,465)	(156,455)
Depreciation expense		(78,570)	(60,095)
Exploration and Evaluation assets expensed	9	(1,475,407)	(25,539,216)
Exploration and Evaluation expenditure		(3,516,761)	(2,784,989)
Provision for Rehabilitation obligation	8	(970,929)	-
Share based payments		(216,792)	(16,624)
Finance costs		(140,850)	(37,007)
Merger costs		-	(65,298)
Travel expenses		(29,769)	(28,706)
Loss before income tax		(6,878,997)	(32,514,139)
Income tax (expense)/revenue		-	-
Profit/(Loss) from continuing operations		(6,878,997)	(32,514,139)
Other comprehensive income/(expense)		-	-
Total comprehensive income/ (loss) for the period		-	-
Total comprehensive income / (loss) attributable to the members of the Company		(6,878,997)	(32,514,139)
Profit/(Loss) per share			
From continuing operations:			
Basic and diluted profit/(loss) per share for the half year		(0.529c)	(4.529c)

FINANCIAL STATEMENTS



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2019

	Note	31 December 2019 \$	30 June 2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		3,691,297	1,258,909
Trade and other receivables		548,892	405,273
Loan receivables	5	13,018,636	6,400,000
Other Assets		116,727	120,194
TOTAL CURRENT ASSETS		17,375,552	8,184,376
NON-CURRENT ASSETS			
Property, plant and equipment		394,012	351,455
Right-of-use assets	6	229,250	-
TOTAL NON-CURRENT ASSETS		623,262	351,455
TOTAL ASSETS		17,998,814	8,535,831
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		1,297,129	1,572,177
Lease liabilities	6	81,382	-
Borrowings	7	250,000	250,000
Provisions	8	1,322,796	1,944,089
TOTAL CURRENT LIABILITIES		2,951,307	3,766,266
NON-CURRENT LIABILITIES			
Lease liabilities	6	152,098	-
Borrowings	7	1,225,326	1,422,549
Provisions	8	5,104,937	4,048,046
TOTAL NON-CURRENT LIABILITIES		6,482,361	5,470,595
TOTAL LIABILITIES		9,433,668	9,236,861
NET ASSETS/(LIABILITIES)		8,565,146	(701,030)
EQUITY			
Issued capital	4	128,626,743	113,111,858
Reserves		2,390,357	2,608,135
Accumulated losses		(122,451,954)	(116,421,023)
TOTAL EQUITY		8,565,146	(701,030)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 31 December 2019

	Issued Capital	Share Options & Rights Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
Balance at 1 July 2018	73,467,051	3,495,707	(77,794,672)	(831,914)
Loss for the period	-	-	(32,514,139)	(32,514,139)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	(32,514,139)	(32,514,139)
Transactions with owners, recorded directly in equity				
Issue of ordinary shares	26,882,511	-	-	26,882,511
Share based payments	-	22,440	-	22,440
Expiry of share options	-	(92,516)	92,516	-
Exercise of performance rights	447,988	(447,988)	-	-
Balance at 31 December 2018	100,797,550	2,977,643	(110,216,295)	(6,441,102)
Balance at 1 July 2019	113,111,858	2,608,135	(116,421,023)	(701,030)
Loss for the period	-	-	(6,878,997)	(6,878,997)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	(6,878,997)	(6,878,997)
Transactions with owners, recorded directly in equity				
Issue of ordinary shares	16,380,500	-	-	16,380,500
Share based payments	-	630,288	-	630,288
Expiry of share options	-	(848,066)	848,066	-
Share issue expenses	(865,615)	-	-	865,615
Balance at 31 December 2019	128,626,743	2,390,357	(122,451,954)	8,565,146

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the half year ended 31 December 2019

	31 December 2019 \$	31 December 2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Payments to suppliers and employees	(1,014,708)	(1,239,868)
Payments for exploration and evaluation	(4,320,990)	(3,263,974)
Other revenue	5,494	5,900
Interest received	188,284	20,202
Interest expense	(2,682)	(37,006)
R&D grant received	-	324,147
Other costs (Merger)	-	(65,298)
Net cash used in operating activities	(5,144,602)	(4,255,897)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant & equipment	18,386	-
Payments for property, plant & equipment	(79,280)	(4,320)
Payments for exploration assets – stamp duty	(4,560)	-
Payments for exploration assets acquired	(60,300)	-
Loans to other entities – Assetline	(6,618,636)	-
Cash acquired from acquisition of subsidiary	-	2,974,207
Net cash from / (used in) investing activities	(6,744,390)	2,969,887
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	15,178,500	-
Proceeds from exercise of options	2,000	-
Cost of share issue	(570,964)	-
Repayment of borrowings	(250,000)	-
Repayment of leasing liabilities	(38,156)	-
Net cash from financing activities	14,321,380	-
Net decrease in cash and cash equivalents	2,432,388	(1,286,010)
Cash and cash equivalents at the beginning of the period	1,258,909	2,722,896
Cash and cash equivalents at the end of the period	3,691,297	1,436,886

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 31 December 2019

NOTE 1. BASIS OF PREPARATION

REPORTING ENTITY

Bardoc Gold Limited (the “Company”) is a Company domiciled in Australia. The address of the Company’s registered office is 130 Stirling Highway, North Fremantle WA 6159. The consolidated financial statements of the Company as at and for the half year ended 31 December 2019 comprise the Company and its subsidiaries (together referred to as the “Group” and individually as “Group entities”) and the Group’s interest in associates and jointly controlled entities. The Group primarily is involved in the minerals exploration industry.

a) Statement of compliance

These General-Purpose Financial Statements for the interim half year reporting period ended 31 December 2019 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Bardoc Gold Limited and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2019 together with any public announcements made by Bardoc Gold Limited and its controlled entities during the half year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

b) Reporting Basis and Conventions

The interim financial statements have been prepared in accordance with the accounting policies adopted in the Group’s last annual financial statements for the year ended 30 June 2019, except for the impact of the standards and Interpretations described in 1 (e).

The accounting policies have been applied consistently throughout the Group for the purposes of preparation of these interim financial statements.

c) Financial Instruments

The Group’s financial instruments consist of trade and other receivables, trade and other payables and borrowings. These financial instruments are measured at amortised cost, less any provision for non-recovery. The carrying amount of the financial assets and liabilities approximate their fair value.

Any trading financial assets held by the Group are level-1 financial instruments and valued using the quoted bid prices from the Australian Securities Exchange as at the reporting date.

d) Basis of measurement

The interim financial statements have been prepared on an accruals basis and are based on historical costs modified by the revaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

e) New Accounting Standards

The Group has considered the implications of new or amended Accounting Standards which have become applicable for the current financial reporting period. The Group had to change its accounting policies as a result of adopting the following Standard:

- AASB 16: Leases

The impact of the adoption of this Standard and the respective accounting policies is disclosed below.

(i) Leases

The Group as lessee

At inception of a contract, the Group assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability are recognised by the Group where the Group is a lessee. However, all contracts that are classified as short-term leases (ie a lease with a remaining lease term of 12 months or less) and leases of low-value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at the commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Group uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options, if the lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, any lease payments made at or before the commencement date and any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shortest.

Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Group anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

The Group as lessor

Upon entering into each contract as a lessor, the Group assesses if the lease is a finance or operating lease.

A contract is classified as a finance lease when the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases not within this definition are classified as operating leases.

Rental income received from operating leases is recognised on a straight-line basis over the term of the specific lease.

Initial direct costs incurred in entering into an operating lease (for example, legal cost, costs to set up equipment) are included in the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

Rental income due under finance leases are recognised as receivables at the amount of the Group's net investment in the leases.

When a contract is determined to include lease and non-lease components, the Group applies AASB 15 to allocate the consideration under the contract to each component.

(ii) Initial Application of AASB 16: Leases

The Group has adopted AASB 16: Leases retrospectively with the cumulative effect of initially applying AASB 16 recognised at 1 July 2019. In accordance with AASB 16 the comparatives for the 2018 reporting period have not been restated.

Lease liabilities are measured at the present value of the remaining lease payments, where applicable. The Group's incremental borrowing rate as at 1 July 2019 was used to discount the lease payments. The Group has elected to measure the right-of-use assets at an amount equal to the lease liability adjusted for any lease payments made at or before the commencement date and any initial direct costs.

The following is a reconciliation of total operating lease commitments at 30 June 2019 (as disclosed in the financial statements to 30 June 2019) to the lease liabilities recognised at 1 July 2019:

	\$
Total operating lease commitments disclosed at 30 June 2019	103,366
Less:	
Lease of low value assets	(1,008)
Add:	
Finance lease liabilities	169,278
Total lease liabilities recognised under AASB 16 at 1 July 2019	271,636

NOTE 2. SEGMENT REPORTING

Identification of reportable segments

The group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of its individual exploration commodity and the remaining treasury function. Operating segments are therefore determined on the same basis.

Types of exploration by project segment

(i) *Australia – Gold Exploration*

The Australian gold exploration segment is the Bardoc Gold project (including Mulwarrie & Aphrodite projects).

(ii) *Australia – Manganese Exploration*

The manganese exploration segment is the maintenance of the Manganese project at South Woodie in the East Pilbara.

(iii) *Australia – Treasury*

In addition, the Company has included a Treasury segment that includes the surplus cash of which the majority is invested with Assetline Capital Pty Ltd.

Basis of accounting for purposes of reporting by operating segments

Accounting policies adopted

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

Segment assets

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.

Segment liabilities

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to the Group as a whole and are not allocated. Segment liabilities include trade and other payables and certain direct borrowings.

Unallocated items

The following items of revenue, expense, assets and liabilities are not allocated to operating segments as they are not considered part of the core operations of any segment:

- Other corporate charges

FINANCIAL STATEMENTS



Consolidated 31 December 2019	Australia – Gold Exploration	Australia – Manganese Exploration	Australia – Treasury	Consolidated Group
	\$	\$	\$	\$
SEGMENT PERFORMANCE				
Finance revenue	8	-	250,675	250,683
Total segment and group revenue				250,683
<i>Reconciliation of segment revenue to group revenue</i>				
Other revenue				10,520
Total group revenue				261,203
Segment net profit/(loss) from continuing operations before tax	(6,067,266)	(33,529)	247,992	(5,852,803)
<i>Reconciliation of segment result to group net profit/(loss) before tax</i>				
- Other tax revenue	-	-	-	-
Unallocated Items				
- Consulting Fees				(42,465)
- Depreciation				(78,570)
- Other				(905,159)
Net Profit/(loss) before tax from continuing operations				(6,878,997)
SEGMENT ASSETS				
Segment assets	771,220	3,147	16,921,711	17,696,078
<i>Reconciliation of segment assets to group assets</i>				
Unallocated items				
- Other	-	-	-	302,736
Total group assets				17,998,814
Segment asset increases/(decreases) for period:				
- Cash	(248,357)	(422)	2,681,167	2,432,388
- Other	115,884	380	6,812,484	6,928,748
Unallocated items				
- Other	-	-	-	101,847
	(132,473)	(42)	9,493,651	9,462,983
SEGMENT LIABILITIES				
Segment liabilities				
Payables	308,924	2,659	-	311,583
Borrowings	1,475,326	-	-	1,475,326
Provisions	6,304,662	-	-	6,304,662
<i>Reconciliation of segment liabilities to group liabilities</i>				
Unallocated items				
- Other	-	-	-	1,342,097
Total group liabilities				9,433,668

FINANCIAL STATEMENTS



Consolidated 31 December 2018	Australia – Gold Exploration	Australia – Manganese Exploration	Australia – Treasury	Consolidated Group
	\$	\$	\$	\$
SEGMENT PERFORMANCE				
Finance revenue	62,768	-	6,665	69,433
Total segment and group revenue				69,433
<i>Reconciliation of segment revenue to group revenue</i>				
Other revenue				6,261
Total group revenue				75,694
Segment net profit/(loss) from continuing operations before tax	(31,477,781)	(45,673)	6,665	(31,516,789)
<i>Reconciliation of segment result to group net profit/(loss) before tax</i>				
- Other tax revenue	-	-	-	-
Unallocated Items				
- Consulting Fees				(156,455)
- Depreciation				(60,095)
- Other				(780,800)
Net Profit/(loss) before tax from continuing operations				(32,514,139)
Consolidated 30 June 2019	Australia – Gold Exploration	Australia – Manganese Exploration	Australia – Treasury	Consolidated Group
	\$	\$	\$	\$
SEGMENT ASSETS				
Segment assets	903,693	3,190	7,428,060	8,334,943
<i>Reconciliation of segment assets to group assets</i>				
Unallocated items				
- Other	-	-	-	200,888
Total group assets				8,535,831
Segment asset increases/(decreases) for period:				
- Cash	58,252	834	(1,523,074)	(1,463,988)
- Other	(259,809)	240	6,476,794	6,217,225
Unallocated items				
- Other	-	-	-	81,209
	(201,557)	1,074	4,953,720	4,834,446
SEGMENT LIABILITIES				
Segment liabilities				
Payables	1,070,013	619	-	1,070,632
Borrowings	1,672,550	-	-	1,672,550
Provisions	5,880,151	-	-	5,880,151
<i>Reconciliation of segment liabilities to group liabilities</i>				
Unallocated items				
- Other	-	-	-	613,528
Total group liabilities				9,236,861

NOTE 3. COMMITMENTS

a) Operating Lease Commitments

	Consolidated	
	31 December 2019	30 June 2019
	\$	\$
Non-cancellable operating lease contracted for but not capitalised in the financial statements:		
Payable		
- Within one year	-	84,580
- One year or later and no later than five years	-	18,786
	-	103,366

Refer note 6 for lease liabilities.

b) Exploration Commitments

	Consolidated	
	31 December 2019	30 June 2019
	\$	\$
In order to maintain current rights of tenure to exploration tenements, the Company has the following discretionary exploration expenditure up until the expiry of leases. These obligations are not provided for in the financial statements and are payable to maintain rights of tenure:		
- Within one year	1,769,780	1,663,400
- One year or later and no later than five years	5,819,808	4,643,671
- Later than five years	6,003,504	5,555,004
	13,593,092	11,862,075

The sale, transfer, surrender or farm-out of exploration rights to third parties reduces or extinguish these obligations.

In 2012 Aphrodite Gold Limited received \$2,500,000 by way of an interest free royalty advance from Franco-Nevada. The advance required no repayment for the first 5 years with the first royalty year commencing on 1 November 2017 and if production commences a royalty of 2.5% is payable. The terms of the Royalty agreement include an annual minimum royalty of \$250,000 per annum from 1 November 2017.

NOTE 4. ISSUED CAPITAL

	Consolidated	
	31 December 2019	30 June 2019
	\$	\$
a. Ordinary shares		
Balance at the beginning of reporting period	113,111,858	73,467,051
- 3 October 2018 @ \$0.071c (Excelsior Gold Acquisition)	-	26,882,511
- 12 October 2018 (Performance rights exercised)	-	447,988
- 12 March 2019 @ \$0.04c (Placement)	-	6,800,000
- 13 March 2019 @ \$0.04c (Issue of shares in lieu of Drilling)	-	194,969
- 13 March 2019 (Exercise of Performance Rights)	-	380,953
- 30 April 2019 @ \$0.04c (Placement)	-	626,951
- 1 May 2019 @ \$0.04c (Placement)	-	200,000
- 2 May 2019 @ \$0.04c (Entitlement Offer)	-	4,402,280
- 30 September 2019 @ \$0.10c (Placement)	12,000,000	-
- 25 October 2019 @ \$0.10c (Share Purchase Plan)	3,178,500	-
- 13 November 2019 @ \$0.10c (Mayday & North Kanowna acquisition)	1,200,000	-
- 3 December 2019 @ \$0.16c (Options conversion)	2,000	-
- Share issue expenses	(865,615)	(290,845)
	128,626,743	113,111,858

FINANCIAL STATEMENTS



	Consolidated	
	31 December 2019 No.	30 June 2019 No.
a. Ordinary shares		
At the beginning of reporting period	1,226,300,721	531,068,820
Shares issued during the year		
- 3 October 2018 @ \$0.071 (Excelsior Gold Acquisition)	-	378,626,920
- 12 October 2018 (Performance rights exercised)	-	6,000,000
- 12 March 2019 @ \$0.04 (Placement)	-	170,000,000
- 13 March 2019 @ \$0.04 (Issue of shares in lieu of Drilling)	-	4,874,222
- 13 March 2019 (Exercise of Performance Rights)	-	5,000,000
- 30 April 2019 @ \$0.04 (Placement)	-	15,673,763
- 1 May 2019 @ \$0.04 (Placement)	-	5,000,000
- 2 May 2019 @ \$0.04 (Entitlement Offer)	-	110,056,996
- 30 September 2019 @ \$0.10 (Placement)	120,000,000	-
- 25 October 2019 @ \$0.10 (Share Purchase Plan)	31,785,000	-
- 13 November 2019 @ \$0.10 (Mayday & North Kanowna acquisition)	12,000,000	-
- 3 December 2019 @ \$0.16 (Options conversion)	12,500	-
	1,390,098,221	1,226,300,721
At the Shareholders' meetings, each ordinary share is entitled to one vote when a poll is called; otherwise each Shareholder has one vote on a show of hands.		
b. Share Options		
At the beginning of reporting period	47,362,635	43,362,635
Issued during the year		
- 3 October 2018 (Excelsior Gold Acquisition, expiring 24 November 2018)	-	6,340,580
- 28 March 2018 (\$0.16 expiring 31 March 2021)	-	4,000,000
- 11 September 2019 (\$0.20 expiring 11 September 2022)	3,000,000	-
- 27 September 2019 (\$0.12 expiring 27 September 2022)	6,000,000	-
- 30 September 2019 (\$0.16 expiring 15 December 2020)	60,000,000	-
- 25 October 2019 (\$0.16 expiring 15 December 2020)	15,892,500	-
- 29 November 2019 (\$0.16 expiring 15 December 2020)	950,000	-
Expired/Cancelled during the year		
- 24 November 2018 (Excelsior Gold Acquisition)	-	(6,340,580)
- 19 August 2019 (\$0.1158)	(13,812,635)	-
- 28 November 2019 (\$0.45)	(650,000)	-
- 18 November 2019 (\$0.16)	(950,000)	-
Exercised during the year		
- 3 December 2019 (\$0.16)	(12,500)	-
	117,780,000	47,362,635

	Consolidated	
	31 December 2019 No.	30 June 2019 No.
c. Performance Rights		
At the beginning of reporting period	53,900,000	23,300,000
Issued during the year		
- 10 June 2019 (Class E performance rights)	-	8,000,000
- 10 June 2019 (Class F performance rights)	-	17,300,000
- 10 June 2019 (Class G performance rights)	-	16,300,000
- 1 July 2019 (Class F performance rights)	5,000,000	-
- 1 July 2019 (Class G performance rights)	5,000,000	-
- 18 November 2019 (Class H performance rights)	1,900,000	-
- 18 November 2019 (Class I performance rights)	1,900,000	-
Expired during the year		
- 16 August 2019 (Class F performance rights)	(1,000,000)	-
- 16 August 2019 (Class G performance rights)	(1,000,000)	-
Exercised during the year		
- 12 October 2018 (Class A performance rights)	-	(3,500,000)
- 12 October 2018 (Class B performance rights)	-	(2,500,000)
- 8 March 2019 (Class A performance rights)	-	(2,500,000)
- 8 March 2019 (Class B performance rights)	-	(2,500,000)
	65,700,000	53,900,000

NOTE 5. LOAN RECEIVABLES

	Consolidated	
	31 December 2019 \$	30 June 2019 \$
CURRENT		
Assetline loan notes	13,018,636	6,400,000
	13,018,636	6,400,000

With the reduction in interest rates available on Bank Term Deposits, the Company has invested surplus funds with Assetline Capital Pty Ltd ("Assetline"). Assetline provides short-term funding for high quality property-backed transactions. The investment of \$13,018,636 attracts an interest rate of 6.5% payable monthly in arrears. The funds are secured by Notes held in special purpose vehicles that hold First Mortgage Security. The Company plans to withdraw the capital as required to meet its ongoing exploration and working capital commitments. None of the loan notes are past due or impaired.

NOTE 6. LEASES

	Consolidated	
	31 December 2019	30 June 2019
	\$	\$
Leases		
(a) Amounts recognised in the balance sheet		
Rights-of-use asset		
Balance as at 1 July	-	-
Right-of-use assets recognised as at 1 July	271,636	-
Less: Depreciation	(42,386)	-
Closing balance	229,250	-
Lease liabilities		
Balance as at 1 July	-	-
Lease liabilities recognised as at 1 July	271,636	-
Add: Interest	7,679	-
Less: Payments	(45,835)	-
Closing balance	233,480	-
(b) Amounts recognised in the consolidated statement of profit or loss		
Depreciation of right-of-use asset	42,386	-
Interest expense on lease liabilities	7,679	-

(c) Leasing Activities

The Company leases the office property at 130 Stirling Highway, East Fremantle WA. The lease of the property commenced on 15 September 2018 and remains in force until 14 September 2020, with two one-year renewal options if exercised extends the lease until 14 September 2022.

The lease is recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit or loss over the lease period as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is amortised over the shorter of the asset's useful life and the lease term on a straight-line basis.

Initial measurement

Assets and liabilities from a lease are initially measured on a present value basis. The lease liability includes the present value of the fixed payments and variable lease payments that depend on an index, initially measured using the index as at the commencement date (reconciled and adjusted for actual index each year). The lease payments are discounted using the Company's incremental borrowing rate of 6%.

The right-of-use asset is measured at cost comprising of the initial measurement of the lease liability.

Subsequent measurement

The right-of-use asset is subsequently measured at cost less any accumulated amortisation and any accumulated impairment losses and adjusted for any re-measurement of the lease liability.

The lease liability is subsequently measured to reflect the interest on the lease liability, the lease payments made and any reassessment of the variable payments.

NOTE 7. BORROWINGS

	Consolidated	
	31 December 2019	30 June 2019
	\$	\$
CURRENT		
Interest-free royalty advance	250,000	250,000
NON-CURRENT		
Present value of interest-free royalty advance	1,225,326	1,422,549
	1,475,326	1,672,549

In 2012 Aphrodite Gold Limited received \$2,500,000 by way of an interest free royalty advance from Franco-Nevada. The advance required no repayment for the first 5 years with the first royalty year commencing on 1 November 2017 and if production commences a royalty of 2.5% is payable. The terms of the Royalty agreement include an annual minimum royalty of \$250,000 per annum from 1 November 2017.

NOTE 8. PROVISIONS

	Consolidated	
	31 December 2019	30 June 2019
	\$	\$
CURRENT		
Provision for employee benefits	116,981	106,464
Provision for Stamp Duty	1,205,815	1,837,625
	1,322,796	1,944,089
NON-CURRENT		
Provision for employee benefits	6,090	5,520
Rehabilitation provision	5,098,847	4,042,526
	5,104,937	4,048,046
Reconciliation of Rehabilitation provision		
Balance at beginning of the period	4,042,526	-
Provision recognised as result of merger	-	3,839,216
Increase in provision for the period	970,929	100,067
Recognition at present value	85,392	103,243
Balance at the end of the period	5,098,847	4,042,526

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefit will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

NOTE 9. BUSINESS COMBINATION/EXPLORATION AND EVALUATION ASSETS ACQUIRED

	2019	2018
	\$	\$
Exploration assets acquired - Excelsior Gold Ltd	-	25,539,216
Exploration assets acquired – Vettersburg	180,767	-
Exploration assets acquired – P24/5178	300	-
Exploration assets acquired – Mayday and North Kanowna Gold Project	1,294,340	-
Total Exploration & Evaluation assets acquired/expensed during the period	1,475,407	25,539,216

Excelsior Gold Limited – Merger (Prior Year)

On 3 October 2018, Bardoc Gold Limited acquired 100% of the ordinary share capital and voting rights in Excelsior Gold Limited by way of a Scheme of Arrangement.

a) Acquisition consideration

As consideration for the balance of the issued capital of Excelsior Gold Limited, Spitfire issued 378,626,920 shares in Bardoc Gold Limited valued at \$26,882,511 (including merger acquisition premium/goodwill) and issued 6,340,580 share options exercisable at 11.04c per share expiring on 24 November 2018.

b) Acquisition premium/goodwill

The acquisition of Excelsior Gold Limited has been provisionally accounted for and determined as a Business Combination. The identifiable net assets of the acquiree are remeasured to their fair value on the date of acquisition (i.e. the date that control passes). Acquisition premium is calculated as the difference between the fair value of consideration transferred less the fair value of the identified net assets acquired. As it is the Groups accounting policy to expense exploration expenditure including acquisition costs as incurred, any excess of consideration over the fair value of the net assets of the acquiree has been immediately expensed (acquisition premium/goodwill). Details of the transaction are as follows:

	Fair Value \$
Fair value of:	
- Share consideration to acquire the balance of Excelsior Gold Limited - share capital	26,882,511
- Options issued to replace existing Excelsior Gold Limited options on issue	5,816
	<u>26,888,327</u>
- Provision for Stamp Duty on Acquisition	1,111,465
	<u>27,999,792</u>
Fair value of assets and liabilities held at acquisition date by Excelsior Gold:	
- Cash	2,974,207
- Trade & Other receivables	37,023
- Other assets	8,605
- Security deposits	72,454
- Exploration and Evaluation Assets*	25,539,216
- Property, plant & equipment	179,487
- Trade and other payables	(160,083)
- Provision for annual leave	(43,405)
- Provision for rehabilitation	(3,839,216)
Fair value of identifiable assets and liabilities assumed	<u>24,768,288</u>
Acquisition premium/goodwill expensed to profit or loss	<u>3,231,504</u>
Fair value of identifiable assets and liabilities assumed	24,768,288
*Adjustment to the fair value of exploration assets in accordance with the Group's accounting policy to expense exploration and evaluation costs as incurred	(25,539,216)
Fair value of identifiable assets and liabilities assumed	<u>(770,928)</u>

Fair value of the Excelsior Exploration and Evaluation Assets project was derived from an Independent valuation prepared by Dunbar Resources Management as part of the Scheme Booklet for the merger with Excelsior Gold Limited. A preferred value of \$21,700,000 (net of the required provision for rehabilitation) was adopted.

NOTE 10. SHARE BASED PAYMENTS

The grant date fair value of options or performance rights granted to directors and employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees become unconditionally entitled to the rights or options. The amount recognised as an expense is adjusted to reflect the actual number of share options or performance rights that vest, except for those that fail to vest due to market conditions not being met. The grant date fair value of options granted to consultants is recognised as a share-based expense on the date of issue with a corresponding increase in equity.

Share Options

All options granted are exercisable into ordinary shares in Bardoc Gold Limited, which confer a right of one ordinary share for every option held.

The fair value of share options granted have been valued using Black Scholes Methodology taking into account the terms and conditions as detailed below:

Unlisted Share Options								
Grant date	Option grant details of issue	Exercise Price	Share Price at date of issue	Expected volatility	Expiry date	Risk free interest rate	Value per option	Number of options
11/9/2019	Acquisition of the Vetersburg project	\$0.20	\$0.12	71.43%	11/9/2022	0.86%	\$0.0403	3,000,000
27/9/2019	Consultants	\$0.12	\$0.11	71.43%	27/9/2022	0.60%	\$0.0488	6,000,000

Performance Rights

The Company has the following Performance Rights issued to Directors, staff and consultants in existence during the current and prior reporting periods.

Performance Rights								
Class	Grant date	Expiry Date	No of Rights	Vested during the year	Rights Exercised	Rights Expired	Rights Vested	Rights Unvested
A	29/6/2017	29/6/2021	10,000,000	-	(6,000,000)	-	4,000,000	-
B	29/6/2017	29/6/2021	10,000,000	-	(5,000,000)	-	5,000,000	-
C	8/2/2018	8/2/2022	1,650,000	-	-	-	-	1,650,000
D	8/2/2018	8/2/2022	1,650,000	-	-	-	-	1,650,000
E	10/6/2019	10/6/2023	8,000,000	-	-	-	-	8,000,000
F	10/6/2019	10/6/2023	17,300,000	-	-	-	-	17,300,000
G	10/6/2019	10/6/2023	16,300,000	-	-	-	-	16,300,000
F	1/7/2019	10/6/2023	5,000,000	-	-	-	-	5,000,000
G	1/7/2019	10/6/2023	5,000,000	-	-	-	-	5,000,000
H	18/11/2019	18/11/2023	1,900,000	-	-	-	-	1,900,000
I	18/11/2019	18/11/2023	1,900,000	-	-	-	-	1,900,000

Valuation of the performance rights was undertaken with the following factors and assumptions being used in determining the fair value of each right on the grant date.

Class F Performance Rights					
Grant Date	Period (years)	Risk Free Rate	Valuation prior to probability	Combined Probability	Valuation per right
1 July 2019	4	1.1%	\$0.04212	90.0%	\$0.0379

Vesting Conditions

The Company delineating a minimum JORC Resource of greater than 3,000,000 ounces / 10-day BDC VWAP being greater than \$0.06 per Share and other than for reasons outside of the control of the Holder (such as invalidity, bona fide redundancy, or death) the holder remains employed or engaged with the Company for 12 months.

Class G Performance Rights					
Grant Date	Period (years)	Risk Free Rate	Valuation prior to probability	Combined Probability	Valuation per right
1 July 2019	4	1.1%	\$0.03712	37.5%	\$0.0139

Vesting Conditions

The Bardoc Board resolving for a decision to mine (**Decision Condition**) /10-day BDC VWAP being greater than \$0.08 per Share and other than for reasons outside of the control of the Holder (such as invalidity, bona fide redundancy, or death) the holder remains employed or engaged with the Company for 24 months.

Class H Performance Rights					
Grant Date	Period (years)	Risk Free Rate	Valuation prior to probability	Combined Probability	Valuation per right
18 November 2019	4	0.80%	\$0.05280	81.0%	\$0.0428

Vesting Conditions

Delivery of a Pre-Feasibility Study to the Board's satisfaction (**Feasibility Condition**) / 10-day BDC VWAP being greater than \$0.14 per Share and other than for reasons outside of the control of the Holder (such as invalidity, bona fide redundancy, or death) the holder remains employed or engaged with the Company for 12 months.

Class I Performance Rights					
Grant Date	Period (years)	Risk Free Rate	Valuation prior to probability	Combined Probability	Valuation per right
18 November 2019	4	0.80%	\$0.04858	37.5%	\$0.0182

Vesting Conditions

The Bardoc Board resolving for a decision to mine (**Decision Condition**) /10-day BDC VWAP being greater than \$0.18 per Share and other than for reasons outside of the control of the Holder (such as invalidity, bona fide redundancy, or death) the holder remains employed or engaged with the Company for 24 months.

NOTE 11. SHARES UNDER OPTION

The number and weighted average exercise prices of share options issued are as follows:

Consolidated	Weighted average exercise price	Number of options
Options outstanding as at 30 June 2019	14.18c	47,362,635
Issued	14.66c	9,000,000
Expired	13.08c	(14,462,635)
Issued (free attaching options, expiry 15 December 2020)	16.00c	75,892,500
Exercised	16.00c	(12,500)
Total Options outstanding at 31 December 2019	15.52c	117,780,000

The weighted average remaining contractual life of all options outstanding at year end was 1.15 years. The range of exercise prices of outstanding options at reporting date is from 5c to 20c.

NOTE 12. CONTINGENCIES

The Company has made a provision (refer note 8) for an estimate of duty that arises from the merger with Excelsior Gold Limited and the acquisition of the North Kanowna Star/Mayday projects. The final amount of duty payable remains contingent on the submissions by the Company and the assessment by the Office of State Revenue (WA).

Prior to the merger between Bardoc Gold Limited and Excelsior Gold Limited a dispute arose between GPM Resources Pty Ltd ("GPM") (100% subsidiary of Excelsior Gold Limited) and Golden Mile Milling Pty Ltd who were previously toll treating ore mined by GPM. The dispute relates to an unpaid amount due to GPM of \$236,712 that was offset against a purported stand down claim by Golden Mile Milling Pty Ltd. GPM instigated recovery proceedings in the District Court and the matter went to trial during June 2019. The company has not included a receivable in these financial statements and should GPM be successful in its recovery the Company will recognise any amount received in the financial statements in the year recovered.

NOTE 13. EVENTS AFTER THE BALANCE SHEET DATE

On 20 January 2020, 883,153 ordinary shares were bought back and cancelled pursuant to the Employee Incentive scheme. The cancellation of these shares cancelled the associated employee loans.

On 17 February 2020, the Company issued 400,000 Class H Performance Rights and 400,000 Class I Performance Rights to staff as part of the Bardoc Performance Rights plan.

There has not been any other matter or circumstance occurring subsequent to the end of the half year, that has 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.

DIRECTOR'S DECLARATION

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 11 to 28, are in accordance with the Corporations Act 2001 and:
 - Comply with Accounting Standards AASB 134: Interim Financial Reporting; and
 - Give a true and fair view of the financial position as at 31 December 2019 and of the performance for the half year ended on that date of the Company and consolidated Group.
2. In the Directors' opinion, 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 Board of Directors.



ROWAN JOHNSTON
DIRECTOR

Dated this 5th day of March 2020

Independent Auditor's Review Report

To the Members of Bardoc Gold Limited

We have reviewed the accompanying half-year financial report of Bardoc Gold Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the consolidated statement of financial position as at 31 December 2019, 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 statement of accounting policies, other selected explanatory notes and the directors' declaration of the Consolidated Entity, comprising the Company and the entities it controlled during the half-year.

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Directors Responsibility 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 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

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the 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 2019 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. As the auditor of the Consolidated Entity, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

Conclusion

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 Bardoc Gold Limited and Controlled Entities is not in accordance with the Corporations Act 2001 including:

- a. Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2019 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.



BENTLEYS
Chartered Accountants



DOUG BELL CA
Partner

Dated at Perth this 5th day of March 2020