Coolgardie Minerals Limited

ABN 53 145 676 900

(Receivers and Managers Appointed)

(Subject to Deed of Company Arrangement)

Interim Financial Report

Half-Year Ended 31 December 2018

Contents

These half-yearly financial statements do not include all the notes of the type normally included in the annual financial statements. Accordingly, the half-yearly financial statements are to be read in conjunction with the 2018 annual report and any public announcements made by Coolgardie Minerals Limited during the period from 1 July 2018 to the date of this report in accordance with the continuous disclosure requirements of the *Corporations Act 2001.*

Directors' Report

Your Directors present their half-yearly report of Coolgardie Minerals Limited ("Coolgardie Minerals" or "the Company") for the period 1 July 2018 to 31 December 2018.

Directors

The names of the Directors of Coolgardie Minerals Limited who held office during or since the interim reporting period and until the date of this report are as follows. All Directors were in office for the entire period unless otherwise stated:

Mr Neil Warburton	Non-Executive Chairman
Mr Bradd Granville	Managing Director
Mr Paul Jago	Non- Executive Director (resigned on 21 December 2018)
Mr Gregory Martin	Non- Executive Director
Mr Antony Middleton	Non- Executive Director

Review of Operations

Mining of Stage 1 of the Geko open pit operations commenced in late October 2018. As at 31 December, one package of ore was sold to Northern Star part of the Ore Sale Agreement executed in September 2018, delivering net revenue of $1.297 million (excluding GST). Pursuant to the Company's revenue recognition policy, revenue from the sale of gold, whilst the mine is under development, is offset against the costs of mine development.

The final physical results from Stage 1 were 7,980 tonnes at 5.94g/t Au containing gold of 1,524oz. In addition, 50,200 tonnes at 1.09g/t Au were stockpiled for future toll milling.

The sold ore represented the high-grade supergene zone located in the western area of the pit, and the conclusion of Stage 1 mining of Geko under the revised mine plan.

However, due to the overall grade and tonnes mined in Stage 1 not meeting budgeted production and resulting in an adverse impact on cashflow, the Company undertook a collaborative mining review with the mining contractor, SMS Innovative Mining Pty Ltd ("SMS") in December 2018 to reduce mining dilution within the ore zones to enable Geko to be mined in two further stages early in CY 2019.

As announced on 17 December 2018 the Company agreed to issue Convertible Notes for $1,500,000 and entered into an agreement with SMS to extend the payment terms in relation to $9.39 million of outstanding mining related invoices to enable sufficient working capital to proceed to Stage 2. The arrangement also required SMS to be granted security over CM1's assets to secure repayment of the amount owing with SMS agreeing for $7.3m payment to be deferred to the quarter ending 30 June 2019. (refer ASX announcement dated 17 December 2018)

The Company also entered into loan agreements with certain Directors and related parties for total borrowings of $1.06 million. These loans were subject to monthly interest payments at 16% with the principal repayable on 31 October 2019. The loans share second ranked security with the amount due to SMS over the assets of the company. Further information on the above noted financial arrangements is detailed in the ASX announcement dated 17 December 2018.

Despite the Company having diligently worked to optimise it's mine plan for Stages 2 & 3 as announced on 31 January 2019, mining of Stage 2 failed to deliver the required tonnes at the predicted grade of ore to continue operations with the Company having no alternative at the time than to appoint voluntary administrators on 28 February 2019.

Directors' Report (continued)

Events Subsequent to Balance Date

On 8 February 2019 the Company requested the Australian Stock Exchange ("ASX") to suspend trading of it's securities and on 28 February 2019 the Company appointed Pitcher Partners as Voluntary Administrators ("Administrators"). On 1 March 2019, Cor Cordis were appointed as Receivers and Managers ("Receivers") of the Company and took control of the Company's assets pursuant to securities that had been granted in favour to SMS Innovative Mining Pty Ltd ("SMS") in December 2018.

Following the appointment of the Administrators and Receivers, a resolution was passed by creditors at a creditors meeting held on 9 October 2019 approving a Holding Deed of Company Arrangement ("Holding DOCA") which provided the Receivers with additional time to finalise the asset realisation program and for SMS to agree terms upon which the Company could be recapitalised. The Holding DOCA had a termination date of the 7 February 2020.

At a creditors meeting held on 6 February a resolution was approved to adjourn the meeting for a period of up to 15 days.

At a creditors meeting held on 26 February the creditors approved a resolution to extend the Holding DOCA termination date to the 27 May 2020.

During February 2020, the Receivers concluded a sale of the Geko Gold Project with the funds being used to repay in full the Convertible Notes and partly repay SMS Innovative Mining Pty Ltd secured outstanding debt.

Auditor's Independence Declaration

The Auditor's Independence Declaration under section 307C of the Corporation Act 2001 can be found on the following page.

Antony Middleton
Director

Perth, Western Australia

Date: 12 March 2020

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AUDITOR'S INDEPENDENCE DECLARATION UNDER S307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF COOLGARDIE MINERALS LIMITED (RECEIVERS & MANAGERS APPOINTED) (SUBJECT TO DEED OF COMPANY ARRANGEMENT)

As auditor for the review of Coolgardie Minerals Limited for the half-year ended 31 December 2018, 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
- No contraventions of any applicable code of professional conduct in relation to the review.

SL Tan	Moore Stephens
Partner	Chartered Accountants

Signed at Perth on this 13th day of March 2020

Statement of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2018

	Note	(Reviewed) 6 months ended 31-Dec-18 $	(Reviewed) 7 months ended 31-Jan-18 $
Continuing operations			
Other income		**25,600**	**38**
Expenses			
Administration expenses	2	(1,279,274)	(590,030)
Exploration and evaluation expenses		(309,951)	(429,969)
Development expenditure	3	(14,638,814)	-
Tenement acquisition costs & other related costs		(197,491)	(400,275)
Other expenses		(303,276)	(41,597)
Total expenses		**(16,728,806)**	**(1,461,871)**
Loss before income tax expense		**(16,703,206)**	**(1,461,871)**
Income tax expense		-	**-**
Total loss for the year		**(16,703,206)**	**(1,461,871)**
Other comprehensive income		-	**-**
Total comprehensive income for the year		**(16,703,206)**	**(1,461,871)**
Earnings per share (cents per share)		**(0.16)**	**(0.01)**

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

Statement of Financial Position
As at 31 December 2018

	Note	31-Dec-18 $	30 Jun-18 $
ASSETS			
Current Assets			
Cash & cash equivalents		2,066,044	45,081
Trade & other receivables		89,612	101,671
Total Current Assets		2,155,656	146,752
Non-Current Assets			
Plant & equipment	4	292,186	115,486
Total Non-Current Assets		292,186	115,486
TOTAL ASSETS		2,447,842	262,238
LIABILITIES			
Current Liabilities			
Trade & other payables	5	15,273,997	3,237,192
Provisions		219,651	-
Interest bearing liabilities	6	2,682,571	517,237
Total Current Liabilities		18,176,219	3,754,429
Non-Current Liabilities			
Interest bearing liabilities	6	96,369	-
Provisions		-	-
Total Non-Current Liabilities		96,369	-
TOTAL LIABILITIES		18,272,588	3,754,429
NET LIABILITIES		(15,824,746)	(3,492,191)
EQUITY			
Issued capital	7	20,246,726	15,880,826
Reserves	8	340,502	335,751
Accumulated losses		(36,411,974)	(19,708,768)
TOTAL DEFICIT		(15,824,746)	(3,492,191)

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

Statement of Changes in Equity
For the half year ended 31 December 2018

	Note	Issued Capital	Share Based Payment Reserve	Accumulated Losses	Total
		$	$	$	$
Balance at 1 July 2018		**15,880,826**	**335,751**	**(19,708,768)**	**(3,492,191)**
Issue of shares		5,535,153	-	-	5,535,153
Share issue costs		(1,169,253)	-	-	(1,169,253)
Loss for the period		-	-	(16,703,206)	(16,703,206)
Employee share based payment		-	4,751	-	4,751
As at 31 Dec 2018		**20,246,726**	**340,502**	**(36,411,974)**	**(15,824,746)**

For the7 months ended 31 Jan 2018

	Note	Issued Capital	Share Based Payment Reserve	Accumulated Losses	Total
Balance at 1 July 2017		**12,418,520**	**-**	**(15,339,031)**	**(2,920,511)**
Issue of shares		2,104,515		-	2,104,515
Share issue costs		-	-	-	-
Loss for the period		-	-	(1,461,871)	(1,461,871)
Employee share based payment		-	244,000	-	244,000
As at 31 Jan 2018		**14,523,035**	**244,000**	**(16,800,902)**	**(2,033,867)**

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

Statement of Cash Flows
For the half year ended 31 December 2018

	6 months ended 31-Dec-18 $	7 months ended 31-Jan-18 $
Cash flows from operating activities		
Payments to suppliers and employees	(5,063,215)	(2,109,012)
Payments for exploration and evaluation expenditure	(309,951)	-
Ore sales during pre-commissioning phase of mine	1,297,222	-
Interest received	-	38
Interest Paid	(74,598)	-
Other Income	25,600	-
Net cash outflow from operating activities	**(4,124,942)**	**(2,108,974)**
Cash flows from investing activities		
Payments made for property, plant and equipment	(197,575)	(2,447)
Proceeds from disposal of property, plant and equipment	-	34,448
Net cash outflow from investing activities	**(197,575)**	**(32,001)**
Cash flows from financing activities		
Proceeds from share issue	5,251,030	2,114,515
Payments for share issue costs	(1,169,253)	(10,000)
Proceeds from borrowing	2,165,334	-
Repayment of borrowings	-	(93,072)
Proceeds from finance leases	103,957	-
Repayment of finance leases	(7,588)	-
Net cash inflow from financing activities	**6,343,480**	**2,011,443**
Net increase/(decrease) in cash and cash equivalents	2,020,963	(65,530)
Cash and cash equivalents at beginning of period	45,081	93,664
Cash and cash equivalents at end of the period	**2,066,044**	**28,134**

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

Notes to the Financial Statements

1. a) Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2018 have been prepared in accordance with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001, Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board and International Financial Reporting Standards as issued by the International Accounting Standards Board. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

This interim financial report does not include full disclosures of the type normally included in an annual report. It is recommended that this financial report to be read in conjunction with the annual financial report for the year ended 30 June 2018 and any public announcements made by Coolgardie Minerals Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies have been consistently applied with those of the previous financial year and corresponding interim reporting period, except in relation to the matters disclosed below.

The entity has adopted all new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the Company's accounting policies.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Company.

The directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2018. As a result of this review, the directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the company and, therefore, no change is necessary to Company's accounting policies.

b) Going Concern

As at 31 December 2018, the Company's current liabilities exceeded its current assets by $16,020,563 and the Company's equity deficiency totalled ($15,824,746). The Company recorded a loss of $4,369,737 for the year ended 30 June 2018 and a loss of $16,703,206 for the half year ended 31 December 2018.

On 8 February 2019, the Company requested the Australian Stock Exchange ("ASX") to suspend trading of its securities and on 28 February 2019 the Company appointed Pitcher Partners as Voluntary Administrators ("Administrators"). On 1 March 2019, Cor Cordis were appointed as Receivers and Managers ("Receivers") of the Company and took control of the Company's assets pursuant to securities that had been granted in favour to SMS Innovative Mining Pty Ltd ("SMS") in December 2018.

Following the appointment of the Administrators and Receivers, a resolution was passed by creditors at a creditors meeting held on 9 October 2019 approving a Holding Deed of Company Arrangement ("Holding DOCA") which provided the Receivers with additional time to finalise the asset realisation program and for SMS to agree terms upon which the Company could be recapitalised. The Holding DOCA had a termination date of the 7 February 2020.

At a creditors meeting held on 6 February 2020 a resolution was approved to adjourn the meeting for a period of up to 15 days.

Notes to the Financial Statements (continued)

At a creditors meeting held on 26 February 2020 the creditors approved a resolution to extend the Holding DOCA termination date to the 27 May 2020.

The time extension provides the Administrators sufficient time to obtain clarity from the ASX as to the terms upon which Company can be recapitalised and resume trading its securities on the ASX.

The Directors believe that at the date of signing the financial report, there are reasonable grounds to believe that, subject to receiving certain ASX approvals and obtaining support from investors, the Company will be able to continue as a going concern.

However, should the ASX approvals not be obtained and/or the Company is unable to raise sufficient new funding, the Company will be unable to settle its debts.

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

c) Revenue Recognition

Gold sales

Revenue from sale of gold received whilst the mine is under development is shown as offset against the costs of mine development.

Revenue from gold sales received after the mine has commenced commercial operations is recognised and measured at the fair value of the consideration received or receivable, when the amount of revenue can be reliably measured and it is probable that future economic benefits will flow to the Company. The specific recognition criteria for the Company's gold sales is upon dispatch of the gold bullion from the mine site as this is the point at which the significant risks and rewards of ownership and control of the product passes to the customer. Adjustments are made for variations in gold price, assay and weight between the time of dispatch and the time of final settlement.

d) Mine Properties Under Development

Mine properties under development represents the costs incurred in preparing mines for production and includes plant and equipment under construction and operating costs incurred before commercial operations commences. These costs are either capitalised to the extent they are expected to be recouped through the successful exploitation of the related mining leases, or expensed. Where the costs are capitalised, once production commences, these costs are transferred to property, plant and equipment and mine properties, as relevant, and are depreciated and amortised using the units-of-production method based on the estimated economically recoverable reserves to which they relate or are written off if the mine property is abandoned.

e) Trade and other payables

Trade payables and other accounts payable are recognised when the Company becomes obliged to make future payments resulting from the purchase of goods and services.

f) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Notes to the Financial Statements (continued)

g) Income tax

The income tax expense or revenue for the year is the tax payable on the current year's taxable income based on the notional income tax rate, adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

A deferred tax asset for unused tax losses is recognised only if it is probable that future taxable amounts will be available to utilise losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis or to realise the assets and settle the liability simultaneously.

h) **New Accounting Standards for application in future periods**

Accounting Standards issued by the AASB that are not yet mandatorily applicable to the company, together with an assessment of the potential impact of such pronouncements of the company when adopted in future periods, are discussed below:

AASB No.	Title	Application date of standard	Issue date
AASB 9	Financial instruments	1 January 2018	December 2014
AASB 15	Revenues from contracts with customers	1 January 2018	October 2015
AASB 16	Leases	1 January 2019	February 2016

The directors' assessment is that there would be no material impact arising from the above standards given the current stage of the company's operations.

i) Financial instruments

Financial instruments issued by the Company comprise convertible notes that can be converted into a variable number of ordinary shares. Convertible notes issued by the Company include embedded derivatives (option to convert to variable number of shares in the Company) and are recognised as financial liabilities in the Notes to the Interim Financial Statements For the Period Ending 31 December 2018 at fair value through profit or loss. On initial recognition, the fair value of the convertible note will equate to the proceeds received and subsequently the liability is measured at fair value at each reporting period until settlement. The fair value movements are recognised on the profit and loss as finance costs. The convertible note derivative liability is removed from the Statement of Financial Position when the obligations specified in the Contract are discharged. This can occur at maturity date, when the convertible notes convert to equity. Convertible note derivative liabilities are classified as current or non-current based on the maturity date of the convertible note. The carrying amount of financial instruments approximate their fair value as they are short term.

j) Comparatives

The current reporting period results comprise of six months of operations from 1 July 2018 to 31 December 2018, representing the Company's first half-year reporting period following its admission to the official list of the Australian Stock Exchange (ASX) in August 2018. The corresponding period results comprise of the reviewed 7 months of operations from 1 July 2017 to 31 January 2018. A copy of the reviewed 31 January 2018 financial statements were previously announced/lodged with the ASX on 28 August 2018. The comparative figures for the statement of profit or loss and other comprehensive income, statement of cash flows and statement of changes in equity and related notes are for the 7 months from 1 July 2017 to 31 January 2018.

Notes to the Financial Statements (continued)

2. Administration Expenses

	6 months ended 31-Dec-18 $	7 months ended 31-Jan-18 $
Employee & related on-costs	785,786	366,112
General and Administration	144,136	65,997
Services and Fees	50,684	21,781
Rent	34,781	16,054
Legal Fees	189,289	5,705
Other	74,598	-
Total administration expenses	**1,279,274**	**475,649**

3. Development Expenditure

	6 months ended 31-Dec-18 $	7 months ended 31-Jan-18 $
Development Expenditure	**14,638,814**	**-**

(i) All mine development expenditure in relation to the Geko Gold Project has been expensed.

4. Plant & Equipment

	31-Dec-18 $	30-Jun-18 $
Non-Current		
Property, plant and equipment	**292,186**	**115,486**
Movement		
Opening balance	115,486	185,764
Additions/ disposals	197,575	(22,992)
Depreciation expense	(20,875)	(32,302)
Impairment of carrying values	-	(14,984)
Total property, plant and equipment	**292,186**	**115,486**

Notes to the Financial Statements (continued)

5. Trade and Other Payables

	30-Dec-18 $	30-Jun-18 $
Trade and other payables	13,119,106	2,612,143
Accruals	2,154,887	625,049
Total other payables (i)	**15,273,993**	**3,237,192**

(i) Due to the short-term nature of current payables the carrying amount is assumed to be the same as their fair value.

6. Interest Bearing Liabilities

	31-Dec-18 $	30-Jun-18 $
Interest Bearing Liabilities – Current	2,682,571	**517,237**
Interest Bearing Liabilities – Non-Current	96,369	**-**
Interest Bearing Liabilities Total	**2,778,940**	**517,237**
Convertible Notes (1)	1,500,000	**-**
Convertible Notes – accrued interest	6,250	-
Director loans	1,109,984	337,000
Lease liabilities	162,706	-
Other interest bearing loans	-	175,000
Other loans	-	5,237
Total Interest bearing liabilities	**2,778,940**	**517,237**

(1) During the half-year, the Company recognised interest bearing liabilities of $1,500,000 in relation to the issue of 1,500,000 convertible notes, refer ASX announcement dated 17 December 2018. Since balance date, the Company has received confirmation that the Convertible Notes have been repaid in full.

7. Issued Capital

	31-Dec-18 $	31-Dec-18 No. of shares	30-Jun-18 $	30-Jun-18 No. of shares
Ordinary fully paid shares	20,246,726	104,641,369	15,880,826	76,965,606
Reconciliation of contributed equity				
Balance at beginning of period	15,880,826	76,965,606	12,418,520	98,573,585
Share issue to investors	-	-	2,309,291	21,076,555
Share Consolidation	-	-	(25,000)	(61,522,389)
Share issue as loan repayment	-	-	112,200	1,349,167
Share issue through IPO	5,251,030	26,255,150	-	-
Share issue for services and assets acquired	154,123	770,613	88,000	550,000
Share issue pursuant to performance rights	60,000	300,000	-	-
Share issued as Directors fees	70,000	350,000	1,060,515	16,938,688
Costs of capital raise	(1,169,253)	-	(82,700)	-
Balance at end of period	**20,246,726**	**104,641,369**	**15,880,826**	**76,965,606**

Notes to the Financial Statements (continued)

8. Share Based Payments Reserve

Details	31-Dec-18 $	30-Jun-18 $
Share based payments reserve consists of		
Share options	335,751	335,751
Performance rights expensed (1)	4,751	-
	340,502	**355,751**

(1) On 2October 2018, a total of 900,000 Director Performance Rights were granted to the Managing Director, Bradd Granville as detailed in the following table.
(2) Tranche 1 of the Performance Rights have vested and 300,000 shares issued to the Managing Director.
(3) Tranche 2 of the Performance Rights lapsed unvested on 20 September 2019

Issue Date	Vesting Condition	Number	Value	Expiry Date
2 October 2018	Mining commencement by 31 Oct 2018	300,000	$0.12	31-Oct-18
2 October 2018	Mining completion and debt repaid by 30 Sep 2019	300,000	$0.12	30-Sep-19
2 October 2018	JORC Resource of at least 4 MT with 260koz contained gold	300,000	$0.12	30-Jun-21

9. Contingent Assets and Liabilities

As at 31 December 2018, the Company does not have any material contingent assets or liabilities (30 June 2018: see disclosure in Annual Report for the year ended 30 June 2018).

Other than noted above, there have been no significant changes to the commitments and contingencies disclosed since the last annual reporting date.

10. Operating Segments

For management purposes, the Company's operations are organised into one operating segment domiciled in the same country, which involves the exploration and development of gold minerals in Australia. All of the Company's activities are inter-related, and the discrete financial information is reported to the Managing Director as a single segment. Accordingly, all significant operating decisions are based upon analysis of the company as one segment. The financial results from this segment are equivalent to the statement of comprehensive income. The accounting policies applied for internal reporting purposes are consistent with those applied in the preparation of these financial statements.

11. Commitments and Contingencies

Farm-in and Joint Venture Agreements

The company has committed to entering into a contributing exploration joint venture agreement, in respect of any future mining activities, with Gekogold Pty Ltd (100% owned subsidiary of Bulletin Resources Limited) on a 70:30 basis on the Mining Lease area outside of the planned Geko open pit.

Notes to the Financial Statements (continued)

Office Rent

There is one operating lease being a rental lease for the Company's premises which was terminated after balance date. The amount payable was $3,000 plus GST per month exclusive of variable outgoings, with the lease termination date being 14 June 2021 with a 3-year option.

	31-Dec-18	30-Jun-17
	$	$
No later than 12 months	36,000	36,000
Between 12 months & 5 years	51,000	69,000
Later than 5 years	-	-
	87,000	105,000

Exploration Expenditure Commitments

In order to maintain current rights of tenure to exploration tenements, the company is required to meet rent and rate commitments and perform minimum exploration work to meet the minimum expenditure requirements specified by the relevant authorities. These obligations are subject to renegotiation when an application for a mining lease is made and at other times.

12. Events Subsequent to the Reporting Date

On 8 February 2019 the Company requested the Australian Stock Exchange ("ASX") to suspend trading of its securities and on 28 February 2019 the Company appointed Pitcher Partners as Voluntary Administrators ("Administrators").

On 1 March 2019, Cor Cordis were appointed as Receivers and Managers ("Receivers") of the Company and took control of the Company's assets pursuant to securities that had been granted in favour to SMS Innovative Mining Pty Ltd ("SMS") in December 2018.

Following the appointment of the Administrators and Receivers, a resolution was passed by creditors at a creditors meeting held on 9 October 2019 approving a Holding Deed of Company Arrangement ("Holding DOCA") which provided the Receivers with additional time to finalise the asset realisation program and for SMS to agree terms upon which the Company could be recapitalised.

The Holding DOCA had a termination date of the 7 February 2020.

At a creditors meeting held on 6 February 2020 a resolution was approved to adjourn the meeting for a period of up to 15 days.

At a creditors meeting held on 26 February 2020 the creditors approved a resolution to extend the Holding DOCA termination date to the 27 May 2020.

During February 2020, the Receivers concluded a sale of the Geko Gold Project with the funds being used to repay in full the Convertible Notes and partly repay SMS Innovative Mining Pty Ltd's secured outstanding debt.

No other matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

13. Related Party Disclosure

a) Transactions with Key Management Personnel

Details relating to key management personnel, including loans and remuneration paid, are below.

Details	31-Dec-18 $
Director Loans (1)	1,109,984
Interest Accrued on Director Loans (1)	24,263
Share Issue as short-term benefits	60,000
Share Issue as Director fees (2)	70,000
Performance rights expensed (3)	4,751

(1) On 13 December 2018, the Company entered into Loan Agreements and General Security Agreements with parties related to Neil Warburton and Bernard Martin in relation to Director loans. The Loans are at an interest rate of 16% and mature on 31 October 2019 and the security is subordinated to the security granted to SMS and The Convertible Notes holders. Since balance date, the Administrator's have provided confirmation that the security has lapsed with the result that the Director Loans are unsecured, leaving SMS as the sole remaining secured creditor.
(2) All Key Management Personnel service agreements remain as disclosed in the Company's Annual Financial Report for the year ended 30 June 2018
(3) Performance rights granted to Bradd Granville (Refer note 8)

Director's Declaration

The directors of the Company declare that:

1) The financial statements and notes are in accordance with the *Corporations Act 2001* and:

    a) comply with the Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*;

    b) give a true and fair view of the Company's financial position as at 31 December 2018 and of its performance, as represented by the results of its operations, changes in equity and its cash flows for the period from 1 July 2018 to 31 December 2018.

2) Subject to the matters highlighted in Note 1(b), there are reasonable grounds to believe to believe that the Company will be able to continue as a going concern.

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

Mr Neil Warburton
Non-Executive Chairman

12 March 2020
Perth, Western Australia

MOORE STEPHENS

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF COOLGARDIE MINERALS LIMITED
(RECEIVERS & MANAGERS APPOINTED)
(SUBJECT TO DEED OF COMPANY ARRANGEMENT)

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Report on the Half-Year Financial Report

Disclaimer of Opinion

We were engaged to review the accompanying half-year financial report of Coolgardie Minerals Limited (the company), which comprises the statement of financial position as at 31 December 2018, the statement of profit or loss and other comprehensive income, statement of changes in equity, the statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

We do not express an opinion on the accompanying half-year financial report of the Company. Because of the significance of the matter described in the *Basis for Disclaimer of Auditor's Review Conclusion* of our report, we are unable to provide a conclusion on this financial report.

Basis for Disclaimer of Auditor's Review Conclusion

As detailed in Note 1(b) to the half-year financial report, as at 31 December 2018 the Company is in a net deficit position of $15.825 million having reported a net loss for the period of $16.703 million. At balance date, net current liabilities exceeded total current assets by $16.021 million. The Company was placed into external administration on 28 February 2019, and as of the date of this report, remains under external administration with limited cash available to fulfil its short-term expenditure commitments. The Company's ability to continue as a going concern is dependent on its ability to secure a deed of company arrangement with major creditors and lenders to forgive or defer repayments of their debts and securing additional funding from future equity raisings. The Company's ability to raise future equity funding is contingent upon receiving regulatory approvals from the Australian Stock Exchange (ASX) as to terms upon which the Company can be recapitalised in order to resume its listing on the ASX.

As a result of the matters described above and in Note 1(b), we have been unable to obtain sufficient appropriate evidence as to whether the above funding outcomes can be achieved and we have therefore been unable to determine whether it is appropriate to prepare the financial statements on a going concern basis.

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 (including Australian Accounting Interpretations) 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 is free from material misstatement, whether due to fraud or error.

MOORE STEPHENS

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 Standards on Review Engagements ASRE 2410: *Review of Interim and Other Financial Reports 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 half-year financial report is not in accordance with the *Corporations Act 2001* including:

a. giving a true and fair view of the company's financial position as at 31 December 2018 and its performance for the half-year ended on that date; and

b. complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

As the auditor of the company, 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 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. Because of the matters described in the *Basis for Disclaimer of Auditors' Review Conclusion* section of our review report, we are not able to obtain sufficient audit evidence to provide a basis for an audit review conclusion on the financial report.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the company, would be in the same terms if provided to the directors as at the time of this auditor's review report.

Moore Stephens

MOORE STEPHENS
Chartered Accountants

SL TAN
Partner

Dated this 13th March 2020 in Perth, Western Australia