



LATIN RESOURCES LIMITED  
ACN: 131 405 144

Unit 3, 32 Harrogate Street, West  
Leederville, Western Australia 6008  
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11 September 2020

## Extension to lodge auditor reviewed Half-Yearly Accounts

Latin Resources Limited (“Latin” or “the Company”) advises that it intends to rely on the ASIC relief and associated ASX class waiver to extend lodgement for its auditor reviewed Half-Yearly Accounts for the period ended 30 June 2020, for the following reasons:

- Due to COVID-19, the Company’s Annual General Meeting (AGM) was delayed to 31 July 2020
- The late AGM resulted in the delayed appointment of the Company’s new auditor, Hall Chadwick
- The new auditor requires more time to complete their half-year review due to the COVID-19 related lockdown affecting the Company’s operations in Latin America, in particular Peru, which has been badly affected by COVID-19.

As required by the ASX class waiver, the Company is including its unreviewed Half-Yearly Accounts with this announcement.

The Company confirms that it will immediately make a further announcement if it becomes aware that there will be a material difference between the unreviewed Half-Yearly Accounts and the reviewed Half-Yearly Accounts.

### **For further information please contact:**

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Company Secretary  
Latin Resources Limited  
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**ABN 81 131 405 144**

**Unreviewed Half Yearly Report  
30 June 2020**

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## DIRECTORY

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### Directors

Mr David Vilensky  
(Non-Executive Chairman)

Mr Christopher Gale  
(Executive Director)

Mr Brent Jones  
(Non-Executive Director)

### Company Secretary

Ms Sarah Smith

### Principal & Registered Office

Unit 3, 32 Harrogate Street  
West Leederville, WA 6007  
Telephone: +61 8 6117 4798  
E-mail: [info@latinresources.com.au](mailto:info@latinresources.com.au)

### Peru Office

Calle Cura Bejar 190  
Oficina 303  
San Isidro  
Lima, Peru  
Telephone: +51 1 207 0490

### Argentina Office

Maipú 1210 Piso 8 (C1006ACT) CABA,  
Buenos Aires, Argentina  
Telephone: +54 11 4872 8142

### Stock Exchange

Australian Securities Exchange (ASX: LRS)

### Website

[www.latinresources.com.au](http://www.latinresources.com.au)

### Share Registry

Computershare Investor Services Pty Limited  
Level 11  
172 St Georges Terrace  
Perth, WA 6000  
Telephone: +61 8 9323 2000

### Solicitors

Steinepreis Paganin  
Level 4  
The Read Buildings  
16 Milligan Street  
Perth, WA 6000

### Bankers

Australia and New Zealand Banking Group  
(ANZ)  
6/464 Hay Street  
Subiaco WA 6008

National Australia Bank (NAB)  
100 St Georges Terrace  
Perth, WA 6000

### Auditors

Hall Chadwick Audit (WA) Pty Ltd  
283 Rokeby Road  
SUBIACO WA 6008

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**For the six months ended 30 June 2020**

	Note	6 months to 30 June 2020	6 months to 30 June 2019
			\$
Revenue	4(a)	221	464
Other income	4(b)	72,349	80,577
Depreciation expense		(9,300)	(5,403)
Employee benefits expense	5(c)	(244,913)	(257,656)
Finance costs	5(a)	(1,669,714)	(1,010,303)
Equity share of associated company loss		-	(161,409)
Loss on fair value of financial asset through profit or loss		-	(443,456)
Other expenses	5(b)	(448,324)	(776,030)
<b>Loss before income tax</b>		<b>(2,299,681)</b>	<b>(2,573,216)</b>
Income tax benefit		-	-
<b>Loss after income tax</b>		<b>(2,299,681)</b>	<b>(2,573,216)</b>
<b>Loss attributable to owners of the Group</b>		<b>(2,299,681)</b>	<b>(2,573,216)</b>
<b>Other comprehensive income</b>			
<i>Items that may be reclassified to profit or loss in subsequent periods:</i>			
Exchange differences on translating foreign operations		197,420	177,865
<b>Total comprehensive loss for the period attributable to owners of the Group</b>		<b>(2,102,261)</b>	<b>(2,395,351)</b>
Basic and diluted loss per share (cents)		(1.3)	(0.10)

*The above Consolidated Statement of Profit or Loss and Other Comprehensive income should be read in conjunction with the accompanying notes.*

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
as at 30 June 2020

	Note	30 June 2020	31 December 2019
		\$	\$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	184,635	733,282
Trade and other receivables	7(a)	501,315	575,147
Other financial assets		43,700	43,700
<b>Total current assets</b>		<b>729,650</b>	<b>1,352,129</b>
<b>Non-current assets</b>			
Trade and other receivables	7(b)	-	1,710,528
Plant & equipment		47,767	55,757
Exploration & evaluation assets	8	11,822,310	9,598,392
<b>Total non-current assets</b>		<b>11,870,077</b>	<b>11,364,677</b>
<b>Total assets</b>		<b>12,599,727</b>	<b>12,716,806</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	9	1,932,455	1,693,434
Interest bearing loans and borrowings	10	2,369,768	2,535,755
Deferred consideration	11(a)	1,457,089	22,000
Provisions		61,928	41,330
<b>Total current liabilities</b>		<b>5,821,240</b>	<b>4,292,519</b>
<b>Non-current liabilities</b>			
Deferred consideration	11(b)	9,297,224	9,161,111
<b>Total non-current liabilities</b>		<b>9,297,224</b>	<b>9,161,111</b>
<b>Total liabilities</b>		<b>15,118,464</b>	<b>13,453,630</b>
<b>Net (deficiency)/assets</b>		<b>(2,518,737)</b>	<b>(736,824)</b>
<b>EQUITY</b>			
Contributed equity	12	48,513,632	48,218,621
Reserves	13	11,189,967	10,967,210
Accumulated losses		(62,222,336)	(59,922,655)
<b>Total equity</b>		<b>(2,518,737)</b>	<b>(736,824)</b>

*The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.*

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**For the half-year ended 30 June 2020**

	Issued capital \$	Share based payment reserve \$	Foreign currency translation reserve \$	Accumulated losses \$	Total \$
<b>Balance at 1 January 2020</b>	<b>48,218,621</b>	<b>5,067,448</b>	<b>5,899,762</b>	<b>(59,922,655)</b>	<b>(736,824)</b>
Loss for the period	-	-	-	(2,299,681)	<b>(2,299,681)</b>
Other comprehensive income/(loss)	-	-	197,420	-	<b>197,420</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>-</b>	<b>-</b>	<b>197,420</b>	<b>(2,299,681)</b>	<b>(2,102,261)</b>
Issue of shares	317,377	-	-	-	<b>317,337</b>
Share based payments	-	25,337	-	-	<b>25,377</b>
Cost of equity issues	(22,366)	-	-	-	<b>(22,366)</b>
<b>Balance at 30 June 2020</b>	<b>48,513,632</b>	<b>5,092,785</b>	<b>6,097,182</b>	<b>(62,222,336)</b>	<b>(2,518,737)</b>
<b>Balance at 1 January 2019</b>	<b>45,902,186</b>	<b>4,617,161</b>	<b>5,227,684</b>	<b>(54,383,501)</b>	<b>1,363,530</b>
Loss for the period	-	-	-	(2,573,216)	<b>(2,573,216)</b>
Other comprehensive income	-	-	177,865	-	<b>177,865</b>
<b>Total comprehensive (loss) for the period</b>	<b>-</b>	<b>-</b>	<b>177,865</b>	<b>(2,573,216)</b>	<b>(2,395,351)</b>
Issue of shares	1,540,937	-	-	-	<b>1,540,937</b>
Share based payments	-	214,637	-	-	<b>214,637</b>
Cost of equity issues	(46,580)	-	-	-	<b>(46,580)</b>
<b>Balance at 30 June 2019</b>	<b>47,396,543</b>	<b>4,831,798</b>	<b>5,405,549</b>	<b>(56,956,717)</b>	<b>677,173</b>

*The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.*

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**for the six months ended 30 June 2020**

	Note	6 months to 30 June 2020	6 months to 30 June 2019
		\$	\$
<b>Cash flows from operating activities</b>			
Other Income		24,568	-
Payments to suppliers and employees		(140,102)	(357,578)
Interest received		221	464
Interest paid		(14,150)	(1,395)
<b>Net cash flows (used in) operating activities</b>		<b>(129,463)</b>	<b>(358,509)</b>
<b>Cash flows from investing activities</b>			
Payments for exploration & evaluation costs		(246,195)	(541,543)
<b>Net cash flows (used in) investing activities</b>		<b>(246,195)</b>	<b>(541,543)</b>
<b>Cash flows from financing activities</b>			
Proceeds from the issue of equity		317,377	523,100
Proceeds from borrowings		-	250,000
Capital raising costs		(22,366)	(46,580)
Repayment of borrowings		(468,000)	-
<b>Net cash flows from financing activities</b>		<b>(172,989)</b>	<b>726,520</b>
<b>Net (decrease) in cash and cash equivalents</b>		<b>(548,647)</b>	<b>(173,532)</b>
Cash and cash equivalents at the beginning of the period		733,282	204,764
Effects of movement in foreign exchange		-	-
<b>Cash and cash equivalents at the end of the period</b>	6	<b>184,635</b>	<b>31,232</b>

*The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.*



## CONDENSED NOTES TO THE FINANCIAL STATEMENTS for the half-year ended 30 June 2020

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### 1. CORPORATE INFORMATION

The unreviewed preliminary interim consolidated financial statements of Latin Resources Limited (**the Company**) and its subsidiaries (collectively, **the Group**) for the six months ended 30 June 2020 were authorised in accordance with a resolution of the directors on 11 September 2020.

The Company is a for profit company limited by shares, incorporated and domiciled in Australia whose shares are publicly traded on the Australian Securities Exchange.

The principal activity of the Group during the half-year was mineral exploration and evaluation.

### 2. BASIS OF PREPARATION AND CHANGES TO GROUP'S ACCOUNTING POLICIES

#### Basis of preparation

The unreviewed interim consolidated financial statements for the six months ended 30 June 2020 have been prepared in accordance with AASB 134 *Interim Financial Reporting*.

The unreviewed interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements as at 31 December 2019.

#### Changes in accounting policies, accounting standards and interpretations

The accounting policies adopted in the preparation of the unreviewed interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2019.

The Group has also reviewed all new Standards and Interpretations that are applicable on or after 1 January 2020 and determined that their application to the financial statements is not relevant or not material.

#### Going concern

The unreviewed interim consolidated financial statements have been prepared on the going concern basis, which assumes continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

For the six months ended 30 June 2020 the Group incurred a loss of \$2,299,681 (2019: \$2,573,216) and had net cash outflows used in operating and investing activities of \$375,658 (2019: \$900,052). Cash and cash equivalents at 30 June 2020 amount to \$184,635 (31 December 2019: \$733,282).

As at 30 June 2020, the Directors have prepared a cash flow forecast, which indicates that the Group will have sufficient cash flows to meet all commitments and working capital requirements for the 12 months period from the date of signing this half-year financial report.

The Directors believe it is appropriate to prepare these accounts on a going concern basis because:

- The Group has raised over \$1.2 million via Share Purchase Plan and private placement subsequent to 30 June 2020, which were both heavily oversubscribed;
- The Group has converted the outstanding convertible note of \$520,000 to fully paid ordinary shares subsequent to 30 June 2020;
- The Group has the support of Lind as provider of convertible security funding and substantial shareholder;
- The Directors have an appropriate plan to raise additional funds as and when they are required. In light of the Group's current exploration and project development, the Directors believe that the additional capital required can be raised in the market; and
- The Directors have an appropriate plan to contain certain expenditure if appropriate funding is unavailable.

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
**for the half-year ended 30 June 2020**

**3. SEGMENT INFORMATION**

The Group has identified its operating segments based on the internal reports that are reviewed and used by senior management in assessing performance and in determining the allocation of resources.

The Group's four operating segments are Australia, Peru and Argentina. Discrete financial information regarding these operating segments is reported to senior management on a monthly basis. The accounting policies used by the Group in reporting segments internally are the same as the Group's accounting policies.

The following is an analysis of the Group's revenues, results, assets and liabilities by reportable operating segment for the periods under review.

<b>Six months to 30 June 2020</b>	<b>Australia</b>	<b>Peru</b>	<b>Argentina</b>	<b>Brazil</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Revenue</b>					
Interest revenue	221	-	-	-	221
Other income	64,920	7,429	-	-	72,349
<b>Total segment revenue</b>	<b>65,141</b>	<b>7,429</b>	<b>-</b>	<b>-</b>	<b>72,570</b>
<b>Expenses</b>					
Depreciation expense	(3,530)	(5,770)	-	-	(9,300)
Employee benefits expense	(186,857)	(58,056)	-	-	(244,913)
Interest expense	(377,390)	(1,290,571)	-	-	(1,667,961)
Share based payments	(25,337)	-	-	-	(25,337)
Borrowing costs	-	-	-	-	-
Equity share of associated company loss	-	-	-	-	-
Net foreign exchange (loss)	(718)	(580)	(56,665)	-	(57,963)
Other expenses	(185,334)	(121,134)	(60,309)	-	(366,777)
	<b>(779,166)</b>	<b>(1,476,111)</b>	<b>(116,974)</b>	<b>-</b>	<b>(2,372,251)</b>
<b>Segment loss</b>	<b>(714,025)</b>	<b>(1,468,682)</b>	<b>(116,974)</b>	<b>-</b>	<b>(2,299,681)</b>
<b>Segment assets</b>	<b>556,654</b>	<b>7,461,947</b>	<b>4,109,535</b>	<b>471,591</b>	<b>12,599,727</b>
<b>Segment liabilities</b>	<b>(3,212,198)</b>	<b>(11,689,962)</b>	<b>(185,397)</b>	<b>(30,907)</b>	<b>(15,118,464)</b>
<b>Additions to non-current assets</b>					
Plant & equipment	-	-	-	-	-
Exploration and evaluation assets	21,665	1,856,477	345,776	-	2,223,918
<b>Total</b>	<b>21,665</b>	<b>1,856,477</b>	<b>345,776</b>	<b>-</b>	<b>2,223,918</b>

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
for the half-year ended 30 June 2020

**3. SEGMENT INFORMATION continued**

	Australia \$	Peru \$	Argentina \$	Brazil \$	Total \$
<b>Six months to 30 June 2019</b>					
<b>Revenue</b>					
Interest revenue	464	-	-	-	464
Other income	-	80,577	-	-	80,577
<b>Total segment revenue</b>	<b>464</b>	<b>80,577</b>	<b>-</b>	<b>-</b>	<b>81,041</b>
Depreciation expense	-	(5,403)	-	-	(5,403)
Employee benefits expense	(148,805)	(75,939)	-	-	(224,744)
Share based payments	(32,912)	-	-	-	(32,912)
Interest expense	(317,606)	(557,216)	-	-	(874,822)
Borrowing costs	(132,357)	-	-	-	(132,357)
Equity share of associated company loss	(161,409)	-	-	-	(161,409)
Net foreign exchange (loss)	(2,869)	-	(367,828)	-	(370,697)
Other expenses	(776,223)	(63,456)	(12,234)	-	(851,913)
	(1,572,181)	(702,014)	(380,062)	-	(2,654,257)
<b>Segment loss</b>	<b>(1,571,717)</b>	<b>(621,437)</b>	<b>(380,062)</b>	<b>-</b>	<b>(2,573,216)</b>
<b>As at 31 December 2019</b>					
<b>Segment assets</b>	<b>1,061,909</b>	<b>7,311,812</b>	<b>3,864,522</b>	<b>478,563</b>	<b>12,716,806</b>
<b>Segment liabilities</b>	<b>(3,176,552)</b>	<b>(10,204,784)</b>	<b>(31,309)</b>	<b>(40,985)</b>	<b>(13,453,630)</b>
<b>Additions to non-current assets</b>					
Plant & equipment	-	-	-	-	-
Exploration and evaluation assets	201,631	163,175	(82,630)	450,207	732,383
<b>Total</b>	<b>201,631</b>	<b>163,175</b>	<b>(82,630)</b>	<b>450,207</b>	<b>732,383</b>

	6 months to 30 June 2020 \$	6 months to 30 June 2019 \$
<b>4. REVENUES</b>		
<b>(a) Finance revenue</b>		
Interest income	221	464
<b>(b) Other revenue</b>		
Sundry income	60,789	80,577
Gain on fair value of financial asset through profit and loss	11,560	-
	<b>72,349</b>	<b>80,577</b>

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
**for the half-year ended 30 June 2020**

	6 months to 30 June 2020	6 months to 30 June 2019
<b>5. EXPENSES</b>		
<b>(a) Finance expenses</b>		
Bank fees and expenses	(1,753)	(3,124)
Interest expense	(377,390)	(317,606)
Borrowing costs	-	(132,357)
Unwinding of the effective interest rate <sup>1</sup>	(1,290,571)	(557,216)
	<b>(1,669,714)</b>	<b>(1,010,303)</b>

<sup>1</sup> Unwinding of the effective interest rate refers to net present valuation of the balance on consideration payable for the concessions relating to the Guadalupito Project (refer note 11).

<b>(b) Other expenses</b>		
Administration expenses	(146,313)	(179,278)
Corporate expenses	(234,747)	(196,367)
Net foreign exchange loss	(57,963)	(370,697)
Occupancy expenses	(9,301)	(29,688)
	<b>(448,324)</b>	<b>(776,030)</b>
<b>(c) Employee Benefits Expense</b>		
Employee benefits including salaries and wages	(133,513)	(117,344)
Directors fees	(111,400)	(107,400)
Share based payments	-	(32,912)
	<b>(244,913)</b>	<b>(257,656)</b>

<b>6. CASH AND CASH EQUIVALENTS</b>	<b>30 June 2020</b>	<b>31 Dec 2019</b>
	\$	\$
Cash in hand	306	309
Cash at bank	184,329	732,973
	<b>184,635</b>	<b>733,282</b>

<b>7. TRADE AND OTHER RECEIVABLES</b>		
<b>Current</b>		
Trade receivables	311,861	302,704
Other receivables	126,344	220,499
Related party receivables	21,682	16,372
Tax credits	17,689	27,322
Prepayments	23,739	8,250
	<b>501,315</b>	<b>575,147</b>

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
**for the half-year ended 30 June 2020**

**7. TRADE AND OTHER RECEIVABLES continued**

**Non-current**

	<b>30 June 2020</b>	<b>31 Dec 2019</b>
	\$	\$
Good and services tax	-	<b>1,710,528</b>

During the period, the Goods and Services Tax ('GST') receivable by the Company's subsidiary in Peru and Argentina which can only be offset against GST/VAT attributable to future income, has been reclassified as part of the Exploration and Evaluation Assets.

**8. EXPLORATION AND EVALUATION ASSETS**

Opening balance	9,598,392	8,866,009
Additions	253,718	890,171
Reclassification of goods and services tax receivable for exploration	1,729,695	-
Foreign currency translation movement	240,505	(339,633)
	<b>11,822,310</b>	<b>9,598,392</b>

**9. TRADE AND OTHER PAYABLES**

Trade payables	1,637,161	1,409,872
Other payables	233,235	218,562
Accruals	62,059	65,000
	<b>1,932,455</b>	<b>1,693,434</b>

**10. INTEREST BEARING LOANS AND BORROWINGS**

**Current**

Convertible Security Funding <sup>1</sup>	1,849,768	2,015,755
Convertible Note <sup>2</sup>	520,000	520,000
	<b>2,369,768</b>	<b>2,535,755</b>

<sup>1</sup> Convertible Security Funding - Lind

The convertible security provides a funding limit of \$6 million and repayable in either cash or shares at the election of the Company. The Facility is for a period of 24 months with original maturity date of 26 June 2020. Subsequent to the end of the reporting period, the facility has been extended to 31 December 2020.

Monthly repayments can be made in cash or the issue of fully paid ordinary shares at the election of the Company.

The convertible note holder has the election of requesting repayment of the original convertible note valued at \$2,000,000 by acquiring a direct 5% interest in the Argentine Projects.

During the period, the Company has not made any further drawdown on the facility or issued any additional collateral shares.

Security for the facility is provided by a general security agreement by the Company in favour of the convertible note holder and pledges over all shares in each subsidiary and the Company.

Repayments in the period totalling \$468,000 were made by cash.

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
**for the half-year ended 30 June 2020**

**10. INTEREST BEARING LOANS AND BORROWINGS continued**

<sup>2</sup> Convertible Note

The Convertible Note will convert to fully paid ordinary shares at the lower of \$0.012 per share or 20% discount to historical 5 days VWAP prior to the date the Noteholders' sent the Conversion Notice, with a floor price of \$0.004. Upon conversion the Noteholders will also receive for every \$1.00 raised under the Notes, 80 free attaching options exercisable at \$0.012 on or before 31 December 2022.

All the Convertible Note has been fully repaid via conversion to fully paid ordinary shares subsequent to 30 June 2020 and the balance is now nil.

	<b>30 June 2020</b>	<b>31 Dec 2019</b>
	<b>\$</b>	<b>\$</b>
<b>11. DEFERRED CONSIDERATION</b>		
<b>(a) Current</b>	<b>1,151,051</b>	<b>22,000</b>
<b>(b) Non-current</b>	<b>9,297,224</b>	<b>9,161,111</b>

The deferred consideration balances reflect the current and non-current portions of the present value of the remaining US\$10.0 million (31 December 2019: US\$10.0 million) the Group is required to pay in cash and shares for the acquisition of the concessions relating to the Guadalupito project, as follows:

Share issues

- January 2019 4,000,000 fully paid shares

Cash Payments

- Within 6 months of feasibility study US\$250,000  
- Within 18 months of feasibility study US\$750,000  
- Within 30 months of feasibility study US\$1,000,000  
- Within 42 months of feasibility study US\$2,000,000  
- Within 54 months of feasibility study US\$6,000,000

The favourable feasibility study is to be published no later than July 2019.

The 4,000,000 shares and cash payments have not been issued as at 30 June 2020, as the Group is in the renegotiation process of the payment terms under the Sale Agreement.

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
**for the half-year ended 30 June 2020**

**12. CONTRIBUTED EQUITY**

<b>(a) Issued capital</b>	<b>30 June 2020</b>	<b>31 Dec 2019</b>
	\$	\$
Issued shares	<b>48,513,632</b>	<b>48,218,621</b>
	Number	\$
<b>(b) Movement in issued shares</b>		
<b>Balance at 1 July 2019</b>	<b>3,892,466,595</b>	<b>47,396,543</b>
<b>Share consolidation</b>	(3,736,767,467)	-
<b>Shares issued</b>	191,666,667	1,150,000
<b>Costs of issue</b>	-	(327,922)
<b>Balance at 31 December 2019</b>	<b>347,365,795</b>	<b>48,218,621</b>
<b>Shares issued</b>		
Entitlement offer	17,029,511	102,177
Placement	53,800,000	215,200
Transaction costs	-	(22,366)
<b>Balance at 30 June 2020</b>	<b>418,195,306</b>	<b>48,513,632</b>

**13. RESERVES**

	<b>30 June 2020</b>	<b>31 Dec 2019</b>
	\$	\$
<b>Foreign currency translation reserve</b>		
Balance at beginning of period	5,899,762	5,227,684
Foreign currency translations	197,420	672,078
	<b>6,097,182</b>	<b>5,899,762</b>
<b>Share based payments reserve</b>		
Balance at beginning of period	5,067,448	4,617,161
Capital raising costs – issue of broker options	-	203,809
Loan establishment costs	-	132,354
Share based payments	25,337	82,279
Project acquisition	-	31,545
	<b>5,092,785</b>	<b>5,067,448</b>
<b>Total reserves</b>	<b>11,189,967</b>	<b>10,967,210</b>

**CONDENSED NOTES TO THE FINANCIAL STATEMENTS**  
**for the half-year ended 30 June 2020**

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**14. CONTINGENT LIABILITIES**

There are no changes to the contingent liabilities disclosed in the most recent annual financial report.

**15. EVENTS OCCURRING AFTER BALANCE DATE**

The following significant events and transactions have taken place subsequent to 30 June 2020:

The Convertible Note totaling \$520,000 was fully converted into fully paid ordinary shares in July 2020.

Subsequent to the end of the reporting period, the Lind Convertible Security Funding Agreement has been extended to 31 December 2020.

On 15 July 2020, the Company announced that the Share Purchase Plan of the Company closed heavily oversubscribed raising \$627,293 before costs. The Company received applications for a total of \$1,150,800 and accordingly completed a scale back of the applications on pro-rata basis.

On 8 September 2020, the Company announced that it has agreed terms for a placement of 59,272,728 shares at an issue price of \$0.011 to raise \$652,000 before costs. The placement was oversubscribed by \$102,000.