

# **Far East Gold Ltd**

**ACN 639 887 219**

## **Interim Financial Report - 31 December 2024**

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## **General information**

The financial statements cover Far East Gold Ltd as a Group consisting of Far East Gold Ltd and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Far East Gold Ltd's functional and presentation currency.

Far East Gold Ltd is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office is:

### **Registered Office**

Level 18/324 Queen Street  
Brisbane QLD 4000

A description of the nature of the Group's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 10 March 2025.

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of Far East Gold Ltd (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2024.

### **Directors**

The following persons were directors of Far East Gold Ltd during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Justin Werner	transitioned to Non-Executive Chairman from Non-Executive Director on 15 July 2024.
Shane Menere	Managing Director
Michael Thirnbeck	Non-Executive Director
Dr Christopher Atkinson	Non-Executive Director
Paul Walker	transitioned from Executive Chairman to Non-Executive Director on 15 July 2024
Marc Denovan	resigned as Executive Director on 11 July 2024

### **Principal activities**

During the period, the principal activities of the Group consisted of concluding asset acquisition agreements, the commencement and continuation of permitting activities and mineral exploration and evaluation.

There were no significant changes in the Group's nature of activities during the reporting period.

### **Operating and Financial Review**

The loss for the Group after providing for income tax and non-controlling interest amounted to \$3,788,435 (31 December 2023: \$831,842).

The increase from current period amounted to the recognition of non-cash share-based payments and transaction costs associated with the Idenburg, further information is contained in the Profit or Loss.

In September 2024, the Company entered into a Placement Agreement with Hsing Yip Gold (Hong Kong) Mine Company Limited (which has since changed its name to Xingye (Hong Kong) Mining Company Limited (Xingye). Under the terms of the agreement, Xingye can subscribe for up to 19.9% of the shares in FEG over 3 tranches at A\$0.20 per share. Shareholder approval for the transaction was obtained at General Meeting of shareholders held on 29 November 2024. A total of 49,451,540 fully paid ordinary shares were issued during the period in accordance with Tranches 1 and 2 of the Placement Agreement raising a total of \$9,890,308. Tranche 3 funds were received subsequent to the period in February 2025.

In October 2024, the Company entered into a Conditional Share Purchase Plan (CSPA) with PT Iriana Mutiara Idenburg (IMI) for the acquisition of up to 100% of the advanced high grade highly prospective Idenburg gold project, a 95,280 Ha Contract of Work (CoW) located in Papua province of Indonesia (Idenburg). Subject to satisfaction of conditions precedent, the CSPA enable the Company to take up to 100% ownership of Idenburg.

During the period the Company announced a Maiden JORC inferred Resource Estimate (MRE) for Idenburg of 4.1 million tons at an average grade of 4.1 g/t gold and 3.6g/t silver representing a total of 540,000 ounces of gold and 468,000 ounces of silver. An independent evaluation of the historical exploration results suggested the potential for an upper range exploration target of 7.2 million ounces at an upper grade range of 6.1g/t Au. (a lower range exploration target of 189 thousand ounces at 1 g/t Au were also determined)<sup>1</sup>.

The Company continued to test epithermal quartz vein targets within the Woyla Copper Gold Project's 24,260ha Contract of Work (COW) tenement. Initial diamond drilling was completed within the Aloe Rek prospect area testing several gold-bearing quartz veins. Detailed geological mapping continued within the interpreted structural corridor extending southwest from Rek Rinti to south of the Aloe Rek prospect along the western margin of the Beurieung prospect area.

At the Trenggalek project in Java the Company continued to prepare for the planned drill program that will test defined porphyry and epithermal Cu-Au targets.

At the Mount Clark West property in Queensland, Australia the Company is working with landowners to prepare for an initial 3-hole drill program to test for porphyry-type copper mineralisation within defined geophysical targets.

### ***Idenburg Mineral Resource***

The Company confirms that it is not aware of any new information or data that materially affects the information included in the Idenburg Mineral Resource estimate and 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 16 December 2024. The Company confirms that the Competent Persons's findings are presented and have not been materially modified from the original market announcement.

Prospect	Resource Class	Tonnes (Mt)	Au ppm	Ag ppm	Cu ppm	Pb ppm	Zn ppm	Au Koz	Ag Koz	Cu K lbs	Pb K lbs	Zn K lbs
Sua	Inferred	2.5	3.7	0.7	197	6.9	83	296	59	971	34	410
Bermol	Inferred	1.5	4.8	2.7	432	15.8	44	228	125	1274	47	130
Mafi	Inferred	0.2	2.9	51.7	595	14,868	6,135	16	284	204	5102	2105
<b>Total</b>	<b>Inferred</b>	<b>4.1</b>	<b>4.1</b>	<b>3.6</b>	<b>298</b>	<b>630</b>	<b>321</b>	<b>540</b>	<b>468</b>	<b>2,449</b>	<b>5,182</b>	<b>2,645</b>

**Table 1:** Mineral Resource table as estimated by SMGC based on historical exploration data using a cut-off grade of 0.1 g/t Au with no grade capping applied to the IMI historical assays.<sup>1</sup>

<sup>1</sup> Refer to ASX Announcement 16 December 2024 "Amended Idenburg Announcement and JORC Resource Report"

### **Significant changes in the state of affairs**

Refer to review of operations for details of significant changes in the half-year.

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

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

On 19 February 2025, the Company issued 23,971,248 fully paid ordinary share at an issue price of \$0.20 per share to Xingye Gold Hong Kong Mining Company limited following the receipt of the tranche 3 subscription amount of \$4,783,450.

No other matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

### **Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the directors



Shane Menere  
Managing Director

10 March 2025



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

To the Directors of Far East Gold Ltd

I declare that, to the best of my knowledge and belief, in relation to the review of Far East Gold Ltd for the half-year ended 31 December 2024, there have been:

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

The KPMG logo, consisting of the letters 'KPMG' in a bold, blue, sans-serif font, with a stylized graphic of four squares above the 'M'.

KPMG

A handwritten signature in black ink, appearing to read 'M J Jeffery'.

M J Jeffery  
Partner

Brisbane  
10 March 2025

	Note	PERIOD ENDED 31 December 2024 \$	PERIOD ENDED 31 December 2023 \$
<b>Revenue</b>			
Other income		11,843	4,437
<b>Expenses</b>			
Share based payments expense	8	(1,413,482)	(12,845)
Employee benefits expense		(271,071)	(76,625)
Depreciation and amortisation expense		(44,750)	(40,809)
Foreign exchange loss		(25,988)	(46,910)
Finance costs		(3,253)	(1,054)
Professional fees		(229,053)	(164,564)
Consulting costs		(118,868)	(277,051)
Marketing and investor relations		(218,791)	(55,211)
Project acquisition cost		(1,278,465)	-
Listing and share registry expenses		(47,923)	(7,712)
Other expenses		(160,014)	(181,224)
<b>Loss before income tax expense</b>		(3,799,815)	(859,568)
Income tax expense		-	-
<b>Loss after income tax expense for the half-year</b>		(3,799,815)	(859,568)
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		1,798,026	(1,469,830)
Other comprehensive income for the half-year, net of tax		1,798,026	(1,469,830)
<b>Total comprehensive income for the half-year</b>		(2,001,789)	(2,329,398)
<b>Loss for the half-year is attributable to:</b>			
Non-controlling interest		(11,380)	(27,726)
Owners of Far East Gold Ltd		(3,788,435)	(831,842)
		(3,799,815)	(859,568)
<b>Total comprehensive income for the half-year is attributable to:</b>			
Non-controlling interest		78,026	(93,873)
Owners of Far East Gold Ltd		(2,079,815)	(2,235,525)
		(2,001,789)	(2,329,398)
		<b>Cents</b>	<b>Cents</b>
Basic earnings per share		(1.31)	(0.33)
Diluted earnings per share		(1.31)	(0.33)

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

**FAR EAST GOLD LTD**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at 31 December 2024**



	Note	31 December 2024 \$	30 June 2024 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		10,445,515	1,090,974
Trade and other receivables		184,184	261,118
Other assets		364,227	422,701
<b>Total current assets</b>		<b>10,993,926</b>	<b>1,774,793</b>
<b>Non-current assets</b>			
Property, plant and equipment		78,845	94,288
Right-of-use assets		96,758	119,160
Exploration and evaluation assets	4	34,288,894	30,525,379
Other assets		836,919	742,941
<b>Total non-current assets</b>		<b>35,301,416</b>	<b>31,481,768</b>
<b>Total assets</b>		<b>46,295,342</b>	<b>33,256,561</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	5	1,155,645	1,571,050
Lease liabilities		43,679	25,846
Provisions		7,143	1,219
<b>Total current liabilities</b>		<b>1,206,467</b>	<b>1,598,115</b>
<b>Non-current liabilities</b>			
Lease liabilities		53,226	91,106
Provisions		34,285	31,670
<b>Total non-current liabilities</b>		<b>87,511</b>	<b>122,776</b>
<b>Total liabilities</b>		<b>1,293,978</b>	<b>1,720,891</b>
<b>Net assets</b>		<b>45,001,364</b>	<b>31,535,670</b>
<b>Equity</b>			
Issued capital	6	56,246,248	41,742,795
Reserves	7	1,422,037	(648,489)
Accumulated losses		(15,331,169)	(12,144,858)
Equity attributable to the owners of Far East Gold Ltd		42,337,116	28,949,448
Non-controlling interest		2,664,248	2,586,222
<b>Total equity</b>		<b>45,001,364</b>	<b>31,535,670</b>

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

**FAR EAST GOLD LTD**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**For the half-year ended 31 December 2024**



	Issued capital \$	Reserves \$	Accumulated losses \$	Non- controlling interest \$	Total equity \$
Balance at 1 July 2023	35,345,315	1,109,438	(10,480,660)	2,626,590	28,600,683
Loss after income tax expense for the half-year	-	-	(831,842)	(27,726)	(859,568)
Other comprehensive income for the half-year, net of tax	-	(1,403,683)	-	(66,147)	(1,469,830)
Total comprehensive income for the half-year	-	(1,403,683)	(831,842)	(93,873)	(2,329,398)
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs	6,397,480	-	-	-	6,397,480
Share-based payments ( <b>note 8</b> )	-	12,845	-	-	12,845
Issue of options	-	113,257	-	-	113,257
<b>Balance at 31 December 2023</b>	<b>41,742,795</b>	<b>(168,143)</b>	<b>(11,312,502)</b>	<b>2,532,717</b>	<b>32,794,867</b>

  

	Issued capital \$	Reserves \$	Accumulated losses \$	Non- controlling interest \$	Total equity \$
Balance at 1 July 2024	41,742,795	(648,489)	(12,144,858)	2,586,222	31,535,670
Loss after income tax expense for the half-year	-	-	(3,788,435)	(11,380)	(3,799,815)
Other comprehensive income for the half-year, net of tax	-	1,708,620	-	89,406	1,798,026
Total comprehensive income for the half-year	-	1,708,620	(3,788,435)	78,026	(2,001,789)
<i>Transactions with owners in their capacity as owners:</i>					
Contributions of equity, net of transaction costs ( <b>note 6</b> )	13,579,001	-	-	-	13,579,001
Share-based payments ( <b>note 8</b> )	219,550	1,193,932	-	-	1,413,482
Options and rights lapsed ( <b>note 8</b> )	-	(602,124)	602,124	-	-
Exercised of options and rights ( <b>note 6</b> )	229,902	(229,902)	-	-	-
Issue of shares - acquisition of the Idenburg Gold Project as per BSA ( <b>note 6</b> )	475,000	-	-	-	475,000
<b>Balance at 31 December 2024</b>	<b>56,246,248</b>	<b>1,422,037</b>	<b>(15,331,169)</b>	<b>2,664,248</b>	<b>45,001,364</b>

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



**FAR EAST GOLD LTD**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
For the half-year ended 31 December 2024



	Note	PERIOD ENDED 31 December 2024 \$	PERIOD ENDED 31 December 2023 \$
<b>Cash flows from operating activities</b>			
Payments to suppliers and employees		(1,441,835)	(1,302,430)
Receipts from other operating activities		-	15,480
Interest received		11,842	749
Payments for acquisition transaction cost		(803,465)	-
<b>Net cash used in operating activities</b>		<u>(2,233,458)</u>	<u>(1,286,201)</u>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment		-	(5,496)
Exploration and evaluation expenditure		(2,016,898)	(4,324,205)
<b>Net cash used in investing activities</b>		<u>(2,016,898)</u>	<u>(4,329,701)</u>
<b>Cash flows from financing activities</b>			
Proceeds from issue of share capital	6	13,941,251	6,889,500
Share issue transaction costs		(327,624)	(378,763)
Repayment of lease liabilities		(23,299)	(24,145)
<b>Net cash from financing activities</b>		<u>13,590,328</u>	<u>6,486,592</u>
Net increase in cash and cash equivalents		9,339,972	870,690
Cash and cash equivalents at the beginning of the financial half-year		1,090,974	3,933,048
Effects of exchange rate changes on cash and cash equivalents		14,569	(17,404)
<b>Cash and cash equivalents at the end of the financial half-year</b>		<u><u>10,445,515</u></u>	<u><u>4,786,334</u></u>

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

## **Note 1. Reporting Entity**

Far East Gold Ltd (the 'Company') is a company domiciled in Australia. These condensed consolidated interim financial statements ('interim financial statements') as at and for the six months ended 31 December 2024 comprise the Company and its subsidiaries (together referred to as the 'Group').

## **Note 2. Basis of preparation**

These general-purpose financial statements for the interim half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

The financial information is intended to provide users with an update on the latest annual financial statements of Far East Gold Ltd and its controlled entities. As such, it does not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

These interim financial statements were approved by Directors on 10 March 2025.

### **Accounting policies**

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.

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

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

## **Note 3. Operating segments**

### *Identification of reportable operating segments*

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. The consolidated entity is managed primarily on a geographic basis that is the location of the respective area of interest (tenements) in Australia and Indonesia. Operating segments are determined on the basis of financial information reported to the Board which is at the consolidated entity level as well as the geographic level.

The consolidated entity does not have any products/services it derives revenue from.

Management currently identifies the consolidated entity as having two operating segments, being exploration and development of mine projects in Australia and exploration and development of mine projects in Indonesia. All significant operating decisions are based upon analysis of the consolidated entity as two segments.

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

### **Going concern**

The consolidated interim financial statements have been prepared on a going concern basis, which contemplates the realisation of assets and settlement of liabilities in the ordinary course of business.

The Group recognised a loss for the half-year period ended 31 December 2024 of \$3,799,815 (December 2023: Loss of \$859,568). The net current assets of the Group at 31 December 2024 were \$9,787,459 (30 June 2024: \$176,678) and total net assets of \$45,001,364 (30 June 2024: \$31,535,670), including cash of \$10,445,515 (30 June 2024: \$1,090,974). During the period, the Group had net cash outflows from operating and investing activities of \$4,250,356 (31 December 2023: \$5,615,902).

On 19 February 2025 the Group received a further \$4,473,450 through the issue of share capital to Xingye Gold Hong Kong Mining Company limited as disclosed in **note 11**.

The Directors have prepared cash flow projections that support the ability of the Group to continue its planned exploration activities for the next 12 months. As a result, the Directors believe that the Group will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the interim financial statements.

**Note 3. Operating segments (continued)**

*Operating segment information*

PERIOD ENDED 31 December 2024	Australia \$	Indonesia \$	Corporate \$	Total \$
<b>Revenue</b>				
Other income	-	127	11,716	11,843
<b>Total revenue</b>	-	127	11,716	11,843
<b>EBITDA</b>	(1,403,289)	(1,170,082)	(1,178,441)	(3,751,812)
Depreciation and amortisation	-	(44,750)	-	(44,750)
Finance costs	-	(3,253)	-	(3,253)
<b>Loss before income tax expense</b>	(1,403,289)	(1,218,085)	(1,178,441)	(3,799,815)
Income tax expense				-
<b>Loss after income tax expense</b>				(3,799,815)
<b>Assets</b>				
Segment assets	2,180,313	33,669,514	10,445,515	46,295,342
<b>Total assets</b>				46,295,342
<b>Liabilities</b>				
Segment liabilities	755	1,095,750	197,473	1,293,978
<b>Total liabilities</b>				1,293,978
PERIOD ENDED 31 December 2023	Australia \$	Indonesia \$	Corporate \$	Total \$
<b>Revenue</b>				
Other income	-	-	4,437	4,437
<b>Total revenue</b>	-	-	4,437	4,437
<b>EBITDA</b>	(124,408)	(476,774)	(216,523)	(817,705)
Depreciation and amortisation	(196)	(40,613)	-	(40,809)
Finance costs	-	(1,054)	-	(1,054)
<b>Loss before income tax expense</b>	(124,604)	(518,441)	(216,523)	(859,568)
Income tax expense				-
<b>Loss after income tax expense</b>				(859,568)
<b>30 June 2024</b>				
<b>Assets</b>				
Segment assets	1,877,522	30,288,065	1,090,974	33,256,561
<b>Total assets</b>				33,256,561
<b>Liabilities</b>				
Segment liabilities	440	1,542,843	177,608	1,720,891
<b>Total liabilities</b>				1,720,891

**Note 4. Exploration and evaluation assets**

	<b>31 December 2024</b>	<b>30 June 2024</b>
	<b>\$</b>	<b>\$</b>
Exploration and evaluation - at cost	<u>34,288,894</u>	<u>30,525,379</u>

**Reconciliations**

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

	<b>31 December 2024</b>	<b>30 June 2024</b>
	<b>\$</b>	<b>\$</b>
Opening balance	30,525,379	25,442,999
Additions	3,763,515	5,082,380
Impairment	-	-
	<u>34,288,894</u>	<u>30,525,379</u>

The ultimate recoupment of costs carried forward for exploration and evaluation phases is dependent upon successful development and commercial exploitation or sale of the respective area of interest.

**Note 5. Trade and other payables**

	<b>31 December 2024</b>	<b>30 June 2024</b>
	<b>\$</b>	<b>\$</b>
Trade payables	998,859	1,321,173
Other payables	53,613	98,590
Accrued expenses	<u>103,173</u>	<u>151,287</u>
	<u><b>1,155,645</b></u>	<u><b>1,571,050</b></u>

**Note 6. Issued capital**

	31 December 2024 Shares	30 June 2024 Shares	31 December 2024 \$	30 June 2024 \$
Ordinary shares - fully paid	343,110,205	257,586,835	57,100,521	42,234,815
Capital raising cost	-	-	(854,273)	(492,020)
	<u>343,110,205</u>	<u>257,586,835</u>	<u>56,246,248</u>	<u>41,742,795</u>

*Movements in ordinary share capital*

Details	Date	Shares	Issue price	\$
<b>Opening Balance</b>	<b>1 July 2024</b>	257,586,835		41,742,795
Issue of placement shares	8 Aug 2024	14,263,795	\$0.136	1,939,879
Issue of shares under Share Purchase Plan	27 Aug 2024	12,874,508	\$0.136	1,750,947
Issue of shares - conversion of Performance Rights (expiring 31 Dec 2024)	04 Sep 2024	400,000	\$0.085	34,402
Issue of shares <sup>1</sup> - acquisition of the Idenburg Gold Project as per BSA	11 Oct 2024	2,500,000	\$0.190	475,000
Issue of placement shares (Tranche 1)	11 Nov 2024	31,958,348	\$0.200	6,391,670
Issue of placement shares - Director participation	5 Dec 2024	2,647,940	\$0.136	360,120
Issue of placement shares (Tranche 2)	12 Dec 2024	17,493,192	\$0.200	3,498,638
Issue of shares under Employee Incentive Plan	12 Dec 2024	1,115,000	\$0.170	189,550
Issue of shares in lieu of Directors' fees	12 Dec 2024	220,587	\$0.136	30,000
Issue of shares - conversion of Performance Rights (expiring 31 Dec 2024)	12 Dec 2024	1,500,000	\$0.085	127,500
Issue of shares - conversion of Performance Rights (expiring 31 Dec 2026)	12 Dec 2024	250,000	\$0.170	42,500
Issue of shares - conversion of Performance Rights (expiring 31 Dec 2024)	31 Dec 2024	300,000	\$0.085	25,500
Capital raising costs	31 Dec 2024			(362,253)
<b>Closing Balance</b>	<b>31 December 2024</b>	<u><b>343,110,205</b></u>		<u><b>56,246,248</b></u>

<sup>1</sup> Fair value of the Company's closing share price on 11 October 2024.

*Ordinary shares*

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

## Note 7. Reserves

	31 December 2024 \$	30 June 2024 \$
Foreign currency reserve	(35,298)	(1,743,919)
Share-based payments reserve	1,457,335	1,095,430
	<b>1,422,037</b>	<b>(648,489)</b>

### Foreign currency reserve

	31 December 2024 \$	30 June 2024 \$
Opening balance	(1,743,919)	152,815
Foreign currency translation	1,708,621	(1,896,734)
<b>Closing balance</b>	<b>(35,298)</b>	<b>(1,743,919)</b>

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars. It is also used to recognise gains and losses on hedges of the net investments in foreign operations.

### Share-based payments reserve

	31 December 2024 \$	30 June 2024 \$
Opening balance	1,095,430	956,623
Performance rights (exercised)/issued	(229,902)	113,257
Options expired	(539,657)	-
Share based payment expense <sup>1</sup>	1,193,931	25,550
Performance rights lapsed	(62,467)	-
<b>Closing balance</b>	<b>1,457,335</b>	<b>1,095,430</b>

<sup>1</sup> During the half year period, the Group has recognised a share-based payment expense of \$1,413,482 in the profit or loss, of this amount \$219,550 was issued in ordinary shares and recognised in issued capital rather than share-based payment reserve.

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

## Note 8. Share-based payments

A total of \$ 1,413,482 has been recognised as share-based payment expense in profit or loss. Of this amount, \$12,845 pertains to share-based payment from options issued in previous periods.

The following share-based payment arrangements were entered into during the six-month period ended 31 December 2024:

A share option plan has been established by the Group and approved by shareholders at a general meeting, whereby the Group may, at the discretion of the Nomination and Remuneration Committee, grant options over ordinary shares in the Company to certain key management personnel of the Group. The options are issued for nil consideration and are granted in accordance with performance guidelines established by the Nomination and Remuneration Committee.

**Note 8. Share-based payments (continued)**

Set out below are summaries of options granted under the plan:

**31 December  
2024**

Grant date	Expiry date	Exercise price	Balance at the start of the half-year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the half-year
08/11/2021	31/12/2024	\$0.250	12,000,000	-	-	(12,000,000)	-
21/08/2023	31/12/2026	\$0.400	1,000,000	-	-	-	1,000,000
29/11/2024	24/12/2027	\$0.250	-	14,000,000	-	-	14,000,000
04/09/2024	31/12/2026	\$0.250	-	1,000,000	-	-	1,000,000
			13,000,000	15,000,000	-	(12,000,000)	16,000,000

\* On 29 November 2024, 14,000,000 Options were granted to KMP and a consultant under the Company's Incentive Entitlement Plan with exercise price of \$0.25 and expiry date of 24 December 2027. The fair value of the options granted, amounting \$1,017,550 was fully expensed and was determined by using the Black-Scholes option pricing model utilising the key inputs including the Group's risk-free borrowing rate, and volatility of the Group's shares.

\*\* On 4 September 2024, 1,000,000 Options were granted to a consultant under the Company's Incentive Entitlement Plan with exercise price of \$0.25 and expiry date of 31 December 2026. The fair value of the granted options, amounting \$63,190 was fully expensed and was determined by using the Black-Scholes option pricing model utilising the key inputs including the Group's risk-free borrowing rate, and volatility of the Group's shares.

The options above vested immediately and are exercisable at any time on or prior to the expiry date.

For the options granted during the current financial half-year, the valuation model inputs used to determine the fair value at the grant date, are as follows:

Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility	Dividend yield	Risk-free interest rate	Fair value at grant date
04/09/2024	31/12/2026	\$0.165	\$0.250	82.51%	-	3.56%	\$0.063
29/11/2024	24/12/2027	\$0.165	\$0.250	80.34%	-	3.91%	\$0.073

Set out below are summaries of performance rights granted under the plan:

**31 December  
2024**

Grant date	Expiry date	Exercise price	Balance at the start of the half-year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the half-year
08/11/2021	31/12/2024	\$0.000	2,800,000	-	(2,200,000)	(600,000)	-
04/09/2024	31/12/2026	\$0.000	-	500,000	(250,000)	-	250,000
29/11/2024	24/12/2027	\$0.000	-	8,750,000	-	-	8,750,000
			2,800,000	9,250,000	(2,450,000)	(600,000)	9,000,000

**Note 8. Share-based payments (continued)**

- \* On 4 September 2024, 500,000 Performance Rights were granted to Consultant under the Company's Incentive Entitlement Plan with expiry date of 31 December 2026. The fair value of 50% of the performance rights, amounting to \$56,875, was appraised at the grant date using the Company's share price and recognised as share-based payment expense.

50% vested during the financial period:

- The Company successful capital raise above \$5 million in 2024 resulted the conversion of 50% of the performance rights on issue ordinary shares.

The remaining 50% will vest when the Company share price increase above \$0.30 and maintained for a minimum of 30 days requiring the Company to convert 50% of the performance rights on issue to shares.

- \*\* On 29 November 2024, 8,750,000 Performance Rights were granted to Directors under the Company's Incentive Entitlement Plan for nil consideration. The fair value of the performance rights, amounting to \$1,443,750 of which \$43,471 recognised as share-based payment expense for this financial period. The vesting conditions of these performance rights are detailed below.

Overall Condition	Specific Condition	Max Weighting of performance rights to vest
1. Project milestone achievements	<p>Generate significant value, on an existing or new asset, through achievement of the below milestones:</p> <p>a) Define a new JORC Mineral Resource Estimate which shows the potential to be economic.</p> <p>b) Increase the overall JORC Mineral Resource Estimate across all projects by a minimum increase of 0.5Moz Au at a minimum grade of 0.5g/t Au.</p> <p>c) Transition to a mining license for at least one of the projects to enable development, operation and production.</p> <p>Achieving NONE of the above conditions - 0%</p> <p>Achieving ONE of the above conditions – 35% vests when condition satisfied</p> <p>Achieving TWO (or more) of the above conditions an additional 35% vests when the conditions satisfied (this is the maximum available under project milestones)</p>	70%
2. Environment, social, governance, health, objective	<ul style="list-style-type: none"> <li>•Zero fatalities</li> <li>•Zero reportable environmental incidents (including spills, loss of containment, etc.)</li> <li>•Zero community or landowner incidents resulting in the permanent loss of land access on a material private property or the immediate halting of all operations on any site</li> <li>•No material breach of the Company's Code of Conduct</li> </ul> <p>100% allocation if no breach  67% allocation if one breach  33% allocation if two breaches  0% allocation if more than two breaches</p> <p>Measured annually and up to 10% vests each year on 31 December until 31 December 2027</p>	30%
Other	<ul style="list-style-type: none"> <li>•Vesting of 2 annually on 31 December</li> <li>•Vesting of 1 upon achievement of the relevant milestone</li> <li>•Performance Rights expire 31 December 2027</li> <li>•Service requirement of holder at vesting</li> </ul>	



#### **Note 8. Share-based payments (continued)**

On 12 December 2024, the Company issued 1,115,000 ordinary shares to the employees under Employee Incentive Plan for nil consideration, the securities have been fair valued at \$0.17 per share, amounting to \$189,550, which was fully expensed based on the Company's share price on the issuance date.

On the same day, 220,587 ordinary shares at \$0.136, amounting \$30,000, to the Directors in lieu of their services for the period between April 2024 to July 2024 following the shareholders' approval.

#### **Note 9. Commitments**

	31 December 2024 \$	30 June 2024 \$
Committed at the reporting date but not recognised as liabilities, payable:		
One to five years	5,000,000	-

The Company has signed Conditional Share Purchase Agreement (CSPA) to spend AUD\$5 million within 24 months towards the Idenburg project.

#### **Note 10. Related party transactions**

The related party transactions remained consistent compared to previous year except the following:

##### ***Key management personnel***

Securities issued to the KMP during the half-year:

On 29 November 2024, 12,000,000 Options were granted to KMP under the Company's Incentive Entitlement Plan with an exercise price of \$0.25 and expires on 24 December 2027. Refer to **note 8** for details on valuation.

Key Management Personnel	Number of Options
Justin Werner	3,000,000
Shane Menere	3,000,000
Michael Thirnbeck	1,000,000
Paul Walker	2,000,000
Christopher Atkinson	1,000,000
Jim Gultom	2,000,000
	<u>12,000,000</u>

On 29 November 2024, 8,750,000 Performance Rights were granted to Directors under the Company's Incentive Entitlement Plan for nil consideration. Refer to **note 8** for details on valuation.

**Note 10. Related party transactions (continued)**

Key Management Personnel	Number of Performance Rights
Justin Werner	3,000,000
Shane Menere	3,000,000
Michael Thirnbeck	250,000
Paul Walker	250,000
Christopher Atkinson	250,000
Jim Gultom	2,000,000
	<u>8,750,000</u>

On 12 December 2024, the following shares were issued to the Directors in lieu of their outstanding fees at an issue price of \$0.136 following at the Extraordinary General Meeting held on 29 November 2024.

Key Management Personnel	Number of Ordinary Shares
Justin Werner	73,529
Michael Thirnbeck	73,529
Christopher Atkinson	73,529
	<u>220,587</u>

On 6 December 2024, the following shares were issued to the Directors who participate in the capital raising announced on 31 July 2024 at an issue price of \$0.136 following at the Extraordinary General Meeting held on 29 November 2024.

Key Management Personnel	Number of Ordinary Shares
Justin Werner	1,838,235
Shane Menere	735,294
Christopher Atkinson	74,411
	<u>2,647,940</u>

**Changes in KMP remuneration**

At the reporting date, the following new remuneration arrangements put in place for the KMP as follow:

Key Management Personnel	Position	Remuneration per annum \$
Justin Werner <sup>1</sup>	Non-Executive Chair	80,000
Shane Menere <sup>1</sup>	Chief Executive Officer and Managing Director	300,000
Jim Gultom <sup>1</sup>	Indonesia Country Manager	228,000
Christopher Atkinson <sup>2</sup>	Non-Executive Director	42,000
Paul Walker <sup>2</sup>	Non-Executive Director	42,000

(1) New remuneration effective from 1 October 2024

(2) New remuneration Effective from 1 January 2025

**Note 11. Events after the reporting period**

On 19 February 2025, the Company issued 23,971,248 fully paid ordinary share at an issue price of \$0.20 per share to Xingye Gold Hong Kong Mining Company limited following the receipt of the tranche 3 subscription amount of \$4,783,450.

No other matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

**FAR EAST GOLD LTD**  
**DIRECTORS' DECLARATION**  
**31 December 2024**



In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the directors

A handwritten signature in black ink, appearing to read "Shane Menere", written over a horizontal line.

Shane Menere  
Managing Director

10 March 2025

# Independent Auditor's Review Report

To the shareholders of Far East Gold Ltd

## Conclusion

We have reviewed the accompanying **Interim Financial Report** of Far East Gold Ltd.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Far East Gold Ltd does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the **Group's** financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Interim Financial Report** comprises:

- Condensed consolidated statement of financial position as at 31 December 2024;
- Condensed consolidated statement of profit or loss and other comprehensive income, Condensed consolidated statement of changes in equity and Condensed consolidated statement of cash flows for the half-year ended on that date;
- Notes 1 to 11 comprising material accounting policies and other explanatory information; and
- The Directors' Declaration.

The **Group** comprises Far East Gold Ltd (the Company) and the entities it controlled at the end of the half-year or from time to time during the half-year.

## Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.



### Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*; and
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibilities for the Review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the interim period ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an Interim 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.

KPMG

M J Jeffery  
*Partner*

Brisbane  
10 March 2025