

28 August 2023

Company Announcements Platform  
ASX Limited  
20 Bridge Street  
SYDNEY NSW 2000

Dear Sir/Madam,

**Gold Road Resources Interim Financial Report – 30 June 2023**

Enclosed is a copy of Gold Road Resources Interim Financial Report as at 30 June 2023.

This release has been authorised by the Board of Directors.

Yours faithfully  
**Gold Road Resources Limited**

**Keely Woodward**  
**Joint Company Secretary**

ASX Code GOR

ABN 13 109 289 527

**COMPANY DIRECTORS**

Tim Netscher

**Chairman**

Duncan Gibbs

**Managing Director & CEO**

Brian Levelt

**Non-Executive Director**

Maree Arnason

**Non-Executive Director**

Denise McComish

**Non-Executive Director**

Julie Jones

**General Counsel &**

**Joint Company Secretary**

Keely Woodward

**Joint Company Secretary**

**CONTACT DETAILS**

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Gold Road Resources Limited

## Consolidated Interim Financial Report

For the six months ended 30 June 2023

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## Glossary

Abbreviation	Term
\$	All dollar amounts are in Australian dollars
CODM	Chief Operating Decision Maker
DGO	DGO Gold Limited
FVOCI	Fair Value through Other Comprehensive Income
Gold Road, the Company or the Group	Gold Road Resources Limited and all its wholly owned subsidiaries
Gold Fields	Gold Fields Limited and its subsidiaries
Gruyere	Gruyere Gold Mine
Gruyere JV	Gruyere Joint Venture
Gruyere Project	Gruyere Gold Project
NCI	Non-controlling interests
RC	Reverse Circulation
the Board	Board of Directors of Gold Road

# Directors' Report

The Directors present their interim report on Gold Road Resources Limited (**Gold Road** or the **Company**), which comprise the Company and the entities it controlled during the period and its share of Joint Operations for the six months ended 30 June 2023.

## Directors

The names and details of the Directors of Gold Road during the period and until the date of this report, unless otherwise indicated, are:

Timothy Netscher	Non-executive Chairman
Duncan Gibbs	Managing Director and Chief Executive Officer ( <b>CEO</b> )
Brian Levet	Non-executive Director
Maree Arnason	Non-executive Director
Denise McComish	Non-executive Director

## Company Secretary

Julie Jones	Joint Company Secretary and General Counsel
Keely Woodward	Joint Company Secretary

## Operating and Financial Overview

The overview of the Group's operations, including a discussion of production and exploration activities are contained on pages 2 to 9 of this interim report.

### PROFIT OR LOSS

The Group achieved a consolidated net profit after tax for the half-year of \$55.7 million (30 June 2022: \$39.9 million). EBITDA<sup>1</sup> for the period was \$122.6 million (30 June 2022: \$100.0 million).

Gold sales revenue of \$229.0 million (30 June 2022: \$196.5 million) was generated from the sale of 80,115 ounces (30 June 2022: 79,606 ounces) at an average gold price of \$2,858 per ounce (30 June 2022: \$2,469 per ounce).

Total cost of sales inclusive of amortisation and depreciation was \$123.1 million (30 June 2022: \$113.8 million), producing a gross profit from operations of \$105.9 million (30 June 2022: \$82.7 million). The increase in gross profit compared to the prior period reflects the higher average gold price realised for sales and the increase in the volume of gold sold.

Exploration costs expensed during the period was \$9.0 million (30 June 2022: \$12.9 million), a decrease from 1H2022 due to a higher portion of exploration expenditure being capitalised. Exploration and evaluation written off during the period was \$3.5 million (30 June 2022: \$nil).

Corporate and technical service costs for the period totalled \$11.1 million (30 June 2022: \$10.0 million), which included expenses related to the corporate office, compliance and operational support.

Fair value loss on derivatives for the period was nil (30 June 2022: \$0.6 million loss). No hedge position was taken during the period.

Finance income of \$2.1 million (30 June 2022: \$0.3 million) relates to interest earned on cash at bank and on deposit. Finance expenses of \$4.0 million (30 June 2022: \$4.0 million) principally relates to costs of borrowing and interest charged on leases.

Income tax expense for the period totalled \$25.0 million (30 June 2022: \$15.7 million).

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<sup>1</sup> EBITDA is an unaudited non-IFRS measure, representing earnings before finance income, finance expenses, income tax, depreciation and amortisation expense. A reconciliation of consolidated net profit after tax to EBITDA is included on page 3 of the Directors' Report

## Reconciliation of consolidated net profit after tax to EBITDA

	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
Consolidated net profit after tax	55,743	39,943
Finance income	(2,057)	(268)
Finance expenses	3,988	3,986
Income tax expense	25,021	15,659
Depreciation & amortisation	39,907	40,673
<b>EBITDA (unaudited)</b>	<b>122,602</b>	<b>99,993</b>

### FINANCIAL POSITION

The net assets of the Group increased by \$68.0 million for the six months ended 30 June 2023, further analysed below:

- Cash and cash equivalents increased to \$152.6 million (31 December 2022: \$74.4 million).
- Inventories of \$61.3 million (31 December 2022: \$57.3 million) increased as a result of building up warehouse consumables at Gruyere, offset by reduction in ore stockpiles.
- Financial assets at fair value of \$416.1 million (31 December 2022: \$406.5 million) increased as a result of market revaluation of interests in multiple listed entities, offset by the disposal of an investment.
- Property, plant and equipment of \$319.0 million (31 December 2022: \$324.3 million) decreased as a result of depreciation and amortisation.
- Right-of-use assets of \$119.1 million (31 December 2022: \$119.8 million) decreased as a result of depreciation expense, offset by CPI adjustments and new leases.
- Exploration and evaluation of \$35.9 million (31 December 2022: \$37.1 million) decreased mainly as a result of previously acquired exploration written off during the period.
- Lease liabilities of \$122.8 million (31 December 2022: \$122.5 million) increased reflecting CPI adjustments and new leases, and offset by repayment of lease liabilities.
- Current tax liabilities of \$18.2 million (31 December 2022: \$6.6 million) increased reflecting higher profit before tax, offset by tax instalments paid.

### CASH FLOWS

Cash and cash equivalents increased during the period by \$78.1 million to \$152.6 million (31 December 2022: \$74.4 million).

Net cash inflow from operating activities for the period was \$110.3 million (30 June 2022: \$69.5 million). The increase reflects higher receipts from sales and interest received, lower income tax payments, and partially offset by increase in supplier payments.

Net cash outflow used in investing activities amounted to \$21.1 million (30 June 2022: \$23.4 million). The decrease during the period relates to payments for property, plant and equipment (including mine development), offset by proceeds from the disposal of an investment.

Net cash outflow from financing activities totalled \$11.1 million (30 June 2022: \$17.3 million) included lease repayments of \$6.5 million (30 June 2022: \$5.4 million) and a dividend payment of \$4.6 million (30 June 2022: \$3.7 million).

## Review of Operations

The Gruyere Project is a 50:50 joint venture between Gold Road and Gold Fields, and is managed by Gruyere Management Pty Ltd, a wholly owned subsidiary of Gold Fields.

Gruyere celebrated four years of gold production on 30 June 2023, having produced 1,077,136 ounces (100% basis) since first pouring gold on 30 June 2019. This was delivered at an average All-in Sustaining Cost (AISC)<sup>2</sup> of A\$1,415 per attributable ounce to Gold Road<sup>3</sup> for the period.

There were no Lost Time Injuries recorded over the half year at Gruyere. Gruyere has now achieved over 810 days LTI free. Regrettably, the Gold Road exploration team reported two Lost Time Injuries as a result of musculoskeletal injuries. The combined 12-month moving average Lost Time Injury Frequency Rate (LTIFR) for Gruyere (50% attributable) and Gold Road consequently increased from 0.00 to 2.13 on 30 June 2023.

### MINING

Over the six months to 30 June 2023, Gruyere mined a total of 4.2 Mt of ore at an average grade of 1.21 g/t for 162,966 contained ounces (100% basis). Both ore mining and total material movement were lower than anticipated for the half year due to low drill and blast availability, exacerbated by a rain event late in the June quarter. Mined grades lifted to record highs as expected with mining advancing through higher grade zones in deeper sections of the Gruyere open pit.

In June 2023, following a competitive tendering process, MACA was awarded a five-year mining contract, with options to extend the contract for the current life of mine at Gruyere. Under the new contract, the mining rate will be increased from September 2023 with a goal to ramp up to full capability by early 2024. The mobilisation of new drilling equipment commenced in July and the replacement of the existing drill fleet will continue over the next three quarters, providing a new fleet of high-reliability drills, ameliorating the mining constraints in the first half.

### PROCESSING

Total ore processed for the six months to 30 June 2023 was a record 4.8 Mt at a head grade of 1.17 g/t Au, and a strong gold recovery of 92.0% for a record 158,657 ounces of gold produced (100% basis).

The ore mining delays as a result of sub-optimal drill and blast availability during the first half of 2023 resulted in reduced availability of higher-grade run-of-mine ore to the process plant, with production being supplemented by the processing of 0.6 Mt of low-grade ore stockpiles. The blending of lower grade stockpiles resulted in head grades, and consequently produced ounces being lower than anticipated for the half year.

Record plant throughput for the six months to June 2023 reflects a combination of improving reliability and higher plant utilisation, in part arising from blending with softer oxide low grade ore. Record monthly plant throughput was achieved in May with 0.89 Mt processed.

Plant reliability and utilisation are expected to continue improving towards industry best practice. Head grades are expected to increase through the second half of the year as the delivery of higher-grade run-of-mine ore increases from the open pit.

### COST PERFORMANCE AND 2023 GUIDANCE

AISC per ounce averaged A\$1,504 per attributable ounce for the first six months of 2023 (1H 2022: A\$1,376 per ounce) maintaining Gruyere's position as one of the lowest cost gold mines in Western Australia.

In January 2023, Gold Road released annual guidance for 2023 of 170,000 to 185,000 attributable ounces at an attributable AISC of between A\$1,540 to A\$1,660 per ounce<sup>4</sup>. Production guidance was subsequently revised to 160,000 to 175,000 ounces in June 2023 following lower gold production in the June quarter due to mining delays arising from low drill and blast availability<sup>5</sup>. AISC guidance was retained but is now expected at the upper end of guidance<sup>6</sup>.

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<sup>2</sup> All-in Sustaining Cost (AISC) is an unaudited non-IFRS measure, calculated in accordance to World Gold Council guidance

<sup>3</sup> AISC reported since commercial production was declared on 30 September 2019

<sup>4</sup> ASX announcement dated 31 January 2023

<sup>5</sup> ASX announcement dated 22 June 2023

<sup>6</sup> ASX announcement dated 31 July 2023

Increased ore and waste mining are anticipated for the second half of 2023 whilst increased levels of sustaining capital expenditure are also guided in second half of the year as construction of the third Pebble Crusher is completed, and a scheduled tailings dam lift is commenced in the December quarter.

Operation (100% basis)	Unit	June 2023 Qtr	March 2023 Qtr	1H 2023
Ore Mined	kt	2,024	2,156	4,180
Waste Mined	kt	5,689	5,733	11,422
Strip Ratio	w:o	2.81	2.66	2.73
Grade	g/t	1.29	1.14	1.21
Ore milled	kt	2,323	2,468	4,791
Head Grade	g/t	1.19	1.15	1.17
Recovery	%	92.8	91.1	92.0
Gold Produced**	oz	<b>76,053</b>	<b>82,604</b>	<b>158,657</b>
<b>Cost Summary***</b>				
Mining (opex)	A\$/oz	238	265	252
Processing	A\$/oz	655	531	591
G&A	A\$/oz	121	98	109
Ore Stock & GIC Movements	A\$/oz	(8)	13	3
By-product Credits	A\$/oz	(8)	(2)	(6)
<b>Cash Cost</b>	<b>A\$/oz</b>	<b>999</b>	<b>905</b>	<b>949</b>
Royalties, Refining, Other	A\$/oz	97	95	96
Rehabilitation*	A\$/oz	18	16	17
Sustaining Leases	A\$/oz	112	102	107
Mining (Capitalised)	A\$/oz	249	211	230
Other Sustaining Capital	A\$/oz	145	71	107
<b>All-in Sustaining Costs</b>	<b>A\$/oz</b>	<b>1,620</b>	<b>1,399</b>	<b>1,504</b>

\*Rehabilitation includes accretion and amortisation. \*\* Gold produced rather than recovered. \*\*\* Cost per ounce reported against gold ounces produced during the period.

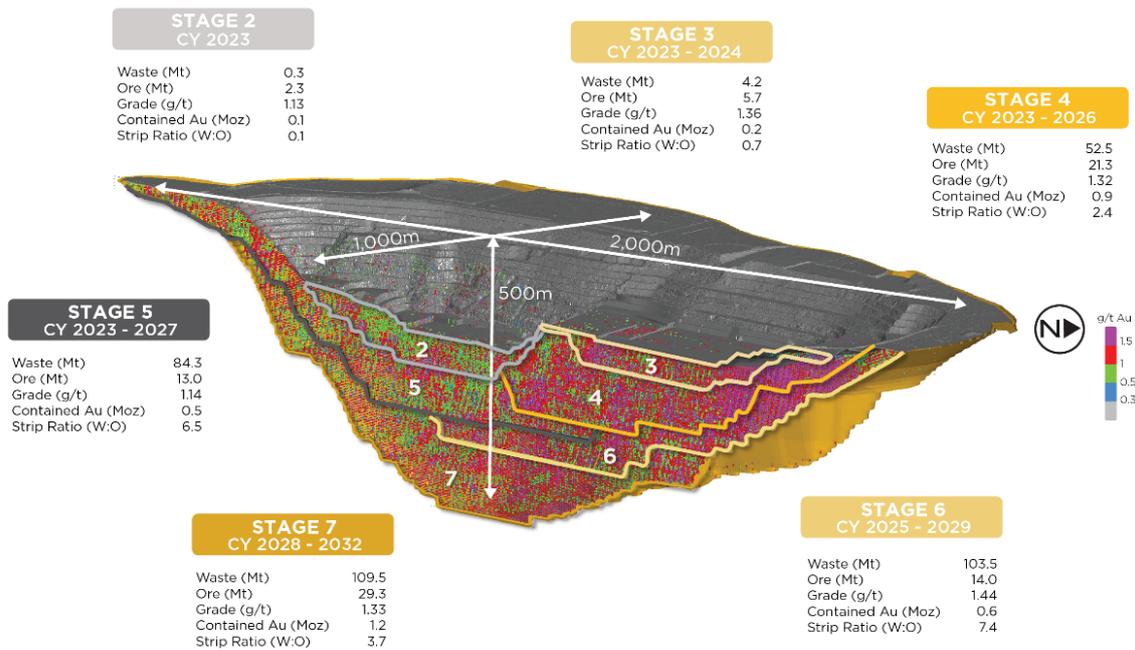
#### GRUYERE LIFE OF MINE PLAN REAFFIRMED TO 2032

The Gruyere Life-of-Mine plan reaffirms sustainable production through to 2032. The Life-of-Mine plan incorporates a seven-stage open pit (with Stage 1 and parts of Stages 2, 3 and 4 already mined). Mined grades and consequently head grades have progressively increased since 2021, with average annual grades of 1.0 g/t Au in 2021 lifting to average annual grades of 1.2 g/t Au in 2022. Mined grades are now set to be maintained at closer to average ore reserve grades (1.3 g/t Au).

#### GOLD ROAD MINERAL RESOURCES AND ORE RESERVES

In January 2023, Gold Road reported a 2% increase to the Gold Road attributable Mineral Resources<sup>7</sup> (after mining depletion) to 4.79 million ounces, and a 9% decrease in attributable Ore Reserves (50% of Gruyere and Golden Highway Ore Reserves) after mining depletion to 2.02 million ounces.

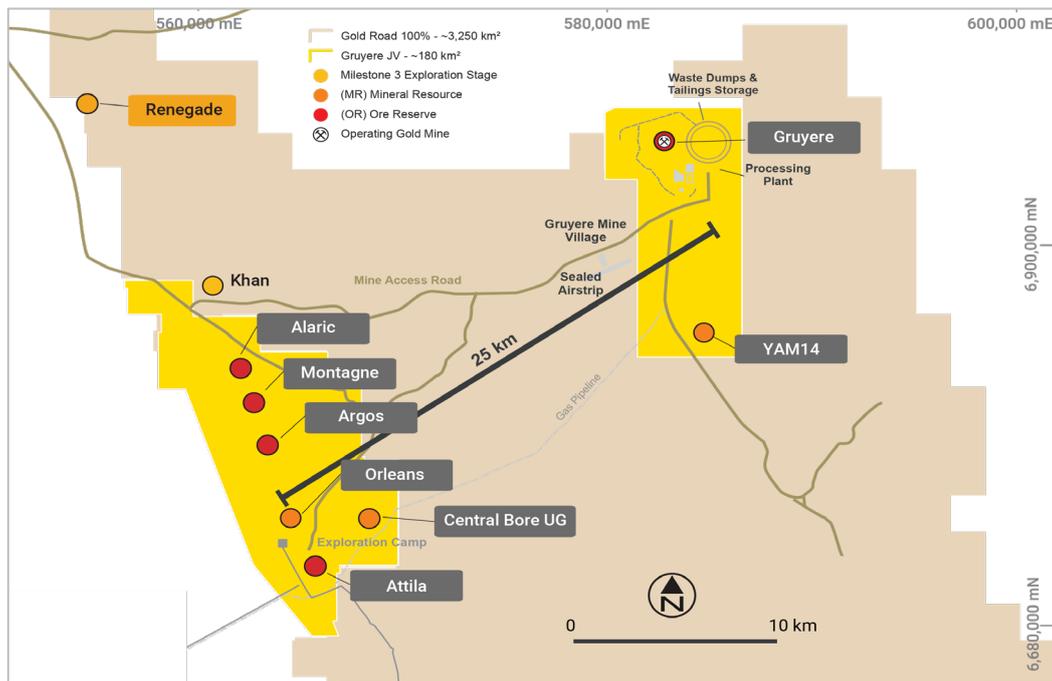
<sup>7</sup> ASX announcement dated 31 January 2023, 50% of Gruyere JV Mineral Resources and Gold Road's 100% owned Yamarna Mineral Resources



Gruyere Mine Stages 2 to 7, as per December 2022 Ore Reserves (100% basis)

### GRUYERE JV EXPLORATION

Gruyere JV exploration efforts in 2023 continue to be focused on the Golden Highway Project, located approximately 25 kilometres to the west of the Gruyere mine site.



Plan view showing location of Golden Highway Deposits (Gruyere JV)

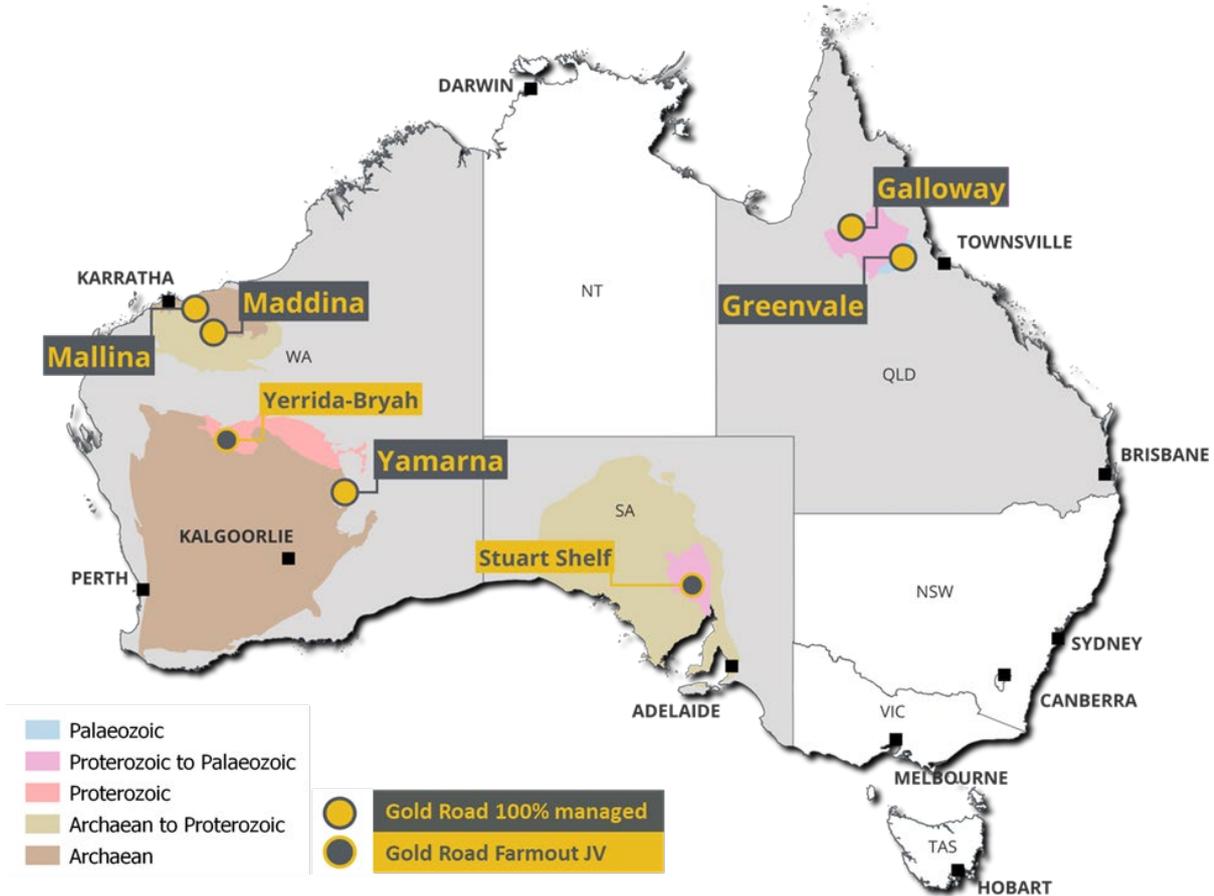
During the six months to June 2023, 15,495 metres of Reverse Circulation (RC) and 1,698 metres of Diamond resource definition drilling was completed on the Golden Highway. These programs aimed at extending the Indicated Resource categories is now complete. Significant economic intersections were received including 7 metres at 15.94 g/t Au, 4 metres at 26.83 g/t Au, 3 metres at 34.55 g/t Au, 0.49 metres at 141 g/t Au, 2 metres at 32.41 g/t Au and 5 metres at 11.45 g/t Au.

These encouraging results support Feasibility level studies, which are set to begin in the second half of 2023, in preparation for mining operations that are anticipated to commence in 2026.

## Review of Regional Exploration

Gold Road's exploration strategy remains directed at delivering economic gold deposits that can be developed as standalone mining operations, creating shareholder value through organic growth.

Gold Road manages over 14,000 square kilometres of exploration tenure across prospective regions of Western Australia, South Australia, and Queensland.

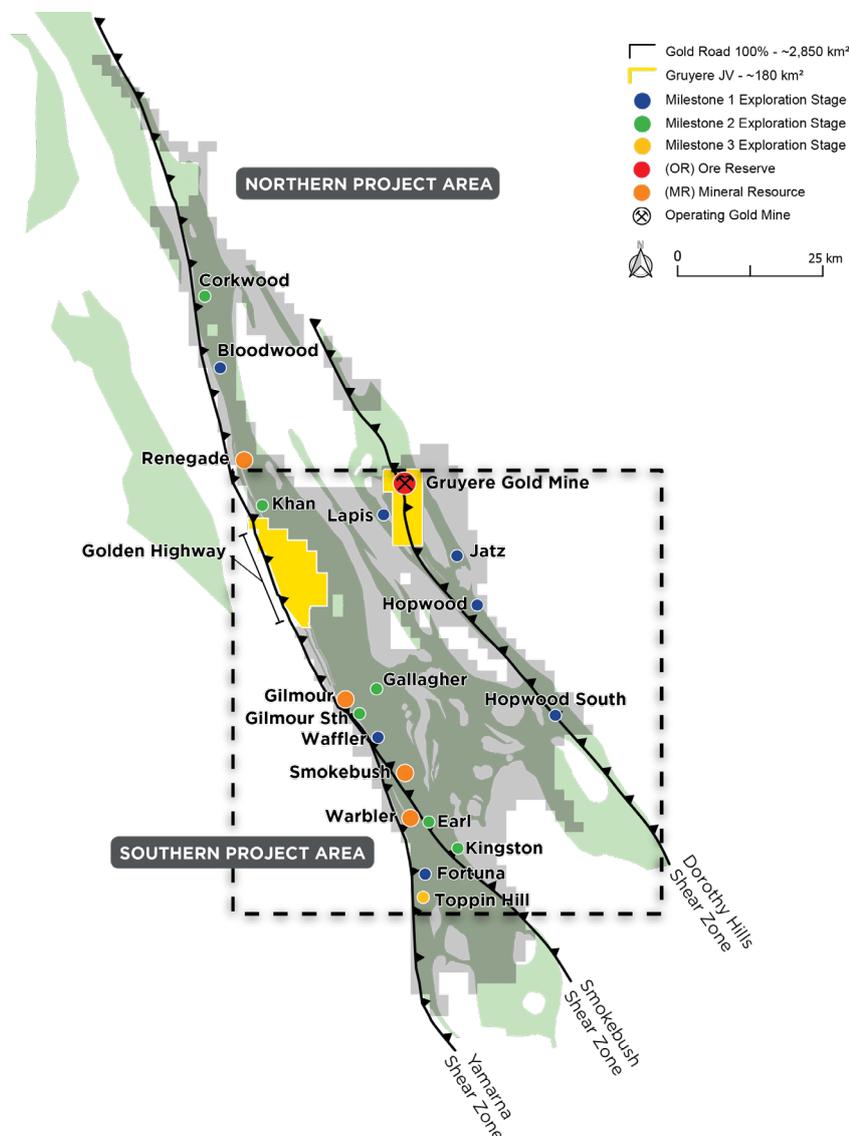


Map showing location of Gold Road's exploration projects over key geological terranes

## YAMARNA (100% GOLD ROAD)

During the six months to 30 June 2023, a combination of 35,079 metres of Aircore and 329 metres of diamond drilling were completed across the Yamarna exploration project.

Aircore drilling across the project area continues to delineate and expand several multi-kilometre gold-in-regolith anomalies coincident with targeted fertile structural fluid pathways. Exploration programs were completed at Fortuna, Hopwood, Lapis, Corkwood and Bloodwood. Encouraging alteration was seen in drill chips from Lapis and Hopwood and assay results continue to be received.



Map showing regional geological framework, priority Southern Project Area and key prospects for 2023<sup>8</sup>

## MALLINA (100% GOLD ROAD)

Exploration activities at the Mallina project during the reporting period focused on conducting RC drilling over priority targets on the western tenement package. Drilling has intersected alteration that is characteristic of known mineralisation elsewhere in the region. The drilling program is ongoing with a total of 3,772 metres completed to date, with receipt of all final assay results still pending.

## GALLOWAY AND GREENVALE (100% GOLD ROAD)

On-ground exploration activities commenced at Greenvale with a focus on mineral system targeting through surface mapping and soils/rock chip geochemistry. Remote sensing and geophysical surveys are scheduled and will assist in delineating a priority target pipeline for follow up drill testing now scheduled for early 2024.

<sup>8</sup> Tenement plan as at the 30 June 2023

#### YERRIDA-BRYAH (100% GOLD ROAD, DILUTING TO 30%)

During the half year Gold Road concluded negotiation of a farmout exploration joint venture for the Yerrida-Bryah project with an unlisted exploration company enabling a 70% earn-in on the project over 5 years.

#### Listed Investments

As at 30 June 2023, the Company had listed investments with a market value of \$416.1 million<sup>9</sup>. At the end of the quarter Gold Road continued to hold strategic shareholdings of 19.73% in De Grey Mining Ltd and 17.45% in Yandal Resources Ltd.

#### Events Occurring After Balance Date

Subsequent to the period ended 30 June 2023:

On 25 August 2023, the Directors determined the payment of a dividend of 1.2 cents per fully paid ordinary share, fully franked. The aggregate amount of the proposed dividend is expected to be paid on 5 October 2023 out of retained earnings at 30 June 2023, and has not been recognised as a liability at the end of the period.

Other than as noted above, there has not arisen in the interval between the six months ended 30 June 2023 and the date of this report any other item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect substantially the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial years.

#### Auditors Independence Declaration

A copy of the Auditor's Independence Declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 10. This report is made in accordance with a resolution of the Directors.

DATED at Perth this 25th day of August 2023.



**Tim Netscher**  
Non-executive Chairman

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<sup>9</sup> Valued at closing prices on 30 June 2023



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

To the Directors of Gold Road Resources Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Gold Road Resources Limited for the half-year ended 30 June 2023 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.

KPMG

KPMG

GL + 177

Graham Hogg  
*Partner*  
Perth  
25 August 2023

# Consolidated Interim Financial Statements

## Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the six months ended 30 June 2023

	Notes	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
Sales revenue	4(a)	228,979	196,546
Cost of sales	5(a)	(123,104)	(113,800)
<b>Gross profit</b>		<b>105,875</b>	<b>82,746</b>
Other income		357	64
<b>Total other income</b>		<b>357</b>	<b>64</b>
Exploration expenditure	5(b)	(8,981)	(12,884)
Exploration and evaluation write off	7	(3,500)	-
Corporate and technical services	5(c)	(11,056)	(9,990)
Fair value loss on derivatives	5(d)	-	(616)
<b>Profit before finance and income tax</b>		<b>82,695</b>	<b>59,320</b>
Finance income	4(b)	2,057	268
Finance expenses	5(e)	(3,988)	(3,986)
<b>Profit before income tax</b>		<b>80,764</b>	<b>55,602</b>
Income tax expense	20(a)	(25,021)	(15,659)
<b>Profit for the period</b>		<b>55,743</b>	<b>39,943</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss			
Changes in the fair value of financial assets		17,450	(31,616)
Income tax on changes in the fair value of financial assets		(5,235)	9,485
Net comprehensive profit/(loss) from changes in the fair value of financial assets		12,215	(22,131)
Derecognition of ACA reduction following disposal of acquired assets		4,533	-
Tax effect on disposal of financial assets valued through other comprehensive income		303	-
<b>Other comprehensive profit/(loss) net of tax</b>		<b>17,051</b>	<b>(22,131)</b>
<b>Total comprehensive profit/(loss) for the period attributed to owners of the Company</b>		<b>72,794</b>	<b>17,812</b>
<b>Earnings per share for profit attributable to the ordinary equity holders of the Company:</b>		<b>Cents</b>	<b>Cents</b>
Basic profit per share		5.17	4.52
Diluted profit per share		5.15	4.49

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

## Condensed Consolidated Statement of Financial Position

As at 30 June 2023

	Notes	30 June 2023 \$'000	31 December 2022 \$'000
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	152,555	74,421
Receivables and other assets	10	5,309	4,867
Other financial assets		358	358
Inventories	11	61,346	57,334
<b>Total current assets</b>		<b>219,568</b>	<b>136,980</b>
<b>Non-current assets</b>			
Property, plant and equipment	8	319,043	324,273
Right-of-use assets	9	119,057	119,845
Exploration and evaluation	7	35,911	37,108
Financial assets at fair value	14	416,061	406,514
Other financial assets		90	269
Deferred tax assets	20 (b)	-	4,844
<b>Total non-current assets</b>		<b>890,162</b>	<b>892,853</b>
<b>TOTAL ASSETS</b>		<b>1,109,730</b>	<b>1,029,833</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	12	35,495	36,885
Provisions	13	4,260	4,619
Lease liabilities	15	14,561	12,194
Current tax liabilities		18,221	6,562
<b>Total current liabilities</b>		<b>72,537</b>	<b>60,260</b>
<b>Non-current liabilities</b>			
Provisions	13	28,324	27,413
Lease liabilities	15	108,238	110,335
Deferred tax liabilities	20 (b)	757	-
<b>Total non-current liabilities</b>		<b>137,319</b>	<b>137,748</b>
<b>TOTAL LIABILITIES</b>		<b>209,856</b>	<b>198,008</b>
<b>Net assets</b>		<b>899,874</b>	<b>831,825</b>
<b>EQUITY</b>			
Contributed equity	16	434,953	434,171
Reserves		127,779	114,782
Retained earnings		337,142	282,872
<b>TOTAL EQUITY</b>		<b>899,874</b>	<b>831,825</b>

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

## Condensed Consolidated Statement of Changes in Equity

For the six months ended 30 June 2023

	Contributed Equity	Equity Remuneration Reserve	Fair Value Reserve	Non- Controlling Interests Reserve	Gain on acquisition Reserve	Retained Earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance as at 1 January 2023</b>	434,171	5,724	67,215	-	41,843	282,872	831,825
Profit for the period	-	-	-	-	-	55,743	55,743
Other comprehensive profit for the period	-	-	12,215	-	4,533	303	17,051
<b>Total comprehensive profit for the period</b>	-	-	12,215	-	4,533	56,046	72,794
Payment of Dividends	-	-	-	-	-	(4,607)	(4,607)
Dividends reinvested	782	-	-	-	-	(782)	-
Equity settled Share Based Payments	-	1,298	-	-	-	-	1,298
Transfer from Equity Remuneration Reserve	-	(2,906)	-	-	-	2,906	-
Tax effect on Share Based Payments	-	(1,436)	-	-	-	-	(1,436)
Transfer from Fair Value Reserve	-	-	(707)	-	-	707	-
<b>Balance as at 30 June 2023</b>	<b>434,953</b>	<b>2,680</b>	<b>78,723</b>	<b>-</b>	<b>46,376</b>	<b>337,142</b>	<b>899,874</b>

	Contributed Equity	Equity Remuneration Reserve	Fair Value Reserve	Non- Controlling Interests Reserve	Gain on acquisition Reserve	Retained Earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Balance as at 1 January 2022</b>	204,576	2,821	-	-	-	234,087	441,484
Profit for the period	-	-	-	-	-	39,943	39,943
Other comprehensive profit for the period	-	-	(22,131)	-	-	-	(22,131)
<b>Total comprehensive profit for the period</b>	-	-	(22,131)	-	-	39,943	17,812
Shares issued for the acquisition of DGO	216,506	-	-	-	-	-	216,506
Non-controlling interest arising on acquisition of DGO – refer note 20	-	-	-	10,617	-	-	10,617
Gain on DGO acquisition relating to deferred tax – refer note 21	-	-	-	-	37,136	-	37,136
Payment of Dividends	-	-	-	-	-	(3,726)	(3,726)
Dividends reinvested	686	-	-	-	-	(686)	-
Equity settled Share Based Payments	-	1,386	-	-	-	-	1,386
Tax effect on Share Based Payments	-	(127)	-	-	-	-	(127)
<b>Balance as at 30 June 2022</b>	<b>421,768</b>	<b>4,080</b>	<b>(22,131)</b>	<b>10,617</b>	<b>37,136</b>	<b>269,618</b>	<b>721,088</b>

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

## Condensed Consolidated Statement of Cash Flows

For the six months ended 30 June 2023

	Notes	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
<b>Cash flows from operating activities</b>			
Receipts from customers		229,607	196,546
Interest received		2,057	318
Interest and fees paid – lease liabilities		(2,343)	(2,057)
Interest and fees paid – borrowings		(888)	(1,261)
Payments to suppliers and employees		(99,555)	(93,272)
Payments for exploration and evaluation expensed		(8,981)	(12,788)
Income tax paid		(9,594)	(18,022)
<b>Net cash inflow from operating activities</b>		<b>110,303</b>	<b>69,464</b>
<b>Cash flows from investing activities</b>			
Payments for property, plant and equipment		(26,928)	(22,775)
Payments for exploration and evaluation capitalised		(2,303)	(808)
Payments for tenement acquisition		-	(7)
Proceeds from sale of investments		8,142	4
Proceeds from disposal of tenements		-	54
Proceeds from disposal of property, plant and equipment		-	11
Net cash acquired through DGO acquisition	19	-	117
<b>Net cash outflow from investing activities</b>		<b>(21,089)</b>	<b>(23,404)</b>
<b>Cash flows from financing activities</b>			
Lease repayments		(6,473)	(5,413)
Repayment of borrowings		-	(8,160)
Payment of dividends		(4,607)	(3,726)
<b>Net cash outflow from financing activities</b>		<b>(11,080)</b>	<b>(17,299)</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>74,421</b>	<b>131,512</b>
Net increase/(decrease) in cash and cash equivalents		78,134	28,760
<b>Cash and cash equivalents at the end of the period</b>	6	<b>152,555</b>	<b>160,272</b>

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

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# Notes to the Consolidated Interim Financial Statements

For the six months ended 30 June 2023

## CORPORATE INFORMATION AND BASIS OF PREPARATION

### Note 1 Corporate information

The interim financial statements cover the consolidated group comprising Gold Road Resources Limited and its subsidiaries, together referred to as Gold Road, the Company or the Group.

Gold Road is a company incorporated and domiciled in Australia, limited by shares, and is a for profit entity whose shares are publicly traded on the ASX.

### Note 2 Basis of preparation

The Consolidated Interim Financial Statements were authorised for issue in accordance with a Resolution of the Directors on 25 August 2023.

These Consolidated Interim Financial Statements for the six months ended 30 June 2023 have been prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard (AASB) 134: *Interim Financial Reporting*. As such they do not include the full disclosures of the type normally included in an annual financial report and, therefore, it is recommended these Consolidated Interim Financial Statements be read in conjunction with the financial statements of the Group for the year ended 31 December 2022.

#### (a) Historical cost convention

The Consolidated Interim Financial Statements have been prepared under the historical cost convention, and on an accruals basis, except for derivative financial assets/liabilities and certain other financial assets and liabilities which are required to be measured at fair value.

#### (b) Functional and presentation currency

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operations – the functional currency. The Consolidated Interim Financial Statements are presented in Australian dollars, which is the functional currency of the Group's operations.

#### (c) Rounding of amounts

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 and in accordance with that Instrument, all financial information presented in Australian dollars has been rounded to the nearest thousand unless otherwise stated.

#### (d) Critical account estimates

The preparation of financial statements requires the use of certain estimates, judgements and assumptions that affect the application of the Group's accounting policies. Actual results may differ from these estimates and application of different assumptions and estimates may have a significant impact on the Group's net assets and financial results.

The significant judgements made by the Group in applying the Group's accounting policies and the key sources of estimation were the same as those described in the Group's previous Consolidated Financial Statements, for the year ended 31 December 2022.

#### (e) Accounting Policies

The Consolidated Interim Financial Statements have been prepared in accordance with the same accounting policies adopted in the Group's previous Consolidated Financial Statements for the year ended 31 December 2022.

## FINANCIAL PERFORMANCE

### Note 3 Segment information

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Group's Board of Directors, being the Group's Chief Operating Decision Maker (**CODM**), in assessing performance and in determining the allocation of resources. An operating segment is a component of the Group that engages in business activities which may earn revenue and incur expenditure, and separate financial information is available that is evaluated regularly by the CODM. These are measured in the same way as in the financial statements.

The following have been identified as individual operating segments:

(a) Development and Production

All operating segments within Australia are one reportable segment being Development and Production, consisting of the Gruyere joint operation with Gold Fields. Exploration activities on Gruyere JV tenements are included in the Exploration segment.

(b) Exploration

The Exploration segment includes the activities on all mineral exploration tenements, including all joint venture tenements.

(c) Investment

The Investment segment includes the activities on equity securities investment.

(d) Unallocated

Unallocated items comprise corporate which includes those expenditures supporting the business during the period, and items that cannot be directly attributable to the Development and Production or Exploration segments or Investment.

The segment information for the reportable segments for the six months ended 30 June 2023 is as follows:

	Development and Production	Exploration	Investment	Unallocated	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
<b>30 June 2023</b>					
Segment revenue	228,979	-	-	-	228,979
Segment profit/(loss) before tax	103,289	(12,481)	-	(10,044)	80,764
Income tax expense	-	-	-	(25,021)	(25,021)
Capital expenditure additions	32,187	2,330	-	1,675	36,192
Segment assets	507,748	44,637	416,061	141,284	1,109,730
Segment liabilities	(184,176)	(2,252)	-	(23,428)	(209,856)
<b>30 June 2022</b>					
Segment revenue	196,546	-	-	-	196,546
Segment profit/(loss) before tax	79,755	(12,884)	-	(11,269)	55,602
Income tax expense	-	-	-	(15,659)	(15,659)
<b>31 December 2022</b>					
Capital expenditure additions	64,005	3,506	-	61	65,572
Segment assets	510,887	46,469	406,514	65,963	1,029,833
Segment liabilities	(183,979)	(3,754)	-	(10,275)	(198,008)

### Note 4 Revenue

(a) Revenue from contracts with customers

	6 months ended 30 June 2023	6 months ended 30 June 2022
	\$'000	\$'000
Gold revenue	228,979	196,546
Total revenue from continuing operations	228,979	196,546

(b) Finance income

	6 months ended 30 June 2023	6 months ended 30 June 2022
	\$'000	\$'000
Interest income	2,057	268

## Note 5 Expenses

### (a) Cost of sales

	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
Costs of production	(75,029)	(74,550)
Royalties & other selling costs	(7,593)	(6,897)
Depreciation & amortisation expense	(38,902)	(39,811)
Changes in inventory	(1,580)	7,458
	<b>(123,104)</b>	<b>(113,800)</b>

### (b) Exploration expenditure expensed

	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
Costs expensed in relation to areas of interest in the exploration and evaluation phase	(8,981)	(12,884)
	<b>(8,981)</b>	<b>(12,884)</b>

### (c) Corporate and technical services

	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
Administration and technical services	(4,325)	(2,794)
Employee benefits expense	(4,428)	(4,948)
Equity based remuneration expense	(1,298)	(1,386)
Depreciation expense	(1,005)	(862)
	<b>(11,056)</b>	<b>(9,990)</b>

### (d) Fair value loss on derivatives

	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
Fair value loss on derivatives	-	(616)
Total expense from continuing operations	-	(616)

## Gold forward sales

As at 30 June 2023, there are no outstanding gold forward sale contracts. At 30 June 2022, the Group had gold forward sales contracts totalling 15,980 ounces denominated in Australian dollars which were held to be delivered at an average price of \$1,832 per ounce. Of these, 5,800 ounces were adjusted for the mark-to-market valuation through the profit or loss, performed at each reporting period and which were held to be delivered at an average price of \$1,709 per ounce. The remaining 10,180 ounces of gold forward sales contracts held at 30 June 2022 were accounted for using the 'own use exemption' under AASB 9 Financial Instruments and which were held to be delivered at an average of \$1,902 per ounce.

### (e) Finance expenses

	6 months ended 30 June 2023 \$'000	6 months ended 30 June 2022 \$'000
Interest and finance charges	(890)	(1,260)
Amortisation of debt establishment fees	(179)	(418)
Lease interest	(2,343)	(2,057)
Foreign exchange loss	(23)	-
Provisions: unwinding of discount	(553)	(251)
	<b>(3,988)</b>	<b>(3,986)</b>

## OPERATING ASSETS AND LIABILITIES

### Note 6 Cash and cash equivalents

	30 June 2023 \$'000	31 December 2022 \$'000
Cash at bank	152,480	74,346
Restricted cash	75	75
Cash and cash equivalents	<b>152,555</b>	<b>74,421</b>

### Cash at Bank – Gruyere JV

Included in Cash at bank of \$152.6 million (31 December 2022: \$74.4 million) is \$14.1 million (31 December 2022: \$15.9 million) representing the Company's share of cash at bank held in the Gruyere JV.

## Note 7 Exploration and evaluation

*In the exploration and evaluation phase*

### Opening balance as at 1 January

Exploration acquisition through DGO acquisition	-	21,540
Exploration expenditure written off during the period	(3,500)	(4,468)
Exploration expenditure capitalised during the period	2,303	2,658
<b>Closing balance</b>	<b>35,911</b>	<b>37,108</b>

30 June 2023 \$'000	31 December 2022 \$'000
37,108	17,378
-	21,540
(3,500)	(4,468)
2,303	2,658
<b>35,911</b>	<b>37,108</b>

## Note 8 Property, plant and equipment

	Plant and Equipment \$'000	Buildings \$'000	Mine Development Assets \$'000	Assets Under Construction \$'000	Total \$'000
<b>30 June 2023</b>					
Opening net book value as at 1 January 2023	217,561	2,043	96,050	8,619	324,273
Additions	258	-	18,284	8,387	26,929
Transfer from assets under construction	1,107	-	-	(1,107)	-
Movement in rehabilitation asset	-	-	221	-	221
Depreciation & amortisation	(13,119)	(115)	(19,146)	-	(32,380)
Disposals	-	-	-	-	-
<b>Net book value</b>	<b>205,807</b>	<b>1,928</b>	<b>95,409</b>	<b>15,899</b>	<b>319,043</b>
<b>30 June 2023</b>					
Cost	301,289	4,940	202,921	15,899	525,049
Accumulated depreciation	(95,482)	(3,012)	(107,512)	-	(206,006)
<b>Closing net book value</b>	<b>205,807</b>	<b>1,928</b>	<b>95,409</b>	<b>15,899</b>	<b>319,043</b>
<b>31 December 2022</b>					
Opening net book value as at 1 January 2022	234,503	2,084	103,832	6,290	346,709
Additions	819	90	37,140	10,485	48,534
Additions through DGO acquisition	468	138	-	-	606
Movement in rehabilitation asset	-	-	(1,649)	-	(1,649)
Transfer from assets under construction	8,156	-	-	(8,156)	-
Depreciation & amortisation	(26,382)	(269)	(43,273)	-	(69,924)
Disposals	(3)	-	-	-	(3)
<b>Net book value</b>	<b>217,561</b>	<b>2,043</b>	<b>96,050</b>	<b>8,619</b>	<b>324,273</b>
<b>31 December 2022</b>					
Cost	299,924	4,941	184,416	8,619	497,900
Accumulated depreciation	(82,363)	(2,898)	(88,366)	-	(173,627)
<b>Closing net book value</b>	<b>217,561</b>	<b>2,043</b>	<b>96,050</b>	<b>8,619</b>	<b>324,273</b>

## Non-current assets pledged as security

Under the Gruyere Joint Venture Agreement, each party's obligations are secured by first ranking securities over each party's share in the assets in the Gruyere Project.

The borrowings under the Finance Facilities are secured by first ranking securities over the assets of the Group or second ranking securities in respect of assets in the Gruyere Project.

## Note 9 Right-of-use assets

	30 June 2023 \$'000	31 December 2022 \$'000
Opening net book value as at 1 January	119,845	114,974
Additions	6,739	18,029
Additions through DGO acquisition	-	279
Depreciation & amortisation	(7,527)	(13,437)
<b>Net book value</b>	<b>119,057</b>	<b>119,845</b>
Cost	167,010	160,271
Accumulated depreciation	(47,953)	(40,426)
<b>Closing net book value</b>	<b>119,057</b>	<b>119,845</b>

## Note 10 Receivables and other assets

	30 June 2023 \$'000	31 December 2022 \$'000
Prepayments	1,502	1,911
GST and other receivables	3,807	2,956
Receivables and other assets	5,309	4,867

## Note 11 Inventories

	30 June 2023 \$'000	31 December 2022 \$'000
Ore stockpiles	28,827	31,764
Gold in circuit and on hand	7,585	6,228
Consumable supplies and spares	24,934	19,342
Inventories at cost	<b>61,346</b>	<b>57,334</b>

## Note 12 Trade and other payables

	30 June 2023 \$'000	31 December 2022 \$'000
Trade payables	12,993	14,929
Accruals and other payables	22,502	21,956
Trade and other payables	<b>35,495</b>	<b>36,885</b>

## Note 13 Provisions

	30 June 2023			31 December 2022		
	Current \$'000	Non-current \$'000	Total \$'000	Current \$'000	Non-current \$'000	Total \$'000
Employee entitlements	4,260	967 <sup>1</sup>	5,227	4,619	830 <sup>1</sup>	5,449
Rehabilitation	-	27,357	27,357	-	26,583	26,583
Provisions	<b>4,260</b>	<b>28,324</b>	<b>32,584</b>	<b>4,619</b>	<b>27,413</b>	<b>32,032</b>

1. Represents long service leave entitlements expected to be settled beyond 12 months of the reporting date.

Rehabilitation costs include the dismantling and removal of mining plant, equipment and building structures, waste removal and restoration of the site in accordance with the requirements of the mining permits. Such costs are determined using estimates of future costs, current legal requirements and technology.

## CAPITAL AND FINANCIAL RISK MANAGEMENT

### Note 14 Financial assets at fair value

	30 June 2023 \$'000	31 December 2022 \$'000
Listed equity securities – at FVOCI	416,061	406,514
Financial assets at fair value	<b>416,061</b>	<b>406,514</b>

### Note 15 Lease liabilities

	30 June 2023 \$'000	31 December 2022 \$'000
Lease liabilities - current	14,561	12,194
Lease liabilities - non-current	108,238	110,335
	<b>122,799</b>	<b>122,529</b>

The lease liabilities relate to the gas pipeline, power facilities, mine infrastructure and equipment contracts, and office premises.

### Note 16 Contributed equity

Share capital	30 June 2023 No.	31 December 2022 No.	30 June 2023 \$'000	31 December 2022 \$'000
Ordinary shares	1,078,421,391	1,075,932,298	434,953	434,171
<b>Total share capital</b>	<b>1,078,421,391</b>	<b>1,075,932,298</b>	<b>434,953</b>	<b>434,171</b>

#### (a) Movements in ordinary shares

	Number of shares	Total \$'000
Opening balance at 1 January 2023	1,075,932,298	434,171
Dividend Reinvestment Plan	536,926	782
Performance rights exercised	1,952,167	-
<b>Closing balance at 30 June 2023</b>	<b>1,078,421,391</b>	<b>434,953</b>

(b) Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held.

On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote. Ordinary shares have no par value and the Company does not have a limited amount of authorised capital. The Company's shares are limited whereby the liability of its members is limited to the amount (if any) unpaid on the shares respectively held by them.

(c) Performance Rights

Information relating to the Employee Incentive Plan, including details of Performance Rights granted, exercised and cancelled/forfeited during the six month period and Performance Rights outstanding at the end of the reporting period, is set out in Note 18.

### Note 17 Dividends

The following dividends were determined and paid by the Company.

	30 June 2023 \$'000	30 June 2022 \$'000
2021 final dividend: \$0.005	-	4,412
2022 final dividend: \$0.005	5,389	-
	<b>5,389</b>	<b>4,412</b>

Subsequent to 30 June 2023, the Directors determined to pay a dividend of 1.2 cent per fully paid ordinary share, fully franked for an amount of \$12.9 million. The aggregate amount of the proposed dividend is expected to be paid on 5 October 2023 out of retained earnings at 30 June 2023, and has not been recognised as a liability at the end of the period.

Franking credits available to Gold Road shareholders as at 30 June 2023 were \$85.0 million (31 December 2022: \$83.2 million), which are available for distribution subject to the Board determining to pay dividends with franking credits attached.

### OTHER INFORMATION

#### Note 18 Share-based payments

Share-based compensation payments are made available to executive directors and employees.

The following table illustrates the number of, and movements in, Performance Rights during the period.

	30 June 2023 No.	31 December 2022 No.
Outstanding at the beginning of the period	5,537,433	6,405,445
Performance Rights granted (i)	2,365,411	2,625,462
Performance Rights exercised (ii)	(1,952,167)	(1,359,817)
Lapsed/cancelled during the year	-	(469,915)
Forfeited during the year	(369,092)	(1,663,742)
<b>Outstanding at the end of the period (iii)</b>	<b>5,581,585</b>	<b>5,537,433</b>

(i) Performance Rights granted during the six month period ended 30 June 2023.

Number of Performance Rights Granted	Incentive Plan	Fair Value at Grant Date	Grant Date	Performance Period End Date
390,260	STI 2022	1.690	30 January 2023	31 December 2022 <sup>1</sup>
100,000	Onboarding 2023 – 2025 <sup>2</sup>	1.555	6 February 2023	6 February 2025
1,442,424	LTI 2023 – 2025 <sup>3</sup>	1.734	8 June 2023	31 December 2025
432,727	LTI 2023 – 2025 <sup>4</sup>	0.874	8 June 2023	31 December 2025
<b>2,365,411</b>	<b>Total Performance Rights granted during the six month period</b>			

1. Subsequent to the performance period end date, the Board determines the number of Performance Rights that vest

2. Performance Rights granted subject to non-KMPs remaining an employee at the performance end date

3. Performance Rights granted subject to non-market based performance conditions had their values verified using a Black-Scholes pricing model

4. Performance Rights granted subject to market based performance conditions had their values verified using the Monte Carlo simulation

(ii) Performance Rights exercised during the six month period ended 30 June 2023.

Number of Performance Rights Exercised	Incentive Plan	Grant Date	Performance Period End Date	Vesting Date
390,260	STI 2022	30 January 2023	31 December 2022	30 January 2023
1,370,251	LTI 2020 – 2022	28 May 2020	31 December 2022	30 January 2023
89,332	Retention	1 March 2021	1 December 2022	18 January 2023
30,933	Retention	5 July 2021	1 December 2022	18 January 2023
46,246	Retention	7 October 2021	1 December 2022	18 January 2023
3,099	Retention	7 October 2021	1 December 2022	7 February 2023
22,046	Retention	1 February 2022	1 December 2022	18 January 2023
<b>1,952,167</b>	<b>Total Performance Rights exercised during the six month period</b>			

(iii) As at the balance date, unvested Performance Rights over unissued ordinary shares of the Company are:

Outstanding	Incentive Plan	Grant Date	Performance Period End Date <sup>1</sup>
956,410	LTI 2021 – 2023	27 May 2021	31 December 2023
598,195 <sup>2</sup>	LTI 2021 – 2023	27 May 2021	31 December 2023
165,000	Onboarding	22 December 2021	1 January 2024
1,244,093	LTI 2022 – 2024	31 May 2022	31 December 2024
542,736 <sup>3</sup>	LTI 2022 – 2024	31 May 2022	31 December 2024
100,000	Onboarding	5 October 2022	27 September 2024
100,000	Onboarding	6 February 2023	6 February 2025
1,432,319	LTI 2023 – 2025	8 June 2023	31 December 2025
442,832 <sup>4</sup>	LTI 2023 – 2025	8 June 2023	31 December 2025
<b>5,581,585</b>	<b>Total Performance Rights outstanding at the end of the six month period</b>		

- Subsequent to the end of the performance period end date, the Board determines the number of Performance Rights that vest
- Represents Performance Rights issued to the Executive Director. The key vesting conditions and performance conditions are that the holders must remain employed until 31 December 2023. Of these Performance Rights, 26% of the Performance Rights will vest and convert over a three year measurement period to 31 December 2023 based on meeting market based performance criteria (which includes provision for a stretch of 125% of the 30% market based metric resulting in a stretch weighting of 18%), 74% will vest on meeting non-market performance conditions by 31 December 2023 (which includes provision for a stretch of 200% of the 25% Growth metric resulting in a stretch weighting of 59%, and provision for stretch of 140% of the 25% Gruyere optimisation metric resulting in a stretch weighting of 24%)
- Represents Performance Rights issued to the Executive Director. The key vesting conditions and performance conditions are that the holders must remain employed until 31 December 2024. Of these Performance Rights, 26% of the Performance Rights will vest and convert over a three year measurement period to 31 December 2024 based on meeting market based performance criteria (which includes provision for a stretch of 125% of the 30% market based metric resulting in a stretch weighting of 18%), 74% will vest on meeting non-market performance conditions by 31 December 2024 (which includes provision for a stretch of 200% of the 25% Growth metric resulting in a stretch weighting of 59%, and provision for stretch of 140% of the 25% Gruyere optimisation metric resulting in a stretch weighting of 24%)
- Represents Performance Rights issued to the Executive Director. The key vesting conditions and performance conditions are that the holders must remain employed until 31 December 2025. Of these Performance Rights, 46% of the Performance Rights will vest and convert over a three year measurement period to 31 December 2025 based on meeting market based performance criteria, 54% will vest on meeting non-market performance conditions by 31 December 2025 (which includes provision for a stretch of 200% of the 30% Growth metric resulting in a stretch weighting of 100%)

## Note 19 Acquisition of DGO Gold Limited

On 4 August 2022, Gold Road completed the takeover of DGO Gold Limited (DGO). All consideration was in the form of Gold Road ordinary fully paid shares issued at a ratio of 2.25 Gold Road shares for each DGO share. At the close of the takeover period on 15 June 2022 Gold Road had control of DGO and consolidated from that point.

Consideration paid for DGO	\$'000
Purchase cost (including transaction costs) at 30 June 2023	231,955
Less: Gold Road transaction cost	(4,822)
Cash acquired on acquisition	(117)
Shares issued as consideration	(227,133)
<b>Net of cash acquired at 15 June 2022</b>	<b>(117)</b>

The group has determined that the transaction does not constitute a business combination in accordance with AASB 3 Business Combinations. The acquisition of the net assets has therefore been accounted for, as an asset acquisition. When an asset acquisition does not constitute a business combination, the assets and liabilities are allocated a carrying amount based on their relative fair values in an asset purchase transaction.

Details of the purchase consideration and the net assets acquired are as follows:

<b>Net assets acquired</b>	<b>\$'000</b>
Cash and cash equivalents	117
Receivables and other assets	549
Property, plant and equipment	605
Right-of-use lease assets	279
Exploration and evaluation	21,540
Financial assets at fair value	205,293
Deferred tax assets	16,458
<b>Total assets</b>	<b>244,841</b>
Trade and other payables	(4,408)
Provisions	(24)
Borrowings	(8,161)
Lease liabilities	(293)
<b>Total liabilities</b>	<b>(12,886)</b>
<b>Total purchase consideration</b>	<b>231,955</b>

## Note 20 Income Tax and Deferred Tax

### (a) Income tax expense

	30 June 2023	30 June 2022
	\$'000	\$'000
Current tax	21,253	15,529
Deferred tax	3,768	130
	<b>25,021</b>	<b>15,659</b>

### (b) Recognised deferred tax balances

	30 June 2023	31 December 2022
	\$'000	\$'000
Deferred tax assets	38,610	39,430
Deferred tax liabilities	(39,367)	(34,586)
Net deferred tax assets/(liabilities)	<b>(757)</b>	<b>4,844</b>

Composition of deferred tax liabilities and assets:

	30 June 2023	31 December 2022
	\$'000	\$'000
<b>Deferred tax liabilities</b>		
Exploration expenditure	1,093	1,700
Mine development expenditure	(21,982)	(22,259)
Property, plant and equipment	(10,828)	(10,382)
Leases	(3,246)	730
Inventories	(3,772)	(3,688)
Other deferred tax liabilities	(632)	(687)
Gross deferred tax liabilities	(39,367)	(34,586)
Set-off of deferred tax assets	38,610	34,586
Net deferred tax liabilities	<b>(757)</b>	<b>-</b>
<b>Deferred tax assets</b>		
Provision, trade and other payables	14,234	10,034
Expenses deductible over time	2,218	1,910
Share-based payments	1,049	2,969
Investments, net	6,996	8,350
Tax losses carried forward	14,113	16,167
Gross deferred tax liabilities	38,610	39,430
Set-off of deferred tax liabilities	(38,610)	(34,586)
Net deferred tax assets	<b>-</b>	<b>4,844</b>

## UNRECOGNISED ITEMS

### Note 21 Contingencies

#### Contingent liabilities

##### Guarantees

The Company has provided bank guarantees in favour of various service providers in respect to contractual obligations and leased premises at 30 June 2023. The total of these guarantees at 30 June 2023 was \$198,249 with various financial institutions (31 December 2022: \$198,249).

The Group has guarantees in relation to its joint venture commitments in favour of various service providers with respect to the supply of electricity and development of associated infrastructure for the joint venture. The Group's portion of these commitments at 30 June 2023 was \$18.75 million with various financial institutions (31 December 2022: \$18.75 million).

## Note 22 Commitments

(a) Exploration expenditure commitments

In order to maintain current rights of tenure to exploration tenements the Group has certain obligations to perform minimum exploration work on mineral leases held. These obligations may vary over time, depending on the Group's exploration programmes and priorities. These obligations are not provided for in the financial report and are payable:

	30 June 2023 \$'000	31 December 2022 \$'000
Within one year	7,949	8,434
	<u>7,949</u>	<u>8,434</u>

## Note 23 Significant events after the balance date

Subsequent to the period ended 30 June 2023:

On 25 August 2023 the Directors determined the payment of a dividend of 1.2 cents per fully paid ordinary share, fully franked. The aggregate amount of the proposed dividend is expected to be paid on 5 October 2023 out of retained earnings at 30 June 2023 and has not been recognised as a liability at the end of 30 June 2023.

Other than as noted above, there has not arisen in the interval between the six months ended 30 June 2023 and the date of this report any other item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect substantially the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial years.

## Directors' Declaration

In the opinion of the Directors of Gold Road Resources Limited:

- (a) the Consolidated Interim Financial Statements and Notes that are set out on pages 16 to 25, are in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the Group's consolidated financial position as at 30 June 2023 and of its performance, for the six month financial period ended on that date; and
  - (ii) complying with Australian Accounting Standards AASB 134: *Interim Financial Reporting*, the *Corporations Regulations 2001*; and
- (b) 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 the Directors, on behalf of the Board.

Signed at Perth this 25 day of August 2023



Tim Netscher  
Non-executive Chairman



# Independent Auditor's Review Report

To the shareholders of Gold Road Resources Limited

## Conclusion

We have reviewed the accompanying **Interim Financial Report** of Gold Road Resources Limited.

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 Gold Road Resources Limited does not comply with the *Corporations Act 2001*, including:

- Giving a true and fair view of the **Group's** financial position as at 30 June 2023 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 30 June 2023;
- 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 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration.

The **Group** comprises Gold Road Resources Limited (the Company) and the entities it controlled at the half-year's end 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 Half-year 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 30 June 2023 and 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*.

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

Graham Hogg  
*Partner*  
Perth  
25 August 2023

# Corporate Directory

ASX Code: GOR

## DIRECTORS

Tim Netscher	Non-executive Chairman
Duncan Gibbs	Managing Director and CEO
Brian Levet	Non-executive Director
Maree Arnason	Non-executive Director
Denise McComish	Non-executive Director

## COMPANY SECRETARY

Julie Jones  
Keely Woodward

## REGISTERED & PRINCIPAL OFFICE

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Website: [www.goldroad.com.au](http://www.goldroad.com.au)

## POSTAL ADDRESS

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Australia

## AUDITOR

KPMG  
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Perth WA 6000  
Australia

## SHARE REGISTRY

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Level 11, 172 St Georges Terrace  
Perth WA 6000  
Australia

## STOCK EXCHANGE

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Level 40, Central Park  
152 – 158 St Georges Terrace  
Perth WA 6000  
Australia