

FORM: Half yearly/preliminary final report

Name of issuer

Florin Mining Investment Company Limited

ACN or ARBN

111 170 882

Half yearly
(tick)

✓

Preliminary
final (tick)

Half year/financial year ended
('Current period')

31st December 2022

For announcement to the market

Extracts from this statement for announcement to the market (see note 1).

				\$A
Operating Revenue (item 1.1)	Down	68%	To	59,943
Operating Profit (loss) before abnormal items and tax	Down	119%	To	(24,491)
Operating Profit (loss) for the period after tax but before minority equity interests (item 1.9)	Down	87%	To	23,237
Profit (loss) for the period attributable to security holders (item 1.11)	Down	87%	To	23,237
Income Distributions				
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				

Annual meeting

(Preliminary final statement only)

The annual meeting will be held as follows:

Place

Date

Time

Approximate date the annual report will be available

Compliance statement

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the *Corporations Act* or other standards acceptable to the Exchange (see note 13).

Identify other standards used

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2. This statement, and the financial statements under the *Corporations Act* (if separate), use the same accounting policies.

3. This statement does give a true and fair view of the matters disclosed (see note 2).

4. This statement is based on financial statements to which one of the following applies:

- | | |
|---|--|
| <input type="checkbox"/> The financial statements have been audited. | <input checked="" type="checkbox"/> The financial statements have been subject to review by a registered auditor (or overseas equivalent). |
| <input type="checkbox"/> The financial statements are in the process of being audited or subject to review. | <input type="checkbox"/> The financial statements have <i>not</i> yet been audited or reviewed. |

5. If the accounts have been or are being audited or subject to review and the audit report is not attached, details of any qualifications are attached

6. The *issuer* has a formally constituted audit committee.

Sign here:  Date: 14 March 2023
(Director)

Print name: STEVEN PRITCHARD



FLORIN MINING INVESTMENT COMPANY LIMITED

ABN 60 111 170 882

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31ST DECEMBER, 2022

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

DIRECTORS' REPORT

Your directors submit the financial report of the Company for the half-year ended 31 December 2022. In order to comply with the provisions of the *Corporations Act 2001*, the directors report as follows:

Directors

The names of directors who held office during or since the end of the half-year:

Steven Pritchard

Daniel Di Stefano

Peter Cameron

Enzo Pirillo

Francis Malcolm

The above named directors held office during and since the end of the half-year.

Review of Operations

The investment objectives of Florin Mining Investment Company Limited, are to:

- Preserve the capital of the Company;
- Achieve a high real rate of return, comprising both income and capital growth; and
- Generally, to limit the investments of the Company to natural resource companies being those companies:
 - ✓ who derive a significant proportion of their revenues from the mining of base and precious metals, industrial minerals, and bulk commodities, the production of oil and gas or geothermal energy; or
 - ✓ have a significant proportion of their assets invested, or they propose to invest a significant proportion of their assets, in activities involved in the exploration for base and precious metals, industrial minerals, and bulk commodities, the production of oil and gas or geothermal energy.

The Company seeks to maximise the capital growth of the Company's portfolio by investing in natural resource companies. Investments are primarily in mining or exploration companies – that are either producing or exploring for base and precious metals, industrial minerals and bulk commodities. From time to time the portfolio may have exposure to oil, gas and geothermal energy companies.

Whilst in making its investment decisions the Company will generally take a medium to long term view, it may however, from time to time acquire investments with a view to profit through short term trading opportunities.

The Company:

- focuses on the investment merits of individual stocks rather than market and economic trends; and
- seeks to invest in shares which it assesses to be undervalued relative to their longer term growth prospects.

The Directors have established a number of key performance indicators that they will use in their assessment of the Company's performance, including, earnings per share, dividends paid to shareholders and asset backing per share.

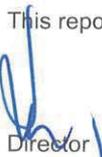
The Company earned a net profit after tax of \$23,237 for the half year ended 31 December 2022.

The asset backing per share increased by 6.6%, from 18.2 cents as at 30 June 2022 to 19.4 cents as at 31 December 2022. As at the 31 December 2022 the company had short term borrowings of \$20,000.

Auditor's Declaration

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* is set out on page 3 for the half-year ended 31 December 2022.

This report is signed in accordance with a resolution of the Board of Directors.


Director

Steven Pritchard

Dated this 13th day of March 2023

Florin Mining Investment Company Limited
ACN: 111 170 882

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

I declare that, to the best of my knowledge and belief, during the half year ended 31 December 2022, there have been:

- (i) no contraventions of the auditor independence requirements of 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.



PKF



MARTIN MATTHEWS
PARTNER

13 MARCH 2023
NEWCASTLE, NSW

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

	Note	Period to 31 December 2022			Period to 31 December 2021		
		Revenue	Capital	Total	Revenue	Capital	Total
		\$	\$	\$	\$	\$	\$
Income from investment portfolio		67,277	-	67,277	40,436	-	40,436
Income from trading portfolio		(7,334)	-	(7,334)	149,163	-	149,163
Income from deposits		-	-	-	-	-	-
Total income from ordinary activities	2	59,943	-	59,943	189,599	-	189,599
Administration expenses		(64,480)	-	(64,480)	(41,001)	-	(41,001)
Finance costs		(2,540)	-	(2,540)	(1,564)	-	(1,564)
Management fees		(17,414)	-	(17,414)	(17,905)	-	(17,905)
Performance fees		-	-	-	-	-	-
		(84,434)	-	(84,434)	(60,470)	-	(60,470)
Operating (Loss)/ Profit before income tax and realised gains on the investment portfolio		(24,491)	-	(24,491)	129,129	-	129,129
Income tax benefit relating to ordinary activities		47,728	-	47,728	49,201	-	49,201
Profit attributable to members of the company		23,237	-	23,237	178,330	-	178,330
Other Comprehensive income							
Items that will not be reclassified subsequently to profit or loss							
Unrealised gains for the period on securities in the investment portfolio		-	159,094	159,094	-	155,693	155,693
Deferred tax expense on above		-	(47,728)	(47,728)	-	(46,708)	(46,708)
Gains for the period on securities realised in investment portfolio		-	64,831	64,831	-	8,314	8,314
Tax expense on above		-	-	-	-	(2,494)	(2,494)
Total other comprehensive income		-	176,197	176,197	-	114,805	114,805
Total comprehensive income		23,237	176,197	199,434	178,330	114,805	293,135
Overall Operations							
Basic earnings per share (cents per share)		0.14			1.05		
Diluted earnings per share (cents per share)		0.14			1.05		

The accompanying notes form part of these financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Note	31.12.2022	30.06.2022
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		387,370	450,805
Financial assets	5	159,585	238,133
Other current assets		20,671	78,894
Current tax assets		1,154	1,493
TOTAL CURRENT ASSETS		568,780	769,325
NON-CURRENT ASSETS			
Financial assets	5	2,789,998	2,474,922
Deferred tax assets		342,291	289,541
TOTAL NON-CURRENT ASSETS		3,132,289	2,764,463
TOTAL ASSETS		3,701,069	3,533,788
CURRENT LIABILITIES			
Trade & other payables		49,293	40,720
Borrowings		20,000	113,476
TOTAL CURRENT LIABILITIES		69,293	154,196
NON-CURRENT LIABILITIES			
Deferred tax liabilities		342,291	289,541
TOTAL NON-CURRENT LIABILITIES		342,291	289,541
TOTAL LIABILITIES		411,584	443,737
NET ASSETS		3,289,485	3,090,051
EQUITY			
Issued capital	4	3,225,920	3,225,920
Reserves		1,161,751	1,050,385
Accumulated losses		(1,098,186)	(1,186,254)
TOTAL EQUITY		3,289,485	3,090,051

The accompanying notes form part of these condensed financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

	Issued Capital	Retained Earnings/ (Accumulated Losses)	Capital Profits Reserve	Investment Revaluation Reserve	General Reserve	Total
	\$	\$	\$	\$	\$	\$
Balance at 1 July 2021	3,225,920	(1,800,958)	732,235	535,295	630,796	3,233,288
Profit for the half year	-	178,330	-	-	-	178,330
<i>Other comprehensive income for the half year (net of tax)</i>						
Revaluation of investment portfolio (net of tax)	-	-	-	108,985	-	108,985
Net capital gain for the half year (net of tax)	-	5,820	-	-	-	5,820
Transfer between reserves	-	(5,820)	(732,235)	-	738,055	-
Other comprehensive income for the half year	-	-	-	108,985	-	108,985
Total comprehensive income	-	178,330	-	108,985	-	287,315
Balance at 31 December 2021	3,225,920	(1,622,628)	-	644,280	1,368,851	3,616,423
Balance at 1 July 2022	3,225,920	(1,186,254)	-	419,589	630,796	3,090,051
Profit for the half year	-	23,237	-	-	-	23,237
<i>Other comprehensive income for the half year (net of tax)</i>						
Revaluation of investment portfolio (net of tax)	-	-	-	111,366	-	111,366
Net capital gain for the half year (net of tax)	-	64,831	-	-	-	64,831
Transfer between reserves	-	-	-	-	-	-
Other comprehensive income for the half year	-	64,831	-	111,366	-	176,197
Total comprehensive income	-	88,068	-	111,366	-	199,434
Balance at 31 December 2022	3,225,920	(1,098,186)	-	530,955	630,796	3,289,485

The accompanying notes form part of these financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

CONDENSED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

	31.12.2022	31.12.2021
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Sales from trading portfolio	105,336	18,448
Purchases for trading portfolio	(26,625)	(10,000)
Dividends received	58,126	30,399
Interest received	5,062	236
Distributions received	28,014	18,336
Other receipts	3,351	3,356
Administration expenses	(53,466)	(52,926)
Bank charges	(130)	(186)
Finance costs	(2,540)	(1,564)
Management fees	(18,521)	(18,947)
Net cash provided by / (used in) operating activities	98,607	(12,848)
CASH FLOWS FROM INVESTING ACTIVITIES		
Sales from investment portfolio	189,882	39,313
Purchases for investment portfolio	(258,448)	(94,362)
Net cash used in investing activities	(68,566)	(55,049)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(93,476)	-
Net cash used in financing activities	(93,476)	-
Net decrease in cash held	(63,435)	(67,897)
Cash at beginning of period	450,805	176,085
Cash at end of period	387,370	108,188

The accompanying notes form part of these condensed financial statements.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of the Condensed Financial Statements

The half-year condensed financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard *AASB 134: Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standards IAS 34: Interim Financial Reporting.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2022 and any public announcements made by Florin Mining Investment Company Limited during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

The condensed financial statements have been prepared on the basis of historical cost, except for the revaluation of the trading and investment portfolios. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the company's 2022 annual financial report for the year ended 30 June 2022, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and the Interpretations Financial Reporting Standards.

New standards and interpretations adopted by the Company

There were no new standards, interpretations or amendments to existing accounting standards that are not mandatory for the interim reporting period ending 31 December 2022.

	31.12.2022	31.12.2021
	\$	\$
NOTE 2: REVENUE		
Income from investment portfolio		
Dividends received	63,288	30,399
Interest Income	3,364	117
Distributions Received	625	9,920
Total income from investment portfolio	<u>67,277</u>	<u>40,436</u>
Income from trading portfolio		
Gains/ (losses) for the period on securities realised in trading portfolio	49,749	(29,216)
Unrealised (losses)/gains for the period on securities in the trading portfolio	(58,782)	178,260
Net (losses)/ gains from trading portfolio sales	<u>(9,033)</u>	<u>149,044</u>
Interest Income	1,699	119
Total income from trading portfolio	<u>(7,334)</u>	<u>149,163</u>
Total revenue	<u>59,943</u>	<u>189,599</u>

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

NOTE 3: ISSUED CAPITAL

Movements in Issued Capital of the Company during the half-year were as follows:

Date	Details	Number of Shares	Issued Capital \$
01/07/2022	Opening balance	16,961,769	16,961,769
31/12/2022	Balance	16,961,769	16,961,769

Ordinary shares participate in dividends and the proceeds on winding up of the Company in proportion to the number of shares held. At shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

a. Dividend Reinvestment Plan

The Company has a Dividend Reinvestment Plan (DRP) under which shareholders elected to have all or part of their dividend payment reinvested in new ordinary fully paid shares.

NOTE 4: CONTINGENT LIABILITIES

At balance date, the Directors are not aware of any material contingent liabilities other than those already disclosed elsewhere in the financial report.

NOTE 5: FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES

	31.12.2022	30.06.2022
	\$	\$
Listed investments, at market value		
Trading portfolio	159,585	238,133
Investment portfolio	2,789,998	2,474,922
	<u>2,949,583</u>	<u>2,713,055</u>

Fair values of financial assets and liabilities are determined by the Company on the following basis:

Listed securities included in both the Trading and Investment portfolios are readily traded on organised markets in a standardised form. The fair value of listed securities is determined by valuing them at the last quoted market price as at balance date. In accordance with Australian Accounting Standards, this is considered "Level 1" under the fair value measurement hierarchy, which is defined as quoted prices (unadjusted) in active markets for identical assets or liabilities.

The fair value of unlisted managed funds is determined by valuing them at the net asset value provided by the fund manager as at balance date. Unlisted managed funds included in the Trading and Investment portfolios are considered "Level 2" under the fair value measurement hierarchy, which is defined as inputs other than quoted prices, which can be observed either directly (as prices) or indirectly (derived from prices).

As at 31 December 2022, the Company's Level 1 investments totalled \$2,949,583 (30 June 2022: \$2,713,055) and it did not hold any Level 2 investments (30 June 2022: nil).

For all other financial assets and liabilities, the carrying amount closely approximates its fair value.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

NOTE 6: FINANCIAL REPORTING BY SEGMENTS

The Company operates in the investment industry predominately within Australia.

The Company is managed as a whole and is considered to have a single operating segment. There is no further division of the Company or internal segment reporting used by the Directors when making strategic, investment or resource allocation decisions.

The Company is domiciled in Australia and derives its income from the investment portfolio through the receipt of dividends, distributions, interest and other income.

NOTE 7: EVENTS SUBSEQUENT TO REPORTING DATE

On 10 February 2023, the Company announced it has received a takeover offer from Illuminator Investment Company Limited. Under the offer, Florin shareholders will receive 1 Illuminator share for every 2 Florin shares held and a proposed dividend of up to \$0.022 per Florin share.

Florin Mining Investment Company Limited

ABN 60 111 170 882

Interim Financial Report

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 3 to 9:
 - a. comply with Accounting Standards and the Corporations Regulations; and
 - b. give a true and fair view of the entity's financial position as at 31 December 2022 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors pursuant to s.303(5) of the Corporations Act.



Steven Shane Pritchard

Dated this 13th day of March 2023

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF FLORIN MINING INVESTMENT COMPANY LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Florin Mining Investment Company Limited (the Company), which comprises the statement of financial position as at 31 December 2022, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Florin Mining Investment Company Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the Company's financial position as at 31 December 2022, and of its financial performance for the half-year ended on that date; and
- (b) complying with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors' of the Company a written Auditor's Independence Declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors' of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the Corporations Regulations 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Half-Year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the Company's financial position as at 31 December 2022 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. As the auditor of Florin Mining Investment Company Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

PKF (NS) Audit & Assurance Limited Partnership
ABN 91 850 861 839

Liability limited by a scheme approved
under Professional Standards Legislation

Sydney
Level 8, 1 O'Connell Street
Sydney NSW 2000 Australia
GPO Box 5446 Sydney NSW 2001
p +61 2 8346 6000
f +61 2 8346 6099

Newcastle
755 Hunter Street
Newcastle West NSW 2302 Australia
PO Box 2368 Dangar NSW 2309
p +61 2 4962 2688
f +61 2 4962 3245

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For our office locations visit www.pkf.com.au

Auditor's Responsibility for the Review of the Half-Year Financial Report (cont'd)

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



PKF



MARTIN MATTHEWS
PARTNER

13 MARCH 2023
NEWCASTLE, NSW