



**MAYUR RESOURCES LIMITED**  
(Co. Reg. No. 201114015W)  
**AND ITS SUBSIDIARIES**

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

**Mayur Resources Limited**  
**Interim Financial Report for the half-year ended 31 December 2022**

## **Directors' report**

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The directors of Mayur Resources Limited (the “**Company**” or “**Mayur**”) submit herewith the half-year report of the Company and the subsidiaries it controlled (collectively “**Group**”) for the half-year ended 31 December 2022 (“**financial period**”).

### **Directors**

The following persons were directors of the Company during the whole of the financial period under review and up to the date of this report, unless otherwise stated:

- Craig Anthony Ransley (appointed 12 October 2022)
- Charles Anthony Candlin Fear
- Christopher Charles Indermaur
- Paul Levi Mulder
- Timothy Elgon Savile Crossley
- Benjamin Szeto Yu Hwei

Hubert Hanjause Namani resigned as a Director of the Company on 1 August 2022, and Wee Choo Peng resigned as a Director of the Company on 16 September 2022.

### **Principal activities and review of operations**

Mayur Resources Limited is focused on the development of natural resources and renewable energy in Papua New Guinea. Our diversified asset portfolio spans iron sands, lime and cement, battery minerals and renewable power generation. Mayur also holds a 43% interest in copper gold explorer/developer Adyton Resources, a company listed on the TSX-V (TSXV:ADY).

Mayur’s strategy is to serve PNG and the wider Asia Pacific region’s path to decarbonisation by developing mineral projects that deliver higher quality, lower cost, and “net zero” inputs for the mining and construction industries, as well as constructing a renewable energy portfolio of solar, wind, geothermal, forestry carbon credit estates, and battery storage.

Mayur is committed to engaging with host communities throughout the lifecycle of its projects, as well as incorporating internationally recognised Environmental, Social and Governance (ESG) standards into its strategy and business practices.

### **CENTRAL CEMENT AND LIME PROJECT (CCL)**

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The proposed Central Cement and Lime Project (CCL) is a vertically integrated manufacturing facility with the ability to meet 100% of PNG’s raw lime, quicklime/hydrated lime, clinker and cement requirements, displacing imports into PNG, creating a new manufacturing industry for PNG, and to penetrate nearby export markets in Australia and the South Pacific. The co-located quarry, plant site and deep draft wharf will enable very low operating costs. CCL is also seeking to become Asia Pacific’s first carbon-neutral Cement and Lime producer. The CCL resource also meets standards for road base and aggregates representing an additional market opportunity both domestically and for export.

Significant developments during the half-year included:

- Advanced financing plans for Phase 1 of the CCL Project with due diligence completed (and on foot) with a number of potential strategic investors;
- Completed onsite geotechnical work for various associated infrastructure including wharf and road;
- Continued off take discussions with potential domestic and international offtake parties including new parties associated with Nickel production in Indonesia;
- Executed SEZ (Special Economic Zone) agreement with landowners, enhancing security over project landholdings incorporating potential Industrial Development; and
- Focus on securing required development capital for the newly phased approach. Company focus centred around the due diligence activities of a number of potential investors involving visits to the project site. Investors were briefed on key investment points for the phasing strategy.

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**Interim Financial Report for the half-year ended 31 December 2022**

## **Directors' report**

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### **OROKOLO BAY INDUSTRIAL SANDS PROJECT**

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The Orokolo Bay Iron and Industrial Sands Project in PNG is set to produce a number of products including vanadium-titano-magnetite, construction sand and a zircon-rich valuable heavy mineral concentrate (DMS). The Orokolo Bay Project has been significantly de-risked with the Mining Lease granted and strategic delivery partners secured (HBS). Significant developments during the half-year included:

- Spin out and IPO of Ortus Resources on the ASX to raise capital for Orokolo Bay remains on hold due to prevailing market conditions;
- Continuing discussions and due diligence with potential strategic partners to fund the project privately;
- Activity at Orokolo Bay has included general site maintenance and ongoing community engagement and investor due diligence visits;
- Continuing discussions, due diligence (including project visits) with potential strategic partners to fund the project privately;
- Activity at Orokolo Bay has included general site maintenance and ongoing community engagement; and
- Flash roast test work was completed and has demonstrated a Hi Titanium - "Hi-Ti" 40% TiO<sub>2</sub> stream can be isolated from what would otherwise be a waste stream, into an ilmenite product which is likely to be able to be sold as a concentrate (refer to ASX Announcement 29 November 2022).

### **RENEWABLES**

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Mayur Renewables was established to:

- provide projects of sufficient scale to establish standalone carbon and renewables-based opportunities directly addressing the race to decarbonize and achieve net-zero targets by both governments and private industry;
- directly assist Mayur's "nation building projects" in PNG by providing a pathway to "net zero" through the establishment of renewable energy and carbon offsets projects for its proposed lime and cement business; and
- align and enhance broader ESG commitments and respond to the needs of future downstream building materials customers.

Significant developments during the half-year included :

- On 21 July 2022, Mayur received a notice from the PNG Forest Authority (PNGFA) that three timber permit carbon concessions had been cancelled. Mayur has obtained legal advice and is vigorously challenging the notices through applicable legal processes. Mayur has continued its carbon offset projects in all the areas covered by its legally binding agreements as it already has strong Landowner support, signed Landowner consent, Local Governor written support and Climate Change Development Authority approval;
- Completed a third awareness visit to the initial carbon project areas in Kamula Doso region of Western Province as part of the ongoing "Free and Prior Informed Consent" (FPIC) process;
- Mayur has now visited all areas in Kamula Doso, securing overwhelming support from local communities to progress the carbon projects rather than logging;
- Negotiations continued with Santos Limited (ASX: STO) and an agreement was reached to extend Santos's exclusivity period until December 2023, while Mayur Renewables progresses with its challenge against the PNG Forest Authority (PNGFA) for cancelling three timber permit carbon concessions; and
- Mayur team has continued to engage with landholders in the affected timber concession areas who maintain their strong support for the project and to prevent their lands being logged, and to instead be utilised for carbon trading purposes.

### **POWER GENERATION**

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Mayur's proposed 52.5MW EEP Project comprises an integrated, solar, biomass woodchip, and coal plant in the city of Lae. The co-generation facility will also provide steam by-product for nearby industrial users. It is designed to improve reliability of supply and reduce the cost and environmental footprint of power generation in the city by displacing the current reliance on imported diesel and fuel oil. The EEP will also assist PNG in meeting its electrification target of 70% (currently 13%) by 2030. The EEP Project received Prime Minister and Ministerial approval in principle in late 2020 together with an outlined process to finalise the associated Power Purchase Agreement (PPA) for the project. Only minor desktop works were completed during the half year, as the Group was focused on its other projects during the 6 month period.

**Mayur Resources Limited**  
**Interim Financial Report for the half-year ended 31 December 2022**

## **Directors' report**

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### **COAL PROJECTS**

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Mayur holds a prospective coal tenement portfolio in Gulf Province, with a focus on the Depot Creek Project.

Only minor desktop works were completed during the half year, as the Group was focused on its other projects during the 6 month period.

### **CORPORATE ACTIVITIES**

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Significant corporate activities in the half-year included:

On 14 October 2022 Mayur announced that it had executed an agreement with Barra Resources Limited (Barra) with respect to current and future financing arrangements at both the Mayur parent and subsidiary company levels (Financing Agreement).

#### **Key Highlights Of The Financing Agreement**

- Barra subscribed for a \$0.5 million placement in Mayur at \$0.10 per share (Upfront Placement). The Issue price for the placement was at an approximately 4.2% premium to the 60-trading day volume weighted average price (VWAP) of Mayur shares;
- Barra provides exclusive capital raising services to Mayur for up to 30 months. These services are targeted at the securing of the requisite development capital to enable staged construction of the Orokolo Bay and CCL Projects
- Mayur is free to continue with its existing capital raising initiatives and discussions which if executed will sit outside of the Barra services success fee arrangements;
- Barra is to have the right to appoint Mr Craig Ransley as Executive Chairman of Mayur;
- Upon completion of the Upfront Placement, Barra was issued 10 million issued and fully paid ordinary shares in Mayur as a "sign on bonus" to Mr Ransley; and
- Barra was also issued with 10 million Unlisted Share Performance-based Options in Mayur (5 million of which have a strike price of A\$0.15 per share, a term of 6 months, and the share price performance of the Company being achieved at the limit of (or greater than) A\$0.15 per share based upon a 60-trading day volume weighted average price (VWAP) of the Company's share price. The remaining 5 million Unlisted Share Performance based Options in Mayur have a strike price of \$0.20 per share, a term of 6 months, and the share price performance of the Company being achieved at the limit of (or greater than) A\$0.20 per share based upon a 60-trading day VWAP of the Company's share price.

#### **Additional Capital Raising**

- On 14 October 2022, the Company announced an additional capital raise in the amount of \$3.5 million, via the issuance of 35 million shares at an issue price of \$0.10 per share.;
- Combined with the capital raising of \$0.5 million to Barra Resources as noted above, this provided total additional funding to Mayur in the amount of \$4.0 million; and
- The primary focus of the funding will be for corporate activities directed to progressing Mayur's nature-based carbon offset projects and the facilitation of construction commencing at the Orokolo Bay Project and the Central Cement and Lime Project.

#### **Appointment of Executive Chairman, and Board Changes**

- As noted above, the Company announced the appointment of Mr Craig Ransley as Executive Chairman of the Company;
- Craig Ransley was the founder of Terracom Limited (then Guildford Coal). Craig retired as the Chairman of Terracom in July 2022 after the market capitalisation of Terracom exceeded AU\$600 million. At Terracom, Mr Ransley was instrumental in working with the Board to restructure the Company and its balance sheet and was an integral part of Terracom's expansion into emerging markets;
- Mr Ransley is a qualified Fitter and Machinist (Trade Qualified) and has a broad entrepreneurial background. He has been the driving force in building a number of companies and has extensive experience in the establishment and operations of mines around the world in developing countries as well as working in the labour hire and services industries, being a founder of TESA Group Pty Ltd which was sold to Skilled Group in 2006 for \$63 million; and
- In conjunction with the execution of the Financing Agreement, and upon the appointment of Mr Craig Ransley to the role of Mayur Executive Chairman, Mayur Non-Executive Chairman, Mr Charles Fear, stepped back to the role of Non-Executive Director.

**Mayur Resources Limited**  
**Interim Financial Report for the half-year ended 31 December 2022**

# **Directors' report**

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## **OPERATING RESULT**

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The Company reported a loss after tax of A\$5,526,004 for the half-year ended 31 December 2022 (half-year ended 31 December 2021: loss after tax of A\$2,783,688). The operating result reflected the following significant items:

- Impairment of the Company's investment in TSX-V listed Adyton Resources Corporation in the amount of A\$826,544;
- Equity accounting the Company's investment in TSX-V listed Adyton Resources Corporation in the amount of A\$806,816; and
- Share based payments amounting to A\$1,897,274.

## **OUTLOOK**

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During the coming 12 month period, the Group will be focused on:

- Advancing the Central Cement and Lime Project and Orokolo Bay Industrial Sands Project to Final Investment Decision, bringing on board a strategic development partner for the project, and the commencement of construction of the projects;
- Securing the required financing for the development of the Orokolo Bay Industrial Sands Project, and first commercial shipment of product;
- Advancing the portfolio of renewable energy opportunities in Papua New Guinea – with interests and aspirations in nature based forestry carbon credits, large scale solar, battery, and large scale geothermal; and
- Positioning the future development pathway for the Power Generation and Coal Projects.

## **EVENTS OCCURRING AFTER THE FINANCIAL PERIOD**

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No matter or circumstance has arisen since the end of the financial period 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 subsequent financial periods.

**Mayur Resources Limited**  
**Interim Financial Report for the half-year ended 31 December 2022**

## Directors' report

### Principal activities and review of operations (continued)

#### TENEMENT LIST

As at 31 December 2022 the Company had interests in the Exploration Licences (EL) as listed in Table 1, all located in Papua New Guinea. In addition to this the Company holds 100% of Mining Lease (ML) 526 for the CCL Project and ML 541 for the Orokolo Bay project

Table 2 shows the ELs held by Adyton Resources Corporation (TSXV: ADY) with MRL retaining a 43% ownership in Adyton Resources.

Table 3 details the Forestry Carbon Concession Permits granted to Mayur Renewables.

As noted in the table, various Exploration Licences are under renewal, and are progressing in accordance with the regulatory processes as prescribed by the PNG Mining Act.

The Company believes it has complied with all licence conditions, including minimum expenditure requirements, and is not aware of any matters or circumstances that have arisen that would result in the Company's application for renewal of the exploration licence not being granted in the ordinary course of business.

	EL number	Province	Commodity Focus	MRL Ownership	Area Km <sup>2</sup>
1	2150*	Gulf	Industrial mineral sands	100%	256
2	2304*	Gulf	Industrial mineral sands	100%	256
3	2305*	Gulf	Industrial mineral sands	100%	256
4	2556	Central	Industrial mineral sands	100%	694
5	2695	Western	Industrial mineral sands	100%	2070
6	1875*	Gulf	Thermal energy	100%	256
7	1876*	Gulf	Thermal energy	100%	256
8	2599*	Gulf	Thermal energy	100%	48
9	2303*	Central	Limestone	100%	256

Table 1 - Exploration Licences (\*EL under renewal)

	EL number	Province	Commodity Focus	MRL Indirect Interest	Area Km <sup>2</sup>
1	2096*	New Ireland	Copper / gold	43%	95
2	2546*	Milne Bay	Copper / gold	43%	38
3	2549*	Milne Bay	Copper / gold	43%	102
4	2572*	Milne Bay	Copper / gold	43%	126

Table 2 - Exploration Licences held by Adyton Resources Corporation in which MRL has an indirect interest through its 43% ownership interest in Adyton Resources Corporation (\*EL under renewal)

	Forestry Permit Number	Province	Commodity Focus	MRL Ownership	Area Hectares
1	FCCTP 1-01	Western	Carbon	100%	268,786
2	FCCTP 1-02	Western	Carbon	100%	265,907
3	FCCTP 1-03	Western	Carbon	100%	257,962

Table 3 – Forestry Carbon Concession & Trading Permits held by Mayur Renewables issued under the Forestry Act 1991

Mayur Resources Limited  
Interim Financial Report for the half-year ended 31 December 2022

## Directors' report

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This report is made in accordance with a resolution of directors.

DocuSigned by:

*Paul Levi Mulder*

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**Paul Levi Mulder**  
**Managing Director**  
**Brisbane, 10 March 2023**

DocuSigned by:

*Craig Anthony Ransley*

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**Craig Anthony Ransley**  
**Chairman**  
**Brisbane, 10 March 2023**

**Mayur Resources Limited**  
**Interim Financial Report for the half-year ended 31 December 2022**

## **Directors' declaration**

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In the directors' opinion:

- (a) the attached interim financial statements and notes are in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34, *Interim Financial Reporting*; and give a true and fair view of the Group's financial position as of 31 December 2022 and of its performance, as represented by the results of its operations and its cash flows and changes in the equity for the half-year ended on that date; 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.

This declaration is made in accordance with a resolution of directors.

DocuSigned by:

*Paul Levi Mulder*

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**Paul Levi Mulder**  
**Managing Director**  
**Brisbane, 10 March 2023**

DocuSigned by:

*Craig Anthony Ransley*

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**Craig Anthony Ransley**  
**Chairman**  
**Brisbane, 10 March 2023**



**MAYUR RESOURCES LIMITED  
INDEPENDENT AUDITOR'S REVIEW REPORT  
ON INTERIM FINANCIAL STATEMENTS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

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**Report on Review of Interim Financial Statements**

We have reviewed the accompanying interim financial statements of Mayur Resources Limited (the "Company") and its subsidiaries (collectively, the "Group") as set out on pages 9 to 24, which comprise the condensed consolidated balance sheet of the Group as at 31 December 2022, and the related 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 of the Group for the half-year then ended, and selected explanatory notes.

Management is responsible for the preparation and fair presentation of the interim financial statements in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34, *Interim Financial Reporting* ("SFRS(I) 1-34"). Our responsibility is to express a conclusion on these interim financial statements based on our review.

**Scope of Review**

We conducted our review in accordance with Singapore Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, 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 Singapore Standards on Auditing 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.

**Material Uncertainty Related to Going Concern**

We draw attention to Note 1 to the interim financial statements. As at 31 December 2022, the Group incurred a loss for the period of A\$5,526,004, net cash outflows from operating activities of A\$1,982,357. These factors indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern. The ability of the Group to continue as a going concern depends on its ability to generate cash flows from financing activities.

If the Group is unable to continue in operational existence for the foreseeable future, the Group may be unable to discharge its liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are currently recorded in the balance sheet. In addition, the Group may have to provide for further liabilities that may arise and to reclassify non-current assets as current assets. No such adjustments have been made to these interim financial statements. Our opinion is not modified in respect of this matter.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the financial position of the Group as of 31 December 2022, and of its financial performance, cash flows and changes in equity of the Group for the half-year then ended in accordance with SFRS(I) 1-34.

DocuSigned by:

6EA494F14CD7423  
**Baker Tilly TFW LLP**  
**Public Accountants and**  
**Chartered Accountants**  
**Singapore**

**10 March 2023**

**Baker Tilly TFW LLP** (trading as Baker Tilly) is a member of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities.

Baker Tilly TFW LLP (Registration No.T10LL1485G) is an accounting limited liability partnership registered in Singapore under the Limited Liability Partnerships Act (Chapter 163A).

Mayur Resources Limited  
Interim Financial Report for the half-year ended 31 December 2022

## Condensed consolidated statement of profit or loss and other comprehensive income

	Notes	<i>For the half-year ended 31 December</i>	
		<i>2022 A\$</i>	<i>2021 A\$</i>
<b>Revenue</b>			
Interest revenue		<u>12,296</u>	<u>2,117</u>
<b>Less: expenses</b>			
Audit fees		(137,615)	(90,022)
Consultants and contractors		(304,899)	(236,317)
Costs relating to proposed IPO of subsidiary		–	(389,491)
Depreciation expense		(8,005)	(8,421)
Director and key management personnel remuneration		(389,198)	(216,767)
Finance expenses		(1,952)	(129,028)
Impairment of exploration and evaluation expenditure	5	–	(4,312)
Impairment of investment in associate		(826,544)	–
Insurance		(85,819)	(68,016)
Investor and public relations expenses		(48,633)	(35,472)
Listing and share registry expenses		(75,187)	(77,334)
Net foreign exchange losses		(89,995)	(58,783)
Occupancy costs		(103,822)	(69,052)
Other operating expenses		(86,160)	(133,098)
Projects expenditure		(423,060)	–
Professional fees		(177,172)	(145,021)
Share based payments expense – (charge)/reversal	9	(1,897,274)	13,186
Travel expenses		(76,149)	(19,519)
Share of results of associate, net of tax		<u>(806,816)</u>	<u>(1,118,338)</u>
<b>Loss before income tax expense</b>		<b>(5,526,004)</b>	<b>(2,783,688)</b>
Taxation		–	–
<b>Loss for the period</b>		<b>(5,526,004)</b>	<b>(2,783,688)</b>
<b>Other comprehensive income/(loss):</b>			
Share of other comprehensive income/(loss) of associate		<u>96,151</u>	<u>(31,918)</u>
<b>Total comprehensive loss for the period attributable to owners of the Company</b>		<b><u>(5,429,853)</u></b>	<b><u>(2,815,606)</u></b>
Basic and diluted loss per share attributable to owners of the Company (cents per share)	3	<u>(2.25)</u>	<u>(1.26)</u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

Mayur Resources Limited  
Interim Financial Report for the half-year ended 31 December 2022  
**Condensed consolidated balance sheet**

	<i>As at</i>		
	<i>31 December</i>	<i>30 June</i>	
	<i>Notes</i>	<i>2022</i> <i>A\$</i>	<i>2022</i> <i>A\$</i>
<b>Non-current assets</b>			
Property, plant, and equipment	4	3,291,012	3,222,591
Exploration and evaluation expenditure	5	34,354,066	32,790,295
Investment in associate	6	1,159,420	2,696,629
Security deposits		118,494	118,494
<b>Total non-current assets</b>		<b>38,922,992</b>	<b>38,828,009</b>
<b>Current assets</b>			
Cash and cash equivalents		2,884,382	3,050,864
Other current receivables		417,013	311,113
<b>Total current assets</b>		<b>3,301,395</b>	<b>3,361,977</b>
<b>Total assets</b>		<b>42,224,387</b>	<b>42,189,986</b>
<b>Current liabilities</b>			
Trade and other payables		1,608,962	2,127,913
<b>Total current liabilities</b>		<b>1,608,962</b>	<b>2,127,913</b>
<b>Non-current liabilities</b>			
Provisions		68,490	58,732
Other liabilities – non-current	7	4,407,060	4,351,143
<b>Total non-current liabilities</b>		<b>4,475,550</b>	<b>4,409,875</b>
<b>Total liabilities</b>		<b>6,084,512</b>	<b>6,537,788</b>
<b>Net assets</b>		<b>36,139,875</b>	<b>35,652,198</b>
<b>Equity</b>			
Share capital	8	64,527,490	59,497,618
Reserves	9	7,347,307	6,363,498
Accumulated losses		(35,734,922)	(30,208,918)
<b>Total equity</b>		<b>36,139,875</b>	<b>35,652,198</b>

*The accompanying accounting policies and explanatory notes form an integral part of the financial statements.*

Mayur Resources Limited  
Interim Financial Report for the half-year ended 31 December 2022

## Condensed consolidated statement of changes in equity

2022	Share capital A\$	Reserves A\$	Accumulated losses A\$	Total equity A\$
<b>Balance as of 1 July 2022</b>	59,497,618	6,363,498	(30,208,918)	35,652,198
Loss for the half-year	–	–	(5,526,004)	(5,526,004)
<i>Other comprehensive income</i>				
Share of other comprehensive income of associate	–	96,151	–	96,151
<b>Total comprehensive loss for the period</b>	–	96,151	(5,526,004)	(5,429,853)
<b>Transactions with owners in their capacity as owners:</b>				
Issue of equity securities	4,000,000	–	–	4,000,000
Costs of equity raising	(270,128)	–	–	(270,128)
Share based payments	1,300,000	887,658	–	2,187,658
<b>Total transactions with owners in their capacity as owners</b>	5,029,872	887,658	–	5,917,530
<b>Balance as of 31 December 2022</b>	<b>64,527,490</b>	<b>7,347,307</b>	<b>(35,734,922)</b>	<b>36,139,875</b>
<b>2021</b>	<b>Share capital A\$</b>	<b>Reserves A\$</b>	<b>Accumulated losses A\$</b>	<b>Total equity A\$</b>
<b>Balance as of 1 July 2021</b>	56,729,839	4,165,435	(14,588,445)	46,306,829
Loss for the half-year	–	–	(2,783,688)	(2,783,688)
<i>Other comprehensive loss</i>				
Share of other comprehensive loss of associate	–	(31,918)	–	(31,918)
<b>Total comprehensive loss for the period</b>	–	(31,918)	(2,783,688)	(2,815,606)
<b>Transactions with owners in their capacity as owners:</b>				
Issue of equity securities	2,650,000	–	–	2,650,000
Costs of equity raising	(76,593)	–	–	(76,593)
Share based payments	–	118,575	–	118,575
<b>Total transactions with owners in their capacity as owners</b>	2,573,407	118,575	–	2,691,982
<b>Balance as of 31 December 2021</b>	<b>59,303,246</b>	<b>4,252,092</b>	<b>(17,372,133)</b>	<b>46,183,205</b>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

## Mayur Resources Limited

Interim Financial Report for the half-year ended 31 December 2022

**Condensed consolidated statement of cash flows**

	<i>For the half-year ended 31 December</i>	
	<i>2022 A\$</i>	<i>2021 A\$</i>
Loss before tax	(5,526,004)	(2,783,688)
<u>Adjustments for:</u>		
Interest income	(12,296)	(2,117)
Impairment of exploration expenditure	–	4,312
Impairment of investment in associate	826,544	–
Depreciation expense	8,005	8,421
Finance expenses	1,952	129,028
Share of results of associate	806,816	1,118,338
Share based payments expense	1,897,274	(13,186)
Unrealised foreign exchange differences	89,995	58,783
Total adjustments	<u>3,618,290</u>	<u>1,303,579</u>
Operating cash flows before changes in working capital	(1,907,714)	(1,480,109)
<u>Changes in working capital:</u>		
Increase in receivables	(105,901)	(30,972)
Increase in prepayments	–	(74,339)
Increase in trade and other payables	18,962	392,471
Total changes in working capital	<u>(86,939)</u>	<u>287,160</u>
Cash flows used in operations	(1,994,653)	(1,192,949)
Interest received	12,296	2,117
<b>Net cash flows used in operating activities</b>	<u>(1,982,357)</u>	<u>(1,190,832)</u>
<b>Cash flow from investing activities</b>		
Payments for property, plant, and equipment	4(b) (59,601)	(303,592)
Payments for exploration and evaluation expenditure	5 (1,839,717)	(1,974,188)
<b>Net cash used in investing activities</b>	<u>(1,899,318)</u>	<u>(2,277,780)</u>
<b>Cash flow from financing activities</b>		
Proceeds from share issue	4,000,000	2,650,000
Capital raising costs	(248,777)	(76,593)
Proceeds from borrowings	–	3,000,000
Finance expenses	(1,952)	(123,110)
<b>Net cash generated from financing activities</b>	<u>3,749,271</u>	<u>5,450,297</u>
<b>Reconciliation of cash and cash equivalents</b>		
Cash and cash equivalents on 1 July	3,050,864	4,535,828
Net (decrease)/increase in cash and cash equivalents	(132,404)	1,981,685
Foreign exchange difference on cash and cash equivalents	(34,078)	(58,783)
<b>Cash and cash equivalents on 31 December</b>	<u>2,884,382</u>	<u>6,458,730</u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements

## Notes to the financial statements

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### 1. Basis of preparation of half-year report

This condensed consolidated interim financial report for the half-year ended 31 December 2022 has been prepared in accordance with Singapore Financing Reporting Standards (International) (“SFRS(I)”) 1-34, Interim Financial Reporting.

This condensed consolidated interim financial report does not include all of the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2022 and any public announcements made by the Company during the interim financial half-year. Those public announcements may be viewed on the Company’s website [www.mayurresources.com](http://www.mayurresources.com) or at [www.asx.com.au](http://www.asx.com.au) under the code MRL.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim financial period, except as noted below.

In the financial period, the Group has adopted all the new and revised SFRS(I) and SFRS(I) Interpretations (“SFRS(I) INT”) that are relevant to its operations and effective for the current financial period. The adoption of these new and revised FRSs and INT FRSs did not have any material effect on the financial results or financial position of the Group for the financial period.

The functional and presentation currency used in the preparation of these financial statements is the Australian dollar (“A\$”).

#### ***Going Concern***

As of 31 December 2022, the Group had cash reserves of A\$2,884,382 (30 June 2022: A\$3,050,864), net current assets of A\$1,692,433 (30 June 2022: A\$1,234,064) and net assets of A\$36,139,875 (30 June 2022: A\$35,652,198). The Group incurred a loss for the half year ended 31 December 2022 of A\$5,526,004 (half year ended 31 December 2021: A\$2,783,688) and net cash outflows from operating activities of A\$1,982,357 (half year ended 31 December 2021: A\$1,190,832).

The ability of the Group to continue as a going concern is principally dependent upon the following:

- the ability of the Company to raise additional funding in the future; and
- the successful exploration and subsequent exploitation and development of the Group’s tenements and projects.

These conditions give rise to material uncertainty which may cast significant doubt over the Group’s ability to continue as a going concern.

Based on the success of previous capital raisings combined with the potential to attract farm-in partners for projects, the potential sale of the current portfolio of exploration assets held and the ability of the Group to reduce or defer uncommitted expenditure, the Directors have prepared the financial statements on a going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and discharge of liabilities in the ordinary course of business.

The Directors are confident of securing funds as and when necessary to meet the Group’s obligations as and when they fall due.

Should the Group be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. This financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or the amounts or classification of liabilities and appropriate disclosures that may be necessary should the Group be unable to continue as a going concern.

## Notes to the financial statements

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### 2. Segment information

For management purposes, the Group is organised into the following business units:

- Cement and Lime which includes limestone and the Central Cement and Lime Project;
- Iron and Industrial Sands which includes construction sands, magnetite sand and heavy mineral sands. The focus of this business unit is the development of the Orokolo Bay Iron and Industrial Sands Project located along the southern coast of Papua New Guinea;
- Coal and power comprising the Depot Creek coal resource in the Gulf Project of Papua New Guinea and which is developing a proposal for vertically integrated domestic power projects in Papua New Guinea with an initial focus on the Lae region;
- Renewables which comprises investment in nature based forestry carbon credit projects, and proposed future solar and geothermal projects; and
- Corporate which provides Group-level corporate services and treasury functions.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on actual expenditure incurred, including capitalised expenditure which differs from operating profit or loss reported in the consolidated financial statements.

The Chief Operating Decision Maker assesses the performance of the operating segments based on a measure of gross expenditure that includes both expenditure that is capitalised in these financial statements and expenditure that is expensed in the income statement in these financial statements. The measurement of gross expenditure does not include the impairment of exploration expenditure or non-cash items such as depreciation expense and share based payments expense. Interest and other items of revenue are allocated to the Corporate segment. Inter-segment assets and liabilities are excluded.

Mayur Resources Limited  
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## Notes to the financial statements

### 2. Segment information (continued)

31 December 2022	Cement and Lime A\$	Iron and Industrial Sands A\$	Coal and Power A\$	Renewables A\$	Corporate A\$	Total A\$
<i>Results:</i>						
Interest income	-	-	-	-	12,926	12,926
Depreciation of property, plant, and equipment	-	(2,521)	(3,817)	-	(1,667)	(8,005)
Share of results of associate	-	-	-	-	(806,816)	(806,816)
Segment loss	<b>(98,852)</b>	<b>(59,979)</b>	<b>(73,081)</b>	<b>(483,647)</b>	<b>(4,810,445)</b>	<b>(5,526,004)</b>
<i>Assets:</i>						
Exploration and evaluation expenditure	10,292,558	18,470,712	5,590,796	-	-	34,354,066
Segment assets	<b>10,323,143</b>	<b>19,070,541</b>	<b>8,723,635</b>	<b>140,123</b>	<b>3,966,945</b>	<b>42,224,387</b>
<i>Segment assets include:</i>						
Non-cash expenditure capitalised	374,817	1,007,297	181,657	-	-	1,563,771
Additions to property, plant, and equipment	-	-	90,175	-	-	90,175
Segment liabilities	<b>121,337</b>	<b>370,381</b>	<b>28,466</b>	<b>16,052</b>	<b>5,548,276</b>	<b>6,084,512</b>
31 December 2021	Cement and Lime A\$	Iron and Industrial Sands A\$	Coal and Power A\$	Renewables A\$	Corporate A\$	Total A\$
<i>Results:</i>						
Interest income	-	-	-	-	2,117	2,117
Impairment of exploration and evaluation expenditure	-	(4,312)	-	-	-	(4,312)
Depreciation of property, plant, and equipment	(2,521)	-	(3,817)	-	(2,083)	(8,421)
Share of results of associate	-	-	-	-	(1,118,338)	(1,118,338)
Segment loss	<b>(139,609)</b>	<b>(70,606)</b>	<b>(41,506)</b>	<b>(55,497)</b>	<b>(2,476,470)</b>	<b>(2,783,688)</b>
<i>Assets:</i>						
Exploration and evaluation expenditure	9,200,884	15,965,995	5,225,365	-	-	30,392,244
Segment assets	<b>9,214,054</b>	<b>16,611,975</b>	<b>8,823,269</b>	<b>-</b>	<b>15,996,155</b>	<b>50,645,453</b>
<i>Segment assets include:</i>						
Non-cash expenditure capitalised	296,055	(86,756)	(41,921)	-	-	167,378
Additions to property, plant, and equipment	-	-	-	-	20,000	20,000
Segment liabilities	<b>78,665</b>	<b>417,115</b>	<b>42,198</b>	<b>38,439</b>	<b>3,885,831</b>	<b>4,462,248</b>

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## Notes to the financial statements

### 3. Earnings per share

The earnings per share was calculated based on net loss attributable to equity shareholders divided by the weighted average number of ordinary shares. The basic and diluted loss per share is the same, as the Company did not have any dilutive potential ordinary shares on issue during the financial period covered by these financial statements.

The following tables reflect the loss and share data used in the computation of basic and diluted earnings per share.

	<i>For the half-year ended 31 December</i>	
	<b>2022</b>	<b>2021</b>
	<b>A\$</b>	<b>A\$</b>
Loss for the financial period attributable to owners of the Company	<b>(5,526,004)</b>	<b>(2,783,688)</b>
Basic and diluted loss per share attributable to owners of the Company (cents per share)	<b>(2.25)</b>	<b>(1.26)</b>
	<b>2022</b>	<b>2021</b>
	<b>Number of shares</b>	<b>Number of shares</b>
Weighted average number shares - basic and diluted	<b>245,442,200</b>	<b>220,434,000</b>

Options on issue at the end of the half-year (refer Note 9) have not been included in the calculation of diluted earnings per share because they are anti-dilutive.

### 4. Property, plant and equipment

	<i>31 December</i>	<i>30 June</i>
	<b>2022</b>	<b>2022</b>
	<b>A\$</b>	<b>A\$</b>
<b>Net carrying value:</b>		
Power plant assets, at cost (a)	<b>2,953,695</b>	2,863,520
Property, plant and equipment, net of depreciation (b)	<b>337,317</b>	359,071
	<b>3,291,012</b>	3,222,591

(a) *Power plant assets at cost*

The Group continued feasibility studies and negotiations to obtain approvals for a coal fired electricity power plant to operate in Lae, Morobe Province and supply electricity to PNG Power Limited. The capitalised costs relate to expenditure incurred as of 31 December 2022 and 30 June 2022 in respect of the proposed project. The Power Plant assets have not been put to use, hence no depreciation is charged.

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## Notes to the financial statements

### 4. Property, plant and equipment (continued)

#### (a) Power plant assets at cost (continued)

	<i>Half-year ended 31 December 2022 A\$</i>	<i>Year ended 30 June 2022 A\$</i>
<b>Reconciliation of movements in power plant assets</b>		
Balance at the beginning of the financial period	2,863,520	2,795,974
Share based payments - changed	30,574	-
Additions	59,601	67,546
Balance at the end of the financial period	<u>2,953,695</u>	<u>2,863,520</u>

#### (b) Property, plant and equipment, net of depreciation

#### Reconciliation of movements in other property, plant and equipment

Balance at the beginning of the financial period	359,071	356,331
Additions (cash settled)	-	20,000
Disposals	(13,749)	-
Depreciation	(8,005)	(17,260)
Balance at the end of the financial period	<u>337,317</u>	<u>359,071</u>

#### Non-cash transactions

Aggregate cost of power plant expenditure	90,175	87,546
Aggregate cost of property, plant and equipment	-	13,464
Less: Share-based payment – changed	(30,574)	-
Add: Change in other payables for additions	-	311,743
Net cash outflow for property, plant and equipment	<u>59,601</u>	<u>412,753</u>

### 5. Exploration and evaluation expenditure

	<i>31 December 2022 A\$</i>	<i>30 June 2022 A\$</i>
Exploration and evaluation expenditure	<u>34,354,066</u>	<u>32,790,295</u>

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phase is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

Mayur Resources Limited  
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## Notes to the financial statements

### 5. Exploration and evaluation expenditure (continued)

#### Reconciliation of movements in exploration and evaluation assets

	<i>Half-year ended 31 December 2022 A\$</i>	<i>Year ended 30 June 2022 A\$</i>
Balance at beginning of the financial period	32,790,295	28,186,048
Exploration and evaluation expenditure capitalised during the financial period	1,563,771	4,661,529
Impairment of exploration and evaluation expenditure	-	(57,282)
Balance at the end of the period	<u>34,354,066</u>	<u>32,790,295</u>

Impairment charges for the period represent the impairment of capitalised exploration in relation to tenements that the Group has, or intends to, relinquish. Movements in impairment charges are summarised below:

#### Movement of impairment of exploration and evaluation expenditure

Balance at beginning of the financial period	7,295,478	7,238,196
Impairment charge during the financial period	-	57,282
Balance at the end of the period	<u>7,295,478</u>	<u>7,295,478</u>

#### Non-cash transactions

Aggregate cost of exploration and evaluation expenditure	1,563,771	4,661,529
Less: Share-based payment	(238,458)	(489,390)
Less: Change in other payables for additions	514,404	(412,545)
Net cash outflow for exploration and evaluation expenditure	<u>1,839,717</u>	<u>3,759,594</u>

### 6. Investment in associate

	<i>31 December 2022 A\$</i>	<i>30 June 2022 A\$</i>
Investment in Adyton Resources Corporation	<u>1,159,420</u>	<u>2,696,629</u>

On 18 February 2021, the Group acquired a 42.75% ownership interest in Adyton Resources Corporation as the consideration of the Group's disposal of its 100% ownership interest in MR Exploration PNG Pte Ltd and Mayur Exploration PNG Limited.

Adyton Resources Corporation is incorporated in Canada with its principal place of business at Level 14, 167 Eagle Street Brisbane QLD Australia. The principal activity of Adyton Resources Corporation is mineral exploration for gold and copper in Papua New Guinea.

The Group accounts for its investment in Adyton Resources Corporation using the equity method. The financial year end date of Adyton Resources Corporation is 31 December, and it presents its financial statements in Canadian dollars. For the purposes of applying the equity method of accounting, the unaudited financial statements of Adyton Resources Corporation for the six months ended 31 December 2022 have been used. The fair value of the Group's interest in Adyton Resources Corporation on 31 December 2022 was A\$1,159,420 million based on the quoted market price available on the TSX Venture Exchange. The fair value measurement is classified with Level 1 of the fair value hierarchy. The investment is recorded at fair value in the financial statements.

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## **Notes to the financial statements**

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### **6. Investment in associate (continued)**

The Group did not receive any dividends from Adyton Resources Corporation during the financial half year.

### **7. Other liabilities - non-current**

#### *Non-interest bearing advance - Santos Facility*

On 20 June 2022, Mayur Resources Limited announced that it had executed an Expression of Interest (EOI) with Santos Ventures Pty Ltd (Santos), a subsidiary of Santos Limited (ASX:STO), to jointly develop a portfolio of nature-based carbon offset projects in Papua New Guinea (Carbon Projects).

Under the terms of the EOI, Mayur has agreed to provide Santos with an exclusive period of 180 days (Exclusivity Period) during which Santos and Mayur are to negotiate in good faith and if agreed, enter into binding transaction documents (Transaction Documents) to jointly develop Carbon Projects. The Carbon Projects focus on preserving 1.4 million hectares of pristine rainforest in Papua New Guinea through avoided deforestation. Phase 1 development is already being progressed which includes up to 800,000 hectares in the Western Province. The EOI includes a framework for the future commercialisation of the Carbon Projects contingent on executing Transaction Documents along with remaining confirmatory due diligence. In conjunction with that announcement, Santos has provided Mayur with a US\$3 million facility (at exchange rate on 31 December 2022 - \$AUD 4,407,060) on 16 June 2022 to, amongst other things, fund ongoing detailed feasibility and landholder consent work on the Carbon Projects.

The EOI contemplated that Transaction Documents were to be completed by 17 December 2022.

On 13 December 2022, the Exclusivity Period was extended to 1 December 2023.

If the Transaction Documents are not entered before the conclusion of the Exclusivity Period (being 17 December 2023), the Convertible Securities issued under the loan facility on 16 June 2022 will convert on the date that is 5 business days after the third anniversary of the execution of the EOI (provided no shareholder approval is required) or such other date as the parties may agree to issue ordinary fully paid shares in Mayur based on a 30-day Volume Weighted Average Price (VWAP) calculated three years from the date of execution of the EOI (being 20 June 2025).

If the Transaction Documents are entered before the conclusion of the Exclusivity Period (being 17 December 2023), the loan facility will be repayable by Mayur to Santos by not later than 16 June 2032.

If the Transaction Documents are entered before the conclusion of the Exclusivity Period (being 17 December 2023), in certain circumstances, the loan facility may be forgiven by Santos, based on project performance criteria, the commercial terms of which have been agreed between Santos and Mayur in the EOI.

The facility is non-interest bearing.

The facility is secured over the Mayur Renewables business, by:

- A Charge issued via a Security Deed, over all of the shares held by Mayur Resources Limited in MR Renewables PNG Pte Ltd (incorporated in Singapore), including any additional future shares that may be issued, and all related rights to those shares (including but not limited to dividends, warrants, options, and the like);
- A Charge issued via a Security Deed, over all of the shares held by MR Renewables PNG Pte Ltd (incorporated in Singapore) in Mayur Renewables PNG Limited (incorporated in Papua New Guinea), including any additional future shares that may be issued, and all related rights to those shares (including but not limited to dividends, warrants, options, and the like); and
- A Charge issued via a Security Deed, over all of the assets and undertakings, future and present, in Mayur Renewables PNG Limited (incorporated in Papua New Guinea).

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## **Notes to the financial statements**

### **8. Share capital**

	<i>31 December</i> <i>2022</i>	<i>30 June</i> <i>2022</i>
	<i>A\$</i>	<i>A\$</i>
Issued and paid up capital - ordinary shares	<u><b>64,527,490</b></u>	<u><b>59,497,618</b></u>

Ordinary shares, which have no par value, carry one vote per share and carry a right to dividends as and when declared by the Company.

Movements in ordinary shares on issue are summarised below.

	<b>Half-year ended</b> <b>31 December 2022</b>		<b>Year ended</b> <b>30 June 2022</b>	
	<b>Number</b>	<b>A\$</b>	<b>Number</b>	<b>A\$</b>
At beginning of the financial period	<b>241,543,663</b>	<b>59,497,618</b>	217,135,969	56,729,839
Issuance of shares pursuant to capital raising	<b>40,000,000</b>	<b>4,000,000</b>	14,250,000	2,850,000
Issuance of shares in settlement of capital raising costs	-	-	-	(82,221)
Issuance of shares on exercise of options and performance rights	<b>1,222,857</b>	-	4,796,628	-
Issuance of loan funded shares	<b>750,000</b>	-	861,066	-
Issued as remuneration upon appointment	<b>10,000,000</b>	<b>1,300,000</b>	4,500,000	-
Cost of issuing shares	-	<b>(270,128)</b>	-	-
At end of the financial period	<u><b>293,516,520</b></u>	<u><b>64,527,490</b></u>	<u><b>241,543,663</b></u>	<u><b>59,497,618</b></u>

#### ***Options issued***

The following table illustrates the number and movements in share options issued during the half-year ended 31 December 2022.

<b>Issue Date</b>	<b>Expiry Date</b>	<b>Number</b>	<b>Strike Price \$AUD</b>	<b>Half-year ended 31 December 2023</b>
12/10/2022	12/04/2023	5,000,000	0.15	5,000,000
12/10/2022	12/04/2023	5,000,000	0.20	5,000,000
14/10/2022	14/10/2024	6,000,000	0.15	6,000,000
01/11/2022	01/11/2023	3,000,000	0.25	3,000,000
				<u>19,000,000</u>

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## Notes to the financial statements

### 9. Reserves

	<i>31 December</i>	<i>30 June</i>
	<i>2022</i>	<i>2022</i>
	<i>A\$</i>	<i>A\$</i>
Capital reserve (a)	<b>(6,545,316)</b>	(6,545,316)
Share of foreign currency translation reserve of an associate	<b>(304,751)</b>	(400,902)
Share based payments reserve (b)	<b>14,197,374</b>	13,309,716
	<b><u>7,347,307</u></b>	<b><u>6,363,498</u></b>

#### (a) Capital reserve

No movements occurred in the capital reserve during the current financial period.

#### (b) Share based payments reserve

The share-based payments reserve is used to record the fair value of shares or options issued to employees/contractors and other service providers. Movements in the share-based payments reserve during the financial period were:

	<i>Half-year</i>	<i>Year ended</i>
	<i>ended</i>	<i>30 June</i>
	<i>31 December</i>	<i>2022</i>
	<i>2022</i>	<i>2022</i>
	<i>A\$</i>	<i>A\$</i>
Balance at the beginning of the financial period	<b>13,309,716</b>	10,984,676
Share based payments made during the financial period	<b>2,187,658</b>	2,325,040
Transfer to share capital (nil issue price shares issued to Executive Chairman)	<b>(1,300,000)</b>	–
Balance at the end of the financial period	<b><u>14,197,374</u></b>	<b><u>13,309,716</u></b>

The share-based payments made during the financial period were accounted for as follows:

Recognised as share-based payments expense in the Statement of Profit and Loss and Other Comprehensive Income	<b>1,897,274</b>	1,849,114
Recognised and included in capital raising costs (Note 8)	<b>21,352</b>	–
Capitalised as exploration and evaluation expenditure (Note 5)	<b>238,458</b>	489,390
Capitalised as property, plant, and equipment (Note 4)	<b>30,574</b>	(13,464)
	<b><u>2,187,658</u></b>	<b><u>2,325,040</u></b>

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## Notes to the financial statements

### 9. Reserves (continued)

#### (b) Share based payments reserve (continued)

The following share-based payment transactions were recognised during the half-year:

	<i>Half-year ended 31 December 2022</i>		<i>Year ended 30 June 2022</i>	
	<b>Number</b>	<b>A\$</b>	<b>Number</b>	<b>A\$</b>
Vested performance rights awarded to employees as salary (Salary Sacrifice Rights) (i)	<b>2,236,180</b>	<b>324,219</b>	5,760,565	857,620
Loan Funded Shares issued to executives on commencement of employment	<b>750,000</b>	<b>116,250</b>	1,000,000	185,000
Options issued to external parties	<b>19,000,000</b>	<b>279,851</b>	11,200,000	1,425,449
Nil issue price shares issued to Executive Chairman on commencement	<b>10,000,000</b>	<b>1,300,000</b>	-	-
Long term incentive rights subject to vesting conditions (LTI Performance Rights) (ii)	<b>28,750,000</b>	<b>138,967</b>	21,600,000	399,573
Amounts recognised in relation to share based payments issued in the current year		<b>2,159,287</b>		2,867,642
Amounts recognised in the current year in relation to share based payments issued in previous financial years		<b>28,371</b>		(542,602)
		<b>2,187,658</b>		2,325,040

#### i. Salary sacrifice rights

Performance rights are granted to employees and contractors to receive shares in respect of a portion of their agreed remuneration. Each performance right will entitle the holder to receive one share. The performance rights vest annually over four equal instalments and can be exercised for no consideration at any time after being granted but prior to the expiry date of the rights.

The number of performance rights to be issued at each grant date is determined by dividing the salary amount to be paid in the form of performance share rights divided by the prevailing share price (rounded down to the nearest whole number).

Any new employees/contractors or employees/contractors that have not worked on behalf of the Company for a minimum of 12 months shall be restricted in exercising their performance rights until such time they have worked for and/or on behalf of the Company for a year of 12 months.

During the period, 2,236,180 salary sacrifice rights were issued in respect of remuneration totalling A\$324,219 (30 June 2022: 5,670,565 salary sacrifice rights issued in respect of remuneration totalling A\$857,620).

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## Notes to the financial statements

### 9. Reserves (continued)

#### (b) Share based payments reserve (continued)

##### ii. LTI performance rights

On 15 December 2022, following approval from shareholders at the Company's AGM, the Group issued 14,500,000 long term incentive rights to Executive Directors. The rights were issued across 3 tranches, subject to certain milestones as follows:

- 2,900,000 rights relating to construction and development commencing at Orokolo Bay Industrial Sands Project;
- 2,900,000 rights relating to construction and development commencing at Central Cement and Lime Project; and
- 8,700,000 rights on the Company's share price achieving a 60-day VWAP of A\$0.30.

Tranche	Number of LTI rights granted	Expiry Date	Value per LTI	% recognised on 31 December 2022
Milestone 1	2,900,000	30/06/2023	0.16	9%
Milestone 2	2,900,000	30/06/2023	0.16	9%
Milestone 3	8,700,000	31/12/2023	0.07	5%

On 15 December 2022, following approval from shareholders at the Company's AGM, the Group issued 4,500,000 long term incentive rights to Non-Executive Directors. The rights were issued across 1 tranches, subject to certain milestones as follows:

- 8,700,000 rights on the Company's share price achieving a 60-day VWAP of A\$0.30

Tranche	Number of LTI rights granted	Expiry Date	Value per LTI	% recognised on 31 December 2022
Milestone 1	4,500,000	31/12/2023	0.07	5%

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## **Notes to the financial statements**

### **10. Subsidiaries**

<b>Subsidiaries of Mayur Resources Limited:</b>	<b>Country of incorporation</b>	<b>Principal Activity</b>	<b>Ownership interest held by the group</b>	
			<b>31 December 2022</b>	<b>30 June 2022</b>
MR Iron PNG Pte Ltd	Singapore	Investment	100%	100%
MR Energy PNG Pte Ltd	Singapore	Investment	100%	100%
MR Industrials PNG Pte Ltd	Singapore	Investment	100%	100%
MR Power Generation Pte Ltd	Singapore	Investment	100%	100%
MR Renewables PNG Pte Ltd	Singapore	Investment	100%	100%
Mayur Iron PNG Limited	Papua New Guinea	Mineral exploration	100%	100%
Mayur Energy PNG Ltd	Papua New Guinea	Coal exploration	100%	100%
Mayur Industrials PNG Ltd	Papua New Guinea	Industrial minerals	100%	100%
Mayur Power Generation PNG Limited	Papua New Guinea	Power generation	100%	100%
Waterford Limited	Papua New Guinea	Coal exploration	100%	100%
Mayur Renewables PNG Ltd	Papua New Guinea	Renewable project	100%	100%
Ortus Resources Limited	Australia	Mineral exploration	100%	100%
Mayur Renewables PNG Ltd	Papua New Guinea	Renewable energy	100%	100%
Mayur Renewables PNG Carbon Trading Company Ltd	Papua New Guinea	Renewable energy	100%	100%

### **11. Events occurring after the financial half-year**

No matter or circumstance has arisen since the end of the financial period 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 subsequent financial periods.

### **12. Authorisation of interim financial statements**

The interim financial statements of the Group for the half-year ended 31 December 2022 were authorised for issue in accordance with a resolution of the directors dated.