

GOLDEN MILE RESOURCES LIMITED

ABN 35 614 538 402

**Financial Report for the Half Year Ended
31 December 2022**

GOLDEN MILE RESOURCES LIMITED
TABLE OF CONTENTS

Table of Contents

REVIEW OF OPERATIONS 1
DIRECTORS' REPORT 10
AUDITOR'S INDEPENDENCE DECLARATION 12
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME 13
STATEMENT OF FINANCIAL POSITION 14
STATEMENT OF CHANGES IN EQUITY 15
STATEMENT OF CASH FLOWS 16
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENT 17
DIRECTORS' DECLARATION 23
INDEPENDENT AUDITORS' REVIEW REPORT 24
SCHEDULE OF TENEMENTS 26
CORPORATE DIRECTORY 28

REVIEW OF OPERATIONS

Golden Mile Resources (ASX: G88) (“Golden Mile” or “Company”) is pleased to report on the Company’s activities for the six-month period ended 31 December 2022. Golden Mile’s work programs during the reporting period have focussed on base metal exploration at the Company’s 100% owned Quicksilver, Yarrabee, and Yuinmery located in Western Australia (Figure 01).

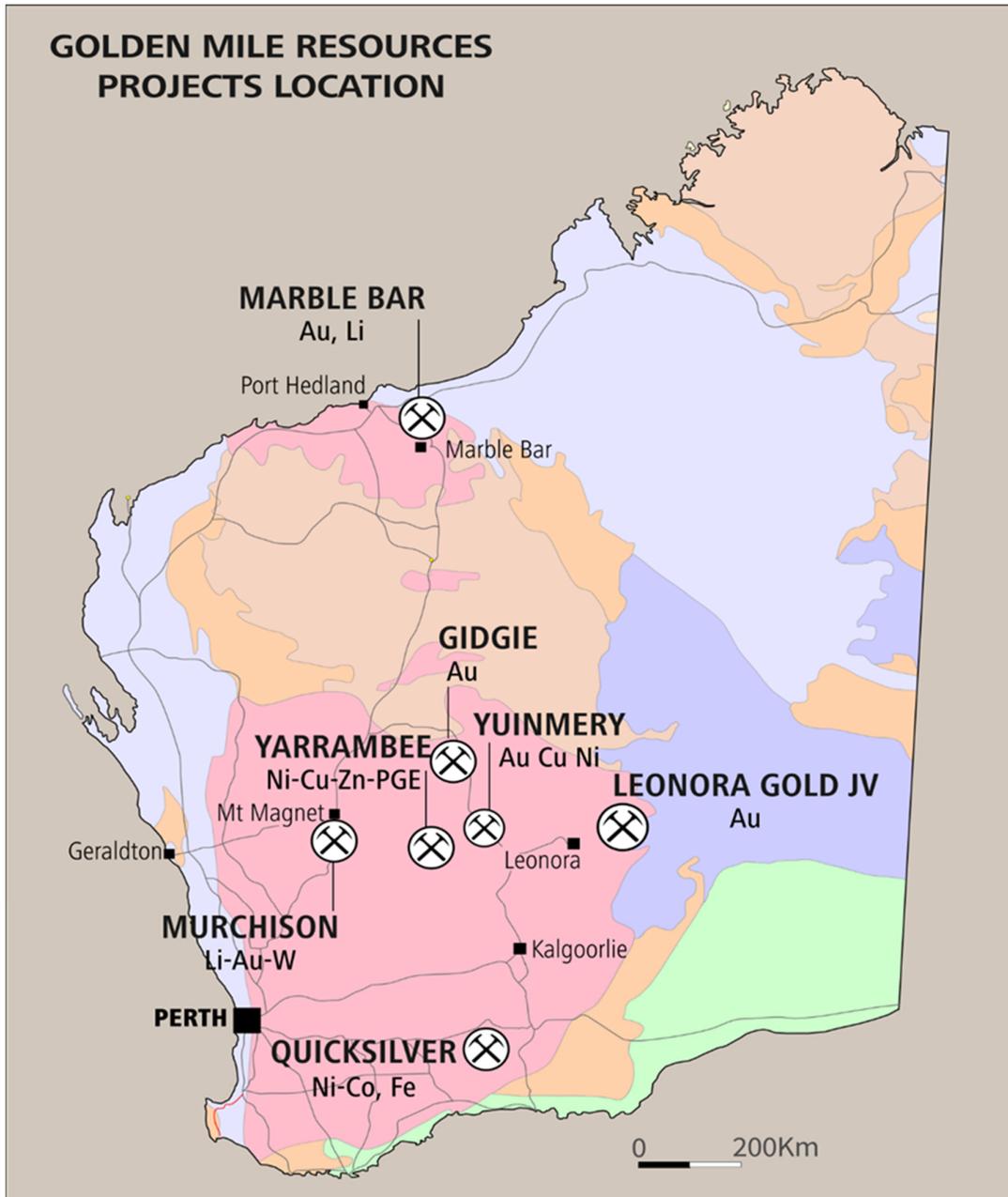


Figure 1: Golden Mile’s project locations in Western Australia.

Quicksilver Nickel-Cobalt Project

The Quicksilver Nickel-Cobalt Project is located near the town of Lake Grace (approximately 300km SE of Perth) on privately owned farmland in an area with excellent local infrastructure, including easy access to grid power, sealed roads, and a railway line connected to key ports (Fig 5).

The Project comprises two exploration licenses (E70/4641, E70/6155) and one prospecting license (P70/1723) that are 100% owned by the Company and collectively cover a total area of approximately 280 km².

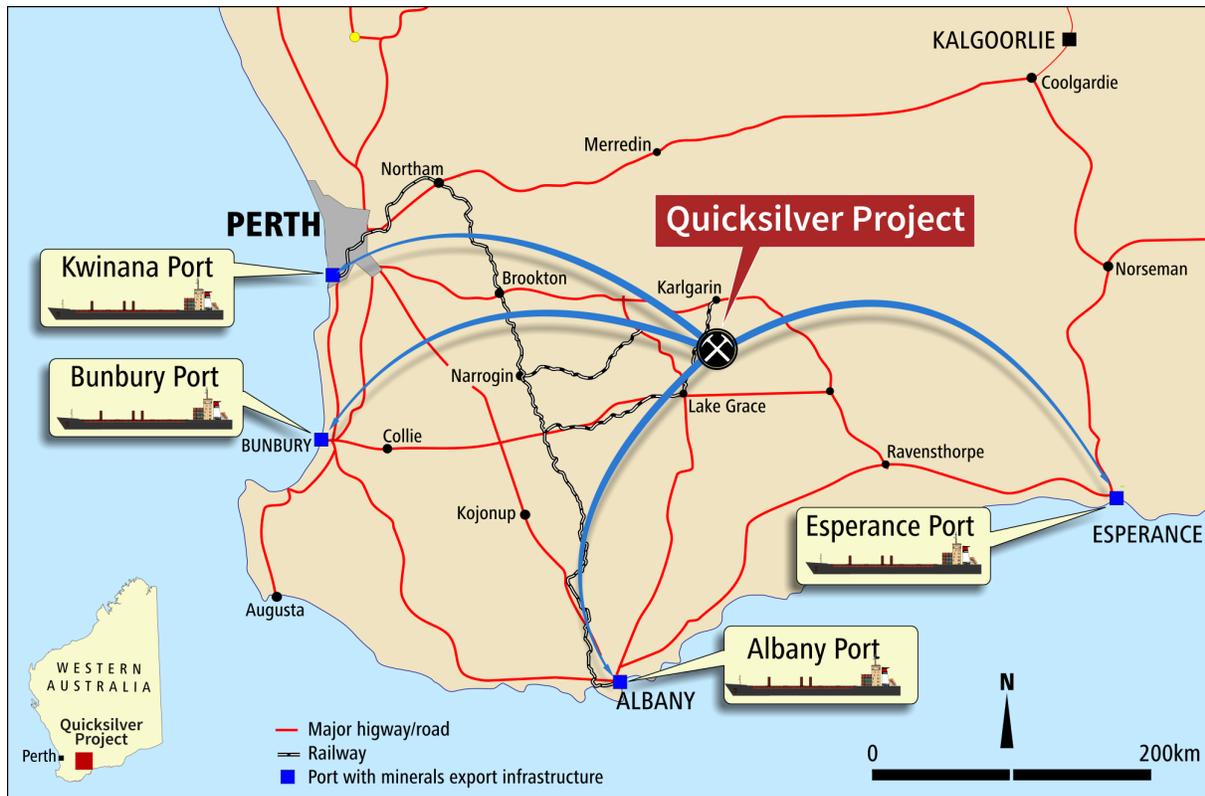


Figure 5: Golden Mile’s Quicksilver Project, Western Australia

The Quicksilver Nickel – Cobalt deposit has an Indicated and Inferred Resource of 26.3Mt @ 0.64% Nickel (“Ni”) & 0.04% Cobalt (“Co”) (cut-off grade >0.5% Ni or >0.05% Co) which contains approximately 168,500 tonnes of nickel metal and 11,300 tonnes of cobalt metal¹.

During the period the company continued to work on the proposed process flow sheet for nickel-cobalt & iron-nickel-cobalt-chromium concentrates and industrial minerals. The process would be low energy using the physical attributes of the free digging ore.

Also during the period, the Company re-assayed 628 pulp samples held in storage confirming significant REE mineralisation potential at the Quicksilver. The REE mineralisation occurs within the same clay and saprock zones which hosts the Quicksilver Nickel – Cobalt mineralisation. The unique nature of the clay hosted mineralisation at Quicksilver may also indicate the potential for Ionic Adsorption (“IA”) clay hosted REE mineralisation.

The grade has been reported as Rare Earth Oxide (“REO”) and comparable to those reported as typical for IA REE deposits in China (between 0.05% to 0.2% REO). The best results of 1m @ 1.06% TREO from 57m and 1m @ 0.67% TREO from 8m are considered high-grade for IA style of REE mineralisation. The Light Rare

GOLDEN MILE RESOURCES LIMITED REVIEW OF OPERATIONS

Earths Elements (“LREE”) Cerium (“Ce”), Lanthanum (“La”), Neodymium (“Nd”), Praseodymium (“Pr”), Samarium (“SM”) and Yttrium (“Y”) are the most prevalent REEs in the assay results.

The Company has commenced an 8-hole 540m metallurgical diamond drill program. The purpose of the drilling is to obtain bulk samples for orebody characterisation and further metallurgical testwork (“Phase 3”) which will be used to further de-risk the proposed flowsheet and provide confidence to proceed to a Scoping Study.

YARRAMBEE PROJECT (NI-CU-PGE & CU-ZN)

Golden Mile’s 100% owned Yarrabee base metals (Cu-Zn-Ni) project is a regionally significant landholding covering prospective portions of the Narndee Igneous Complex (NIC) approximately 500km north-east of Perth, within the Murchison Region of Western Australia (Figure 2).

The NIC is considered prospective for Ni-Cu-PGE mineralisation (e.g. Voisey’s Bay, Nova, Julimar), and volcanogenic massive sulphide (VMS) Cu-Zn mineralisation (e.g. Golden Grove, DeGrussa).

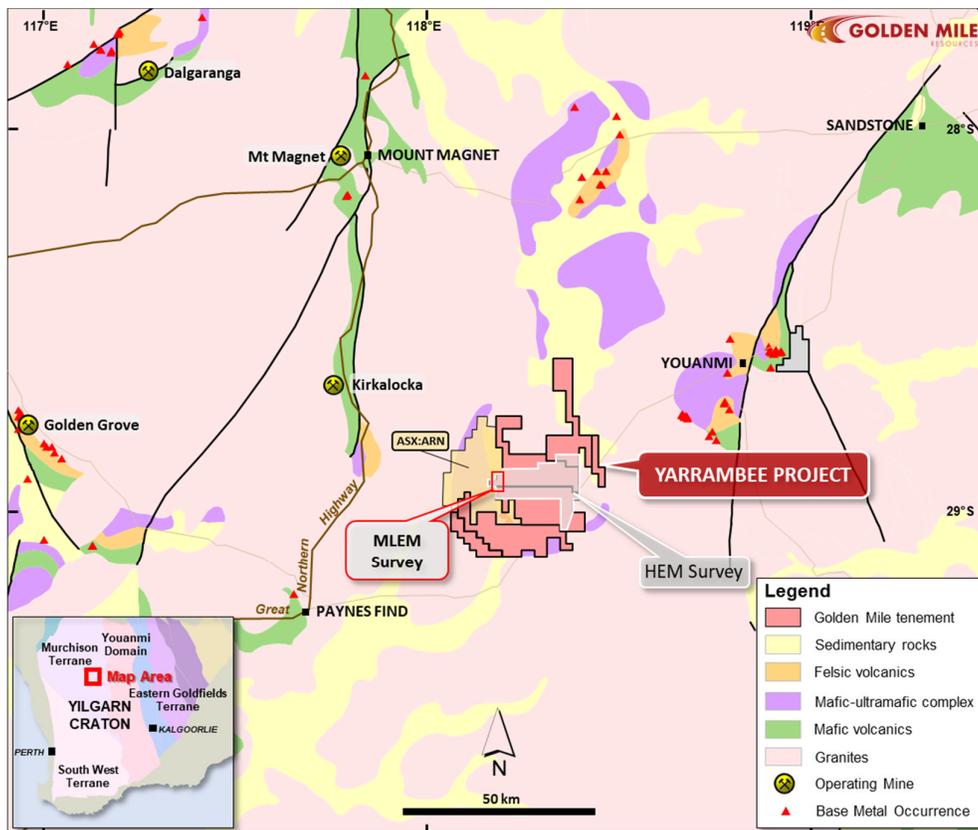


Figure 2: Golden Mile’s Yarrabee Base Metals Project, Murchison Region, WA.

During the reporting period the company completed a reverse circulation (RC) drilling program and received assay results. The RC drill program comprised a total of 10 holes for 1,663m. There were no significant results reported however there were a number of anomalous intersections. In addition, a geotechnical review of the Yarrabee Base Metals Project was completed.

The Company engaged geochemical consultant GCXplore Pty Ltd to carry out a review of the historical soil data. The review identified 21 VMS copper-zinc, 16 nickel – PGE, 5 gold and 4 REE geochemical anomalies to be followed up.

Yuinmery Gold Project

The Yuinmery Project is situated in the Youanmi Gold Mining District, approximately 10km east of the Youanmi Gold Mine, in the Murchison region of Western Australia (Fig 4).

Recently there has been several significant gold discoveries within the Youanmi district which include Rox Resources Ltd's Youanmi Gold project and Ramelius Resources Ltd's high grade Penny West project.

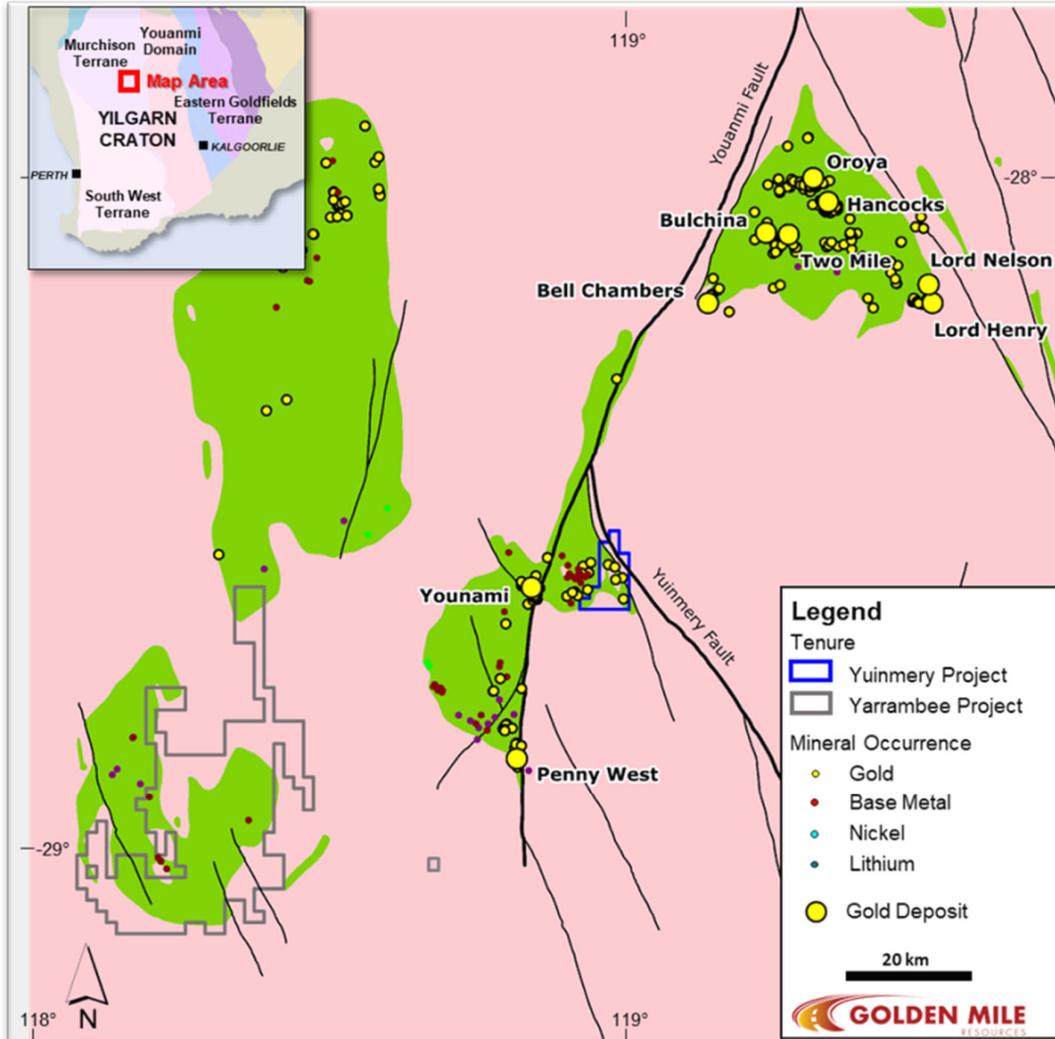


Figure 4: Location of the Yuinmery Project, upgraded by positive gold results.

During the period, the Company received gold assay results for an aircore drilling program conducted in May 2024 at its 100% owned Yuinmery Project. The program had consisted of 135 aircore holes for 2,271m, and was targeting geochemical targets at Elephant Reef, Ladies Patch and Hammerhead.

The holes were initially sampled using compositing 4m intervals (“4m composites”). Subsequently the Company submitted 1m samples collected from the anomalous 4m intervals and the results from the 1m samples have now been received.

These 1m sample results were in line with expectations with the best results as follows:

- YAC032: **6m @ 1.49 g/t** gold from 12m (including **1m @ 7.30 g/t**)

**GOLDEN MILE RESOURCES LIMITED
REVIEW OF OPERATIONS**

- YAC018: **5m @ 1.35 g/t gold** from 6m (including **1m @ 3.20 g/t** and **1m @ 2.17g/t**)

The 1m results confirm that high grade gold mineralisation is associated with quartz veining located within a highly prospective structural setting along the regional scale Yuinmery fault.

Leonora Gold Project

The Leonora Gold JV is located approximately 40km northeast of Leonora and 230km north of Kalgoorlie (Figure 3). It comprises a regionally significant tenement package focussed on the Benalla, Normandy, Monarch and Ironstone Well Gold Projects located east of the Leonora mining centre in the Eastern Goldfields of Western Australia.

The Company’s projects are along strike from and surrounded by significant gold production, development and exploration projects, including St Barbara’s Gwalia Project (ASX: SBM) and Kin Mining’s Cardinia Project (ASX:KIN) which hosts a resource of 1.3Mozs gold across a number of near-surface deposits.

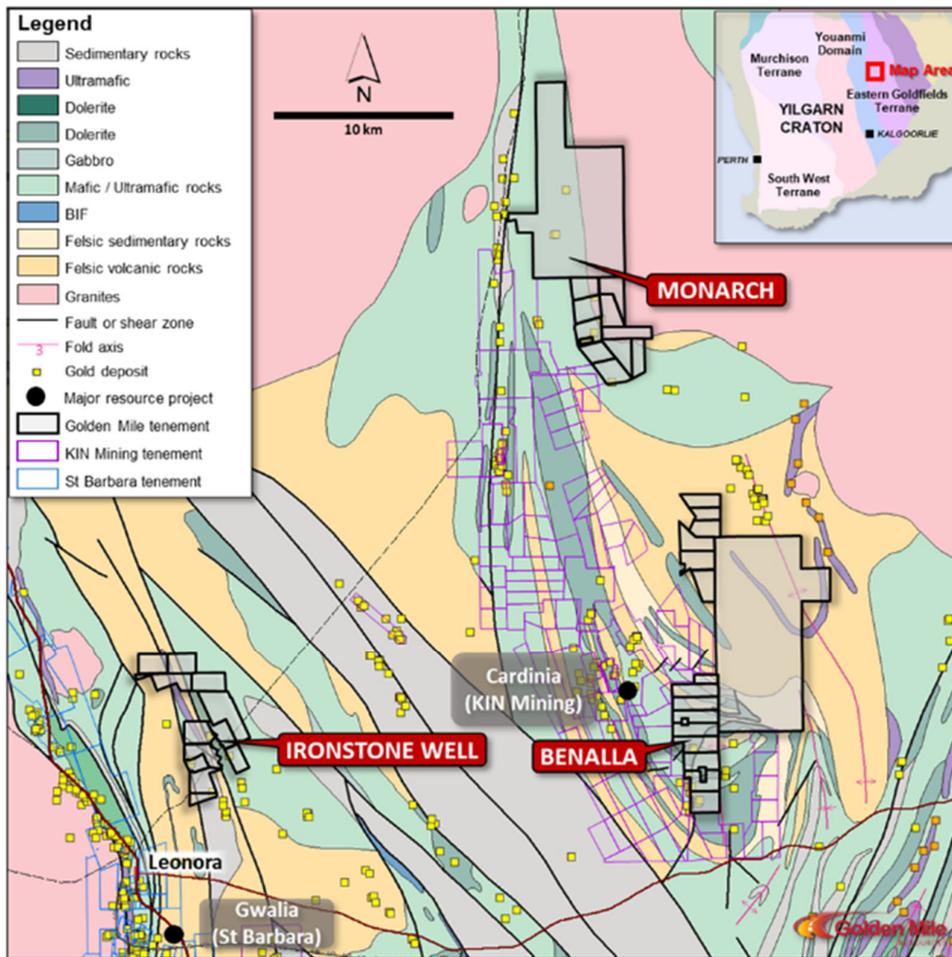


Figure 3: Golden Mile’s Leonora Gold Project, geology and gold prospects, Western Australia.

During the period, JV partner Kin Mining begun undertaking an extensive desktop study and data review of the tenement package. An extensive auger programme across the Ironstone Well and Normandy commenced and was completed, and Kin Mining are currently reviewing the results. The Normandy tenement package is located east of the Cardinia tenement package and connects in the north to Kin Mining’s Randwick project, which has historic production of ~13,000oz Au @ ~25 g/t Au.

Gidgee Project

The Gidgee Project covers an area of approximately 400km² on the western side of the highly prospective Gum Creek Greenstone Belt, with Gateway Mining Ltd (ASX: GML, "Gateway") now controlling more than 1,000km² in the district (Figure 06). Golden Mile has a binding farm-in agreement granting Gateway the right to acquire an 80% interest in the Gidgee Project.

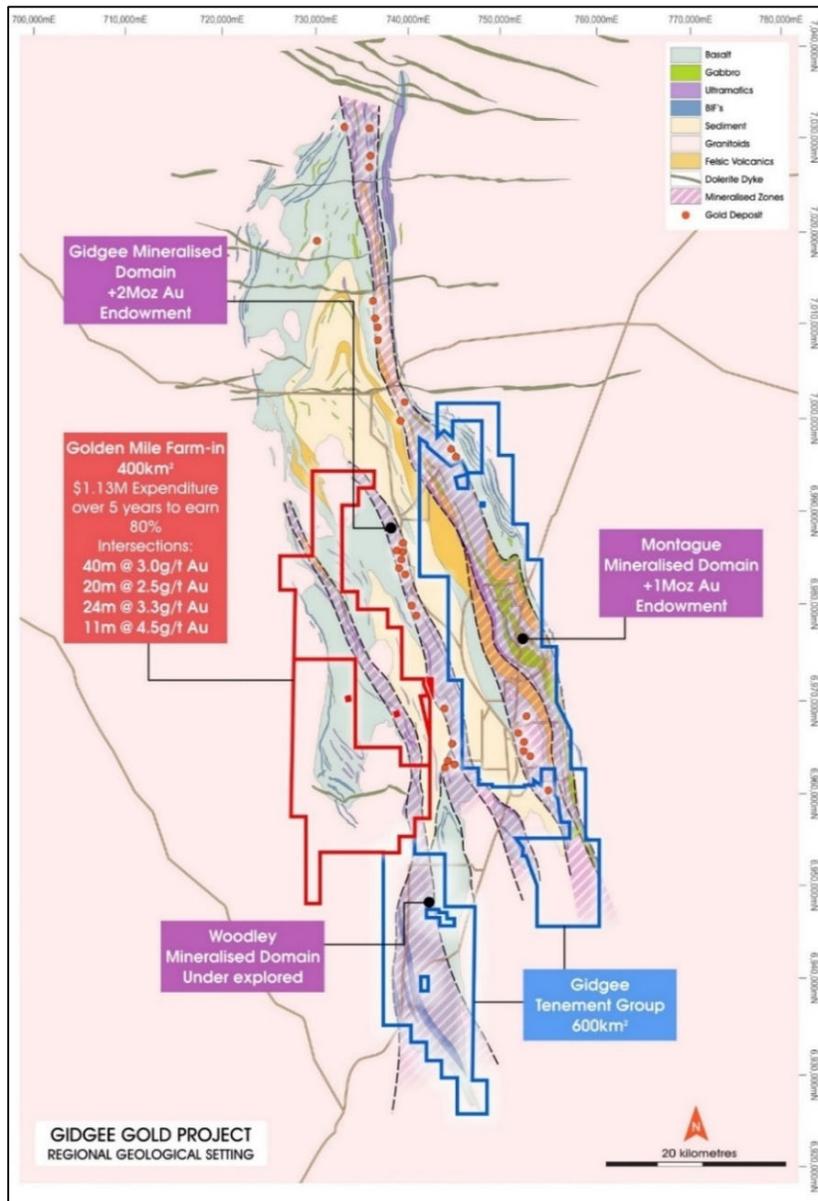


Figure 6. Gidgee Project JV with Gateway Mining

Last year it was reported that a comprehensive ground gravity survey and airborne magnetic data compilation, and aeromagnetic interpretation were completed. The outcome of the survey has identified what appears to be a large-scale regional structure along the eastern edge of the tenement package believed to be the subordinate shears to the Gidgee Shear Zone, hosting potential for significant regional mineralisation. The structures passing through E 57/1039 and E 57/1040 represent a significant and almost untested target of 20km combined potential strike.

These areas have been identified for aircore drilling in 2023 and have had almost no previous exploration.

Gateway is additionally undertaking a comprehensive data review of the existing and historical dataset over the area which is ongoing.

Murchison Lithium Project

The Murchison Lithium project comprises four Exploration Licences in the vicinity of its Yarrabee Project located in the Murchison district, WA (Figure 07). The Company is targeting lithium, tungsten and gold. Tenement E20/1005 has mapped pegmatite with historical molybdenum and tungsten occurrences.

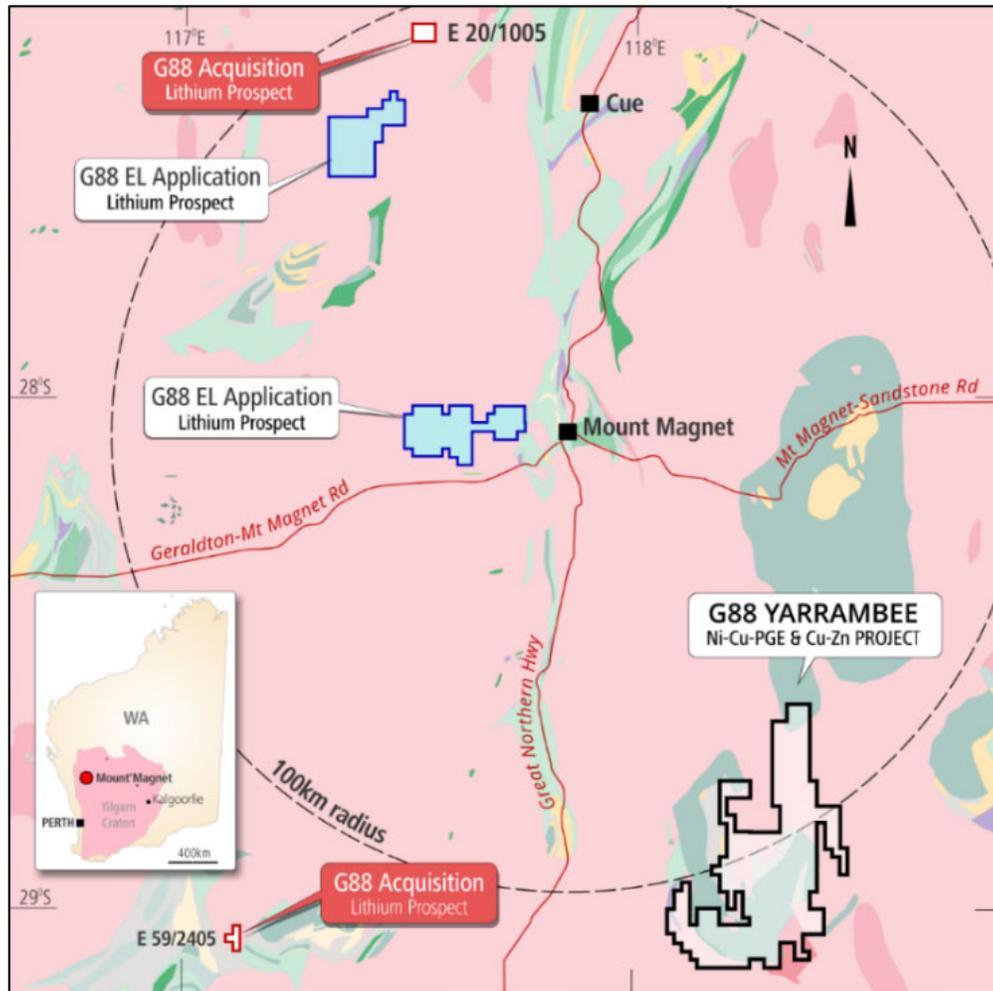


Figure 7. Location of the tenement acquisitions and New Exploration License Applications targeting lithium and tungsten.

During the period, the Company undertook an historical data compilation and desktop study of the four Exploration Licences. The Company carried out field reconnaissance programs on areas identified from the historical data compilation and desktop study of the four Exploration Licences and results are currently being reviewed.

8. Marble Bar Lithium – Gold Project

**GOLDEN MILE RESOURCES LIMITED
REVIEW OF OPERATIONS**

The Marble Bar Lithium-Gold project is located near Marble Bar in the East Pilbara region of Western Australia (Figure 08). Within a 100km radius of the tenements are the world-class Wodgina and Pilgangoora lithium mines, the recently discovered Archer lithium deposit, the Warrawoona (1.5Moz), Beatons Creek (0.9Moz), Mt York (0.9Moz) and Bamboo Creek gold deposits as well as the Sulphur Springs Cu-Pb-Zn deposit.

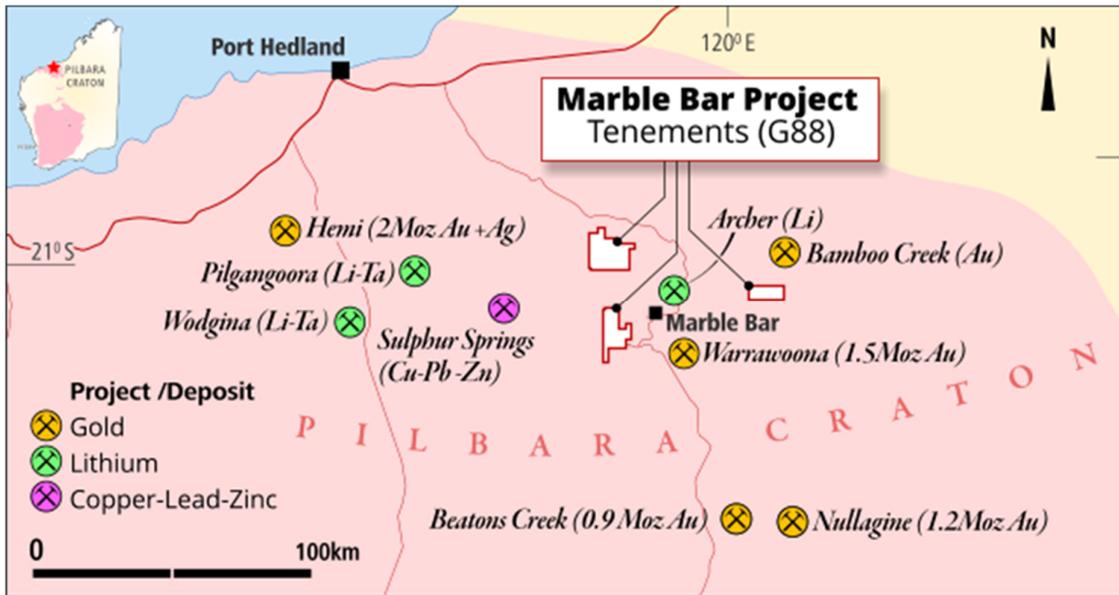


Figure 8. Location of the Marble Bar tenements in the East Pilbara.

The tenements are relatively unexplored with only four holes completed all within E45/6127 and no drilling on the other two tenements. The majority of the exploration was stream sediment and rock chip sampling targeting lode and conglomerate hosted gold. There appears to be no recorded exploration specifically targeting lithium or nickel on any of the tenements.

During the period the Company continued on progressing the tenements through to grant.

All material results contained in this report have previously been reported in separate ASX releases. For more information, please visit the Company's website: <https://www.goldenmileresources.com.au/> or the ASX website: <https://www.asx.com.au/asx/share-price-research/company/G88>.

Note 1: Refer ASX announcement on the said date for full details of these results. Golden Mile is not aware of any new information or data that materially affects the exploration results set out in the announcement on the said date and all material assumptions and technical parameters underpinning any estimates continue to apply and have not materially changed.

Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Golden Mile Resources Ltd (ASX: G88) planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may", "potential," "should," and similar expressions are forward-looking statements. Although Golden Mile Resources Ltd (ASX: G88) believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

Competent Persons Statement

The information in this report that relates to Exploration Results is based upon and fairly represents information compiled by Mr Jordan Luckett, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Luckett is a part-time employee of the Company. Mr Luckett has sufficient experience that

GOLDEN MILE RESOURCES LIMITED
REVIEW OF OPERATIONS

is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Lockett consents to the inclusion in the report of the matter based on his information in the form and context in which it appears.

The information in this report that relates to Mineral Resources is based upon and fairly represents information and supporting documentation prepared by Mr Paul Payne, a Competent Person who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Payne is a full-time employee of Payne Geological Services Pty Ltd.

Mr Payne has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" the JORC Code). Mr Payne consents to the inclusion in the report of the matter based on his information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original announcements referenced in this announcement. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original announcements.

GOLDEN MILE RESOURCES LIMITED DIRECTORS' REPORT

The Directors of Golden Mile Resources Limited (the "Company") submit herewith the interim Financial Report on the Company for the half year ended 31 December 2022.

To comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

Directors

Details of the Directors of the Company in office at any time during or since the end of the financial period and at the date of this report are:

Mr R Grivas	Non-Executive Chairman (resigned 20 December 2022)
Mr G Button	Non-Executive Director
Mr F Cannavo	Non-Executive Director
Mr P Grundy	Non-Executive Director (resigned 15 September 2022)

Company Secretary

Ms N Taylor	Company Secretary
-------------	-------------------

Principal Activities

The Company holds the rights to several resource tenements in Western Australia and is actively exploring the tenements for gold, nickel-cobalt and related resources.

Operating Results and Financial Position

During the period, the Company made a loss \$652,640 (2021: \$467,933). The focus during the period was on exploration activities and developing the projects secured in prior periods. The Company lo secured further project tenements to complement its current network of projects.

During the period the Company spent cash of \$649,273 (2021: \$378,611) on exploration activities. A summary of the Company's exploration activities precedes this report.

As a result of operations, the Company's net assets amounted to \$4,348,674 (30 June 2022: \$4,815,440), including current assets of \$876,689 (30 June 2022: \$2,029,193). Exploration assets amounted to \$3,530,405 (30 June 2022: \$3,107,241). The Company expended \$543,703 (2021: \$451,375) and \$649,273 (2021: \$378,611) on operating and investing activities respectively during the period, with cash and cash equivalents closing at \$808,410 (30 June 2022: \$1,961,920).

Significant changes in the state of affairs

The Company issued 857,142 ordinary shares, plus 428,571 share options to directors, raising \$48,000. This was part of the capital raise completed in March 2022 and was confirmed at an Extraordinary General Meeting held on 25 August 2022.

There were no other significant changes in the Company's state of affairs.

After Balance Date Events

On 2 March 2023 the Company announced a renounceable entitlement offer of 2 shares for every 5 held at \$0.016 (1.6 cents) per share to raise up to of \$1,390,374 (based on the shares on issue at the time of the offer) and issued a prospectus outlining details. The rights issue is partially underwritten to the value of \$750,000. Each share subscribed for will come with 1 free attaching option with an exercise price of \$0.035 (3.5 cents) and expiry date of 30 June 2025.

Other than the matters noted above the Board is not aware of any matter or circumstance not otherwise dealt with in these financial statements that has significantly or may significantly affect the operation of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

Environmental Regulations

The Company's activities involve exploration activities on WA mining tenements and therefore would be subject to the WA laws and regulations relating to such activities including environmental approvals as may be required from time to time under the *Mining Act 1978*.

**GOLDEN MILE RESOURCES LIMITED
DIRECTORS' REPORT**

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 12.

Signed in accordance with a resolution of the Directors made pursuant to s.306 (3) of the *Corporations Act 2001*.

On behalf of the Directors

A handwritten signature in blue ink that reads "G. Button". The signature is written in a cursive style and is positioned above a horizontal dotted line.

Mr Grant Button
Non-Executive Chairman
15 March 2023

Auditor's independence declaration

As lead auditor for the review of the half year financial report of Golden Mile Resources Limited for the half-year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) any applicable code of professional conduct in relation to the review.

This declaration is in respect of Golden Mile Resources Limited.

HLB Mann Judd

**HLB Mann Judd
Chartered Accountants**

Melbourne
15 March 2023

A handwritten signature in black ink, appearing to read 'Nick Walker'.

**Nick Walker
Partner**

GOLDEN MILE RESOURCES LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Note	31 December 2022 \$	31 December 2021 \$
Continuing operations			
Interest income		4,318	69
Exploration expenditure		(71,156)	(33,723)
Impairment of exploration and evaluation assets		(1,649)	(21,402)
Directors' fees and salaries and wages		(356,939)	(222,875)
General and administrative expenses		(94,782)	(70,000)
Corporate expenses		(91,060)	(110,580)
Other expenses		(41,372)	(9,422)
Loss before income tax		(652,640)	(467,933)
Income tax expense		-	-
Net Loss for the period		(652,640)	(467,933)
Other Comprehensive income/(loss)			
Other comprehensive loss net of tax		-	-
Total comprehensive (loss)		(652,640)	(467,933)
Net (loss) for the period is attributable to:			
Non-controlling interest			
Owners of Golden Mile Resources Limited		(652,640)	(467,933)
		(652,640)	(467,933)
Total comprehensive (loss) for the period is attributable to:			
Non-controlling interest		-	-
Owners of Golden Mile Resources Limited		(652,640)	(467,933)
		(652,640)	(467,933)
Basic (loss) per share (cents per share)	6	(0.32)	(0.30)
Diluted (loss) per share (cents per share)	6	(0.32)	(0.30)

The above statement should be read in conjunction with the accompanying notes.

GOLDEN MILE RESOURCES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Note	31 December 2022 \$	30 June 2022 \$
Current Assets			
Cash and cash equivalents	3	808,410	1,961,920
Trade and other receivables		36,738	44,866
Prepayments		31,541	22,407
Total Current Assets		876,689	2,029,193
Non-Current Assets			
Exploration and evaluation assets	2	3,530,405	3,107,241
Total Non-Current Assets		3,530,405	3,107,241
Total Assets		4,407,094	5,136,434
Current Liabilities			
Trade and other payables		51,269	320,994
Provisions		7,151	-
Total current liabilities		58,420	320,994
Total Liabilities		58,420	320,994
Net Assets		4,348,674	4,815,440
Equity			
Issued capital	4	12,462,047	12,424,527
Accumulated losses		(9,364,361)	(8,723,721)
Reserves	5	1,250,988	1,114,634
Total Equity		4,348,674	4,815,440

The above statement should be read in conjunction with the accompanying notes.

GOLDEN MILE RESOURCES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Note	Issued capital	Reserves	Accumulated losses	Total
		\$	\$	\$	\$
At 1 July 2021		9,619,308	865,661	(7,753,330)	2,731,639
Loss for the period		-	-	(467,933)	(467,933)
Other comprehensive income/(loss)		-	-	-	-
Total comprehensive income/(loss) for the period		-	-	(467,933)	(467,933)
Transactions with owners in their capacity as owners:					
Issue of shares, net of costs	4	1,417,881	12,279	-	1,430,160
Share based payments					
- cost of issuing shares	5	(72,601)	72,601	-	-
- Options lapsed	5	-	(10,818)	10,818	-
Expiry of share options	5	-	(46,460)	46,460	-
As at 31 December 2021		10,964,588	893,263	(8,163,985)	3,693,866
	Note	Issued capital	Reserves	Accumulated losses	Total
		\$	\$	\$	\$
At 1 July 2022		12,424,527	1,114,634	(8,723,721)	4,815,440
Loss for the period		-	-	(652,640)	(652,640)
Other comprehensive income/(loss)		-	-	-	-
Total comprehensive income/(loss) for the period		-	-	(652,640)	(652,640)
Transactions with owners in their capacity as owners:					
Issue of shares, net of costs	4	46,054	1,946	-	48,000
Cost of issuing equity		(8,534)	-	-	(8,534)
Share based payments	5	-	146,408	-	146,408
Options lapsed	5	-	(12,000)	12,000	-
As at 31 December 2022		12,462,047	1,250,988	(9,364,361)	4,348,674

The above statement should be read in conjunction with the accompanying notes.

GOLDEN MILE RESOURCES LIMITED
STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Note	31 December 2022 \$	31 December 2021 \$
Cash flows from operating activities			
Payments to suppliers and employees (net of GST)		(548,021)	(451,444)
Interest received		4,318	69
Net cash (used in) operating activities		<u>(543,703)</u>	<u>(451,375)</u>
Cash flows from investing activities			
Exploration and evaluation expenditure and acquisition		(649,273)	(378,611)
Net cash (used in) investing activities		<u>(649,273)</u>	<u>(378,611)</u>
Cash flows from financing activities			
Proceeds from issue of shares		48,000	1,550,833
Cost of issuing shares		(8,534)	(120,673)
Net cash provided by financing activities		<u>39,466</u>	<u>1,430,160</u>
Net increase / (decrease) in cash held		(1,153,510)	600,174
Cash and cash equivalents at the beginning of the period		<u>1,961,920</u>	<u>966,860</u>
Cash and cash equivalents at the end of the period		<u><u>808,410</u></u>	<u><u>1,567,034</u></u>

The above statement should be read in conjunction with the accompanying notes.

GOLDEN MILE RESOURCES LIMITED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

1. BASIS OF PREPARATION

This general purpose interim financial report for the half-year ended 31 December 2022 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001* as appropriate for profit-oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The half-year financial report does not include all the notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

It is recommended that the half-year report be read in conjunction with the annual report for the period ended 30 June 2022 and considered together with any public announcements made by the Company during the half-year ended 31 December 2022 in accordance with the continuous disclosure obligations of the ASX listing rules.

The accounting policies and methods of computation are the same as those adopted in the most recent annual financial report, with the exception of the new accounting standards applied for the first time.

The financial statements were authorised for issue by the Directors on 15 March 2022.

The Company's principal activities are the exploration for and evaluation gold and nickel-cobalt resources in Western Australia.

Going Concern

For the half year ended 31 December 2022 the Company has made a loss of \$652,640, and expended cash reserves of \$543,703 in operations and \$649,273 in exploration activities. At 31 December 2022 the Company has cash reserves of \$808,410 and tenement commitments within the next 12 months of \$601,000 as at 31 December 2022. The Company has sufficient cash reserves to meet the remaining commitments and its current year expenditure plans to develop the projects. Additional funding will be required to meet its commitments plus its operational expenditure budget over the next 12 months.

Notwithstanding this the financial report has been prepared on a going concern basis which assumes the realisation of assets and discharge of liabilities in the normal course of business at the amounts stated in the financial report, for the following reasons:

- The Company has the ability to raise additional capital without shareholder approval under ASX Listing Rules 7.1 and 7.1A. The Group has a history of successfully raising funds.
- The Company is currently undertaking a rights issue to raise \$1.5million before costs. The issue is partially underwritten for \$750,000.
- The Company can reduce planned project expenditure to manage its cash flows to ensure it meets its obligations as and when they fall due.

On the basis that sufficient funding is expected to be raised to meet the Company's expenditure forecast, the directors consider that the Company remains a going concern and these financial statements have been prepared on this basis.

Should the Company be unable to continue as a going concern it may be required to realise its assets and discharge its liabilities other than in the normal course of business and at amounts different 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 to the amounts and classification of liabilities that might be necessarily incurred should the consolidated entity not continue as a going concern.

Comparatives

Where necessary, comparative information has been reclassified or repositioned for consistency with current year disclosures.

GOLDEN MILE RESOURCES LIMITED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

New, revised or amending Accounting Standards and Interpretations adopted

The Company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Company.

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

2. EXPLORATION AND EVALUATION ASSETS

	31 December 2022	30 June 2022
(a) Reconciliation of movements during period	\$	\$
Costs carried forward in respect of areas of interest at cost	3,107,241	1,890,593
Tenements and projects acquired	-	190,000
Exploration and evaluation expenditure capitalised during the period	424,813	1,189,000
Exploration and evaluation expenditure written off	(1,649)	(162,352)
Costs carried forward in respect of areas of interest	3,530,405	3,107,241

(b) Critical Judgements

The ultimate recoupment of capitalised expenditure in relation to each area of interest is dependent on the successful development and commercial exploitation or, alternatively, sale of the respective areas the results of which are still uncertain.

(c) Commitments for expenditure

To maintain current rights of tenure to the exploration tenements, the Company is required to meet the minimum expenditure requirements of the Department of Mining. Minimum expenditure commitments may otherwise be avoided by sale, farm out or relinquishment. These obligations are not provided in the accounts. The Company has committed to spend a total of \$3,414,820 over the periods of the granted permit areas in respect of these exploration programs. Expenditure commitment is for the term of the permit renewal. The total commitment in relation to the permits is as follows:

	31 December 2022	30 June 2022
	\$	\$
Expenditure commitments within 1 year	900,300	538,000
Expenditure commitments 2 – 5 years	2,514,520	1,680,000
	3,414,820	2,218,000

(d) Impairment

The directors have reviewed the projects and available resources and are satisfied that no impairment is required.

The Directors have considered the on-going impact of the COVID-19 pandemic. Based on information currently available the Directors believe there is no further impact on the impairment of the assets.

GOLDEN MILE RESOURCES LIMITED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

3. CASH AND CASH EQUIVALENTS

	31 December 2022	30 June 2022
	\$	\$
Cash at bank	808,410	1,961,920

4. ISSUED CAPITAL

(a) Reconciliation of issued capital	31 December 2022		30 June 2022	
	Number of shares	\$	Number of shares	\$
Ordinary shares – fully paid (no par value)	204,589,756	12,462,047	203,732,614	12,424,527

	Shares	Price \$	\$
Ordinary shares			
At 30 June 2022	203,732,614		12,424,527
Share purchase plan	857,142	0.056*	46,054
Cost of issuing equity	-	-	(8,534)
As at 31 December 2022	204,589,756		12,462,047

* Shares were issued at \$0.056 per share. The shares were issued with 1 free attaching option for every 2 shares purchased. Accordingly, a value of \$0.00454 was applied to each share option, and \$1,946 allocated to Issued share options

(b) Terms and conditions of issued capital

Ordinary shares

Fully paid ordinary shares carry one vote per share and carry rights to dividends.

Ordinary shareholders are entitled 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. Every ordinary shareholder present at a meeting in person or by proxy is entitled to one vote on a show of hands or by poll.

At 31 December 2022, there were no partly paid shares outstanding. Ordinary shares have no par value. The Company does not have a limit on number of shares authorised.

Share options

Share options do not entitle the holder to participate in dividends and the proceeds on winding up of the Company. The holder is not entitled to vote at General Meetings. As at 31 December 2022 there remained 82,692,320 share options outstanding.

GOLDEN MILE RESOURCES LIMITED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

5. RESERVES

	31 December 2022	30 June 2022
	\$	\$
Option reserve (a)	446,584	444,638
Share based payment reserve (b)	804,404	669,996
	1,250,988	1,114,634

(a) Option reserve

<i>Movement in reserve</i>	Share options issued	Price \$	\$
At 30 June 2022	44,263,143		444,638
Listed options (G88O) ¹	428,571	0.00454	1,946
	<u>44,691,714</u>		<u>446,584</u>

¹ Options issued attached to issued shares purchased with 1 free attaching option for every 2 shares purchased. Accordingly a value of \$0.00454 was applied to each share option, and \$1,946 allocated to issued share options.

Nature and Purpose of Reserves

The reserve is used to record cash received and allocated to the issue of share options, other than issued for services provided.

Option details

<i>Option series</i>	<i>Expiry date</i>	<i>Exercise price</i>
G88O	23 September 2023	\$0.10

Option valuation inputs

As noted in the table above 428,571 share options were issued as free attaching options to shares issued for cash. Accordingly, \$1,946 of the share proceeds was allocated to the cost of the options issued. The basis of the share option valuation was as follows:

Expiry date	23 September 2023
Share price at issue date	\$0.033
Exercise price \$	\$0.10
Risk free rate	2.85%
Volatility	103%
Fair value at grant date \$/option	\$0.00454

(b) Share based payment reserve

<i>Movement in reserve</i>	\$	\$
At beginning of the period	669,996	641,053
Share based payments – services received	146,408	-
Equity raising costs	-	86,221
Options expired during the period	(12,000)	(46,460))
Options lapsed without vesting during the period	-	(10,818)
	<u>804,404</u>	<u>669,996</u>

Nature and Purpose of Reserves

The reserve is used to record the value of equity instruments issued to employees and directors as part of their remuneration, and other parties as part of compensation for their services.

GOLDEN MILE RESOURCES LIMITED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

Share based payments during the half-year

At an Extraordinary General Meeting (“EGM”) held on 25 August a resolution was passed to award share options to the directors. Two tranches were awarded, with each set of options vesting based on service conditions relating to each director. In addition share options were issued to the new CEO Jordan Lockett upon appointment in accordance with Mr Lockett’s contractual terms.

The inputs into the option valuations were as follows:

Option valuation inputs

Series	Director options 1	Director options 2	CEO options tranches 1 and 2	CEO options tranche 3
Issue date	8 September 2022	8 September 2022	19 May 2022	19 May 2022
Expiry date	8 September 2025	8 September 2026	19 May 2025	19 May 2025
Share price at issue date	\$0.033	\$0.033	\$0.030	\$0.030
Exercise price \$	\$0.10	\$0.125	\$0.10	\$0.15
Risk free rate	3.31%	3.31%	3.26%	3.26%
Volatility	99%	99%	100%	100%
Fair value at grant date \$/option	\$0.0132	\$0.0153	\$0.0118	\$0.0094

6. LOSS PER SHARE

	2022 CENTS	2021 CENTS
Basic (loss) per share	(0.32)	(0.30)
Diluted (loss) per share	(0.32)	(0.30)
	\$	\$
Net loss from continuing operations attributable to the owners of Golden Mile Resources Ltd used in calculation of basic and diluted earnings per share.	(652,640)	(467,933)
	Number	Number
Basic Weighted average number of ordinary shares outstanding during the period used in the calculation of basic loss per share	204,333,545	157,838,980
Diluted Weighted average number of ordinary shares and convertible redeemable cumulative preference shares outstanding and performance rights during the period used in the calculation of basic loss per share	204,333,545	157,838,980

7. COMMITMENTS FOR EXPENDITURE

(a) Capital Commitments

Other than the exploration commitments set out in note 2(c) the Company has no other capital commitments.

(b) Operating leases

The Company provided notice to end its office rental agreement in February 2021 and subsequently entered into a 6-month rolling rental agreement. At 31 December 2022 the Company had 3 months outstanding on its rolling agreement. It has no other operating lease obligations.

GOLDEN MILE RESOURCES LIMITED
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

8. SEGMENT INFORMATION

The Company has adopted AASB 8 *Operating Segments* whereby segment information is presented using a 'management approach'. Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The principal business and geographical segment of the Company is mineral exploration within Western Australia.

The Board of Directors reviews internal management reports at regular intervals that are consistent with the information provided in the statement of profit or loss and other comprehensive income, statement of financial position and statement of cash flows. As a result, no reconciliation is required because the information as presented is what is used by the Board of Directors to make strategic decisions including assessing performance and in determining allocation of resources.

9. DIVIDENDS

No dividends were proposed or paid during the period.

10. EVENTS OCCURRING AFTER REPORTING DATE

On 2 March 2023 the Company announced a renounceable entitlement offer of 2 shares for every 5 held at \$0.016 (1.6 cents) per share to raise up to of \$1,390,374 (based on the shares on issue at the time of the offer) and issued a prospectus outlining details. The rights issue is partially underwritten to the value of \$750,000. Each share subscribed for will come with 1 free attaching option with an exercise price of \$0.035 (3.5 cents) and expiry date of 30 June 2025.

Other than the above, the Board is not aware of any matter or circumstance not otherwise dealt with in these financial statements that has significantly or may significantly affect the operation of the Company, the results of those operations, or the state of affairs of the Company in subsequent financial years.

11. CONTINGENT LIABILITIES

The Company has entered into various tenement purchase agreements that include net smelter royalty obligations as consideration payable in the event that certain parameters are achieved. These parameters are production based such that the royalty is only paid when production commences.

There are no other matters which the Company considers would result in a contingent liability as at the date of this report.

**GOLDEN MILE RESOURCES LIMITED
DIRECTORS' DECLARATION**

In the opinion of the Directors of Golden Mile Resources Limited (the "Company"):

- the attached financial statements and notes thereto comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 '*Interim Financial Reporting*', the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes thereto give a true and fair view of the Company's financial position as at 31 December 2022 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable, based on the factors disclosed in note 1 to the Financial Statements under Going Concern.

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



**Mr Grant Button
Non-Executive Chairman**

15 March 2023
Melbourne

Independent Auditor’s Review Report to the Members of Golden Mile Resources Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Golden Mile Resources Limited (“the Company”), which comprises the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, 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 accompanying half-year financial report of Golden Mile Resources Limited does not comply 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 performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Material Uncertainty Regarding Going Concern

We draw attention to Note 1 Going Concern in the half-year financial report, which indicates that the Company incurred a net loss of \$652,640 during the period ended 31 December 2022. As stated in Note 1 Going Concern, these events or conditions, along with other matters as set forth in Note 1 Going Concern, indicate that a material uncertainty exists that may cast significant doubt on the Company’s ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

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 Company 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 the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor’s review report.

hlb.com.au

HLB Mann Judd (VIC Partnership) ABN 20 696 861 713

Level 9, 550 Bourke Street, Melbourne VIC 3000 | GPO Box 2850, Melbourne VIC 3001

T: +61 (0) 3 9606 3888 F: +61 (0) 3 9606 3800 E: mailbox@hlbvic.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

Responsibility of the Directors for the 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 Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year 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 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 Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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.



HLB Mann Judd
Chartered Accountants

Melbourne
15 March 2023



Nick Walker
Partner

GOLDEN MILE RESOURCES LIMITED
SCHEDULE OF TENEMENTS

For the period ended 31 December 2022

PROJECT	TENEMENT	STATUS/GRANT DATE	EXPIRY DATE	% OWNERSHIP	SUBSEQUENT EVENTS
Ironstone Well East	P37/8922	14/09/2019	13/09/2021	100%	None
Ironstone Well	P37/8484	23/01/2015	22/01/2023	100%	None
	P37/8610	20/04/2016	19/04/2024	100%	None
	P37/8611	20/04/2016	19/04/2024	100%	None
	P37/8612	20/04/2016	19/04/2024	100%	None
	P37/8615	05/05/2016	04/05/2024	100%	None
	P37/9047	01/02/2020	31/01/2022	100%	None
	P37/9050	01/02/2020	31/01/2022	100%	None
	P37/9051	01/02/2020	31/01/2022	100%	None
	P37/9052	01/02/2020	31/01/2022	100%	None
	P37/9053	01/02/2020	31/01/2022	100%	None
	M37/1341	28/10/2021	27/10/2040	100%	None
Leonora East	P37/9054	14/01/2021	13/01/2023	100%	None
	P37/9055	14/01/2021	13/01/2023	100%	None
	P37/9056	14/01/2021	13/01/2023	100%	None
	P37/9057	14/01/2021	13/01/2023	100%	None
	P37/9058	14/01/2021	13/01/2023	100%	None
	P37/9059	14/01/2021	13/01/2023	100%	None
	P37/9060	01/02/2020	31/01/2022	100%	None
	P37/9061	01/02/2020	31/01/2022	100%	None
Kaikoura	E37/1215	26/08/2015	25/08/2025	100%	None
Quicksilver	E70/4641	7/10/2014	6/10/2024	100%	None
	P70/1723	15/06/2021	14/06/2022	100%	None
	P70/6155	09/09/2022	08/09/2022	100%	None
Leonora North	E37/1225	01/12/2015	30/11/2025	100%	None
	P37/8515	05/06/2015	04/06/2023	100%	None
	P37/8762	06/04/2021	05/04/2021	100%	None
	P37/8763	06/04/2021	05/04/2021	100%	None
	P37/8764	06/04/2021	29/03/2021	100%	None
	P37/8765	06/04/2021	05/04/2021	100%	None
	P37/8766	06/04/2021	05/04/2021	100%	None
	P37/8767	06/04/2021	05/04/2021	100%	None
Yuinmery	P57/1043	11/10/2016	10/10/2021	100%	None
Gidgee	E57/1039-I	31/07/2015	18/07/2022	100%	None
	E57/1040-I	31/07/2015	16/07/2022	100%	None
Yarrabee	E59/2529	30/04/2021	29/04/2026	100%	None
	E59/2530	30/04/2021	29/04/2026	100%	None
	E59/2531	30/04/2021	29/04/2026	100%	None
	E59/2532	30/04/2021	29/04/2026	100%	None
	E59/2533	30/04/2021	29/04/2026	100%	None
	E59/2542	20/07/2021	19/07/2026	100%	None

**GOLDEN MILE RESOURCES LIMITED
SCHEDULE OF TENEMENTS**

Murchison	E59/2405	12/03/2020	11/03/2025	100%	None
	E59/2707	01/07/2022	30/06/2027	100%	None

Board of Directors

Mr Grant Button (Non-Executive Director)
Mr Frank Cannavo (Non-Executive Director)
Mr Jordan Luckett (Technical Director)

Company Secretary

Ms Nova Taylor

Registered Office

Level 5
126 Phillip Street
Sydney NSW 2000
Telephone: (08) 6383 6508

Share Registry

Automic Registry Services
Level 3, 30 Holt Street
Surry Hills, NSW 2012, AUSTRALIA
Telephone: 1300 288 664 (local) +61 2 9698 5414 (international)

Auditor

HLB Mann Judd
Level 9, 575 Bourke Street
Melbourne VICTORIA 3000 AUSTRALIA

Solicitors to the Company

Moray & Agnew Lawyers
Level 6, 505 Little Collins Street
Melbourne, VIC 3000, AUSTRALIA

Stock Exchange Listing

Golden Mile Resources Limited shares are listed on the Australian Securities Exchange, code G88.