



# AVIRA RESOURCES LIMITED

## **HALF-YEAR FINANCIAL REPORT**

**31 DECEMBER 2023**

ACN 131 715 645

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## Directors' Report

Your directors submit their report for the half-year ended 31 December 2023.

### Directors

The directors of Avira Resources Limited and its controlled entities (the "Group") in office during the half year, and until the date of this Report are set out below. Directors were in office for this entire period unless otherwise stated.

<u>Name</u>	<u>Particulars</u>
David Wheeler	Non-Executive Chairman
David De Loub	Executive Director
James Robinson	Non-Executive Director (Appointed 17 March 2023)

### Principal activities

The principal activities of the consolidated entity during the period included mineral exploration, identification and evaluation activities associated with mineral exploration.

### Review of Operations

The loss for the consolidated entity after providing for income tax amounted to \$409,614 (31 December 2022: \$458,385).

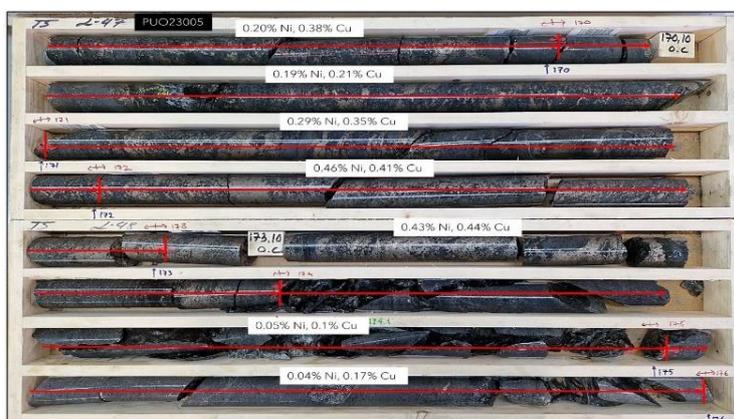
Final assays results were received in August 2023 from the Phase 1 diamond drilling program completed at the Puolalaki Project in April of 2023.

Diamond drillhole **PUO23005**, drilled to 592.4m and targeting a deep FLEM conductor has intersected several zones of significant gold mineralisation within a broader halo of lower- grade gold mineralisation; significant intercepts include:

- 2.53m @ 5.83g/t Au from 438.77m, Inc. 1.23m @ 9.78g/t Au from 438.77m
- 9.57m @ 3.82g/t Au from 494.63m
- 4.50m @ 3.04g/t Au from 513m
- 1.35m @ 6.82g/t Au from 527.85m

Diamond drillhole **PUO23005** also intercepted low-grade nickel-copper mineralisation within a gabbro host rock; significant intercepts include:

- 7.05m @ 0.17% Ni, 0.10% Cu from 113m
- 19.00m @ 0.24% Ni, 0.24% Cu, 0.13g/t Au from 155m
- 8.00m @ 0.13% Ni, 0.09% Cu from 198m
- 3.40m @ 0.36% Ni, 0.24% Cu from 226m

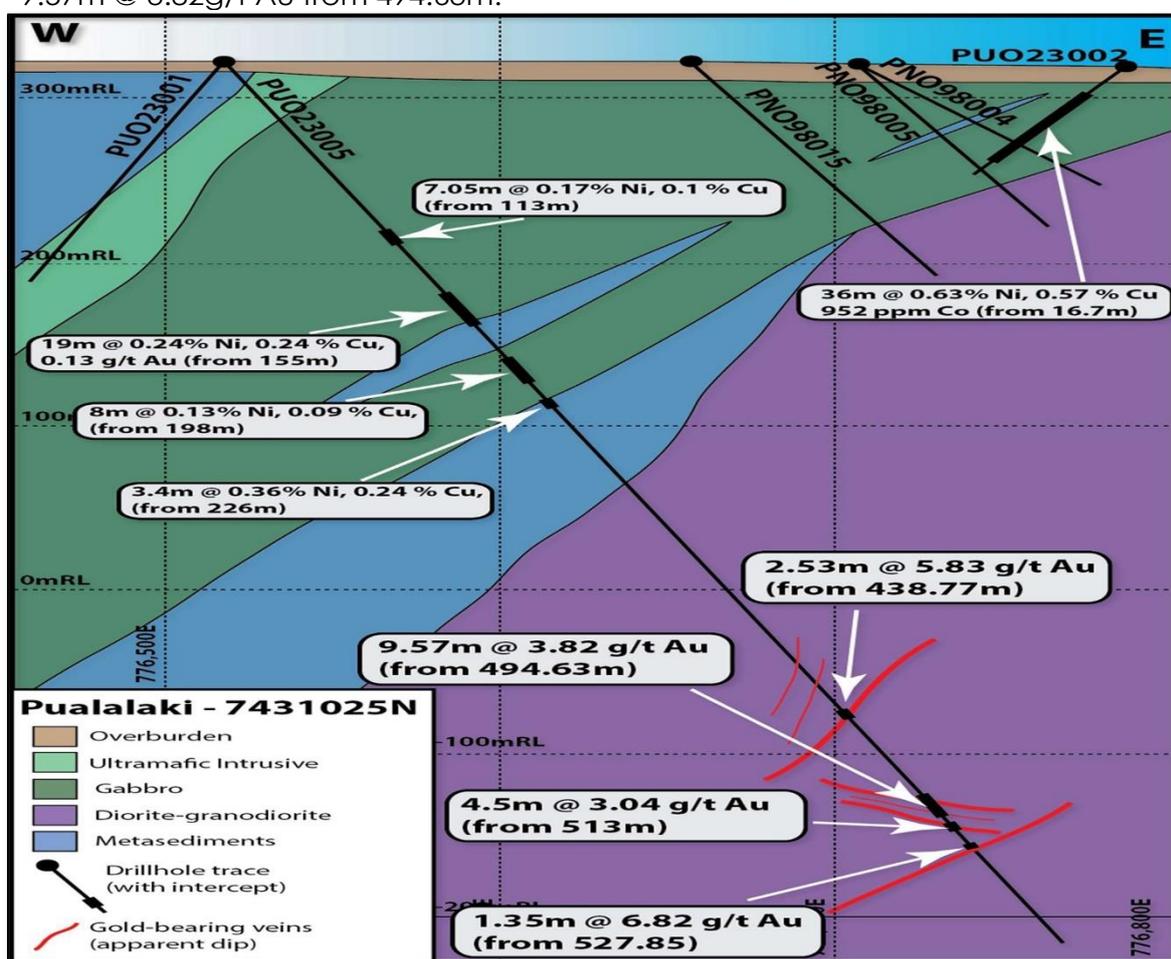


**Figure 1:** Photograph of drill-core from PUO23005 showing Ni-Cu mineralisation at approx. 169.2-176m downhole.

## Directors' Report

As in drillhole PUO23002, a narrow vein (refer Figure 2) of high-grade nickel-cobalt-gold-arsenic mineralization was also intercepted at 261m downhole returning 0.17m @ 2.28% Ni, 0.21% Cu, 5020ppm Co, 1.15g/t Au, >1% As. Although detailed petrographic analysis has not yet been completed on the vein, it is likely that the vein contains cobaltite and nickel arsenide. The main zone of nickel-copper mineralization does not contain elevated levels of arsenic.

From approximately 290m downhole an alternating sequence of granodiorite-diorite-dolerite was intercepted, the unit is largely homogenous with only minor amounts of shearing and foliation present in some sections and little to no alteration. This unit of intrusive material displaying varying degrees of segregation, contains frequent gold-bearing arsenopyrite veining from approximately 342m-530m downhole. Several of the veins returned >10g/t Au with a peak individual assay of 0.58m @ 31g/t Au returned from 494.63m. The best gold intercept returned 9.57m @ 3.82g/t Au from 494.63m.



**Figure 2:** Drillhole cross-section for drillhole PUO23005 showing both nickel and gold mineralisation.

Gold mineralisation intercepted in PUO23005 is located approximately 450m along strike (to the north) from the historic gold mineralisation first identified by LKAB during the 1980's whilst exploring for metallurgical olivine within the Puolalaki gabbro.

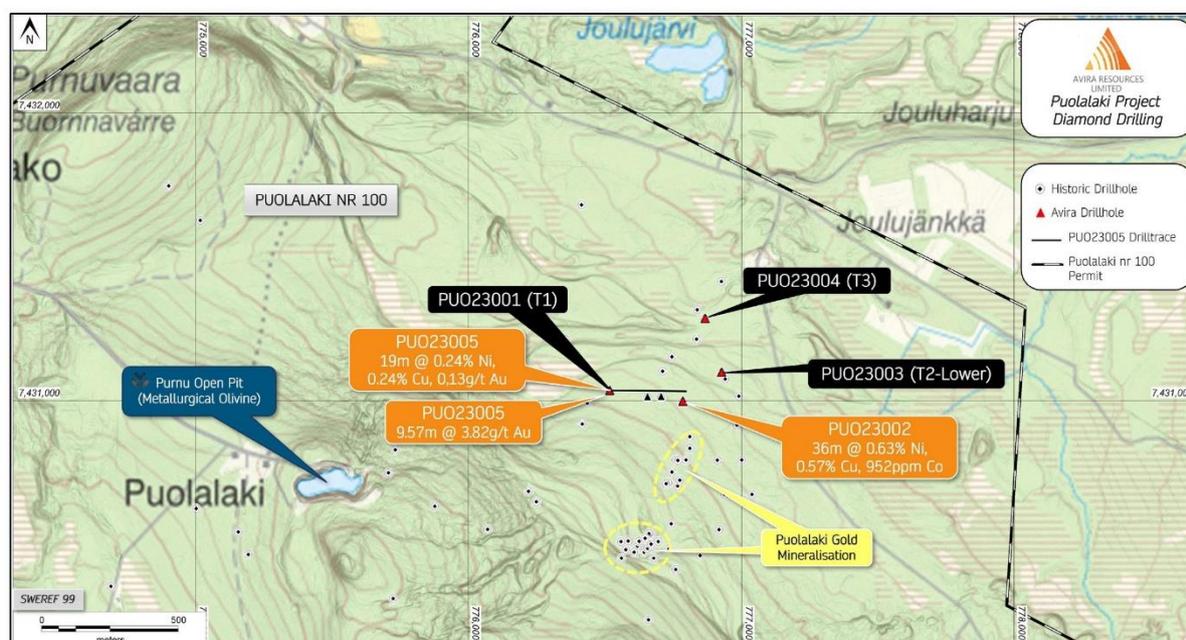
## Directors' Report

At least two zones of gold mineralisation have been delineated through shallow diamond drilling (average depth of 85m, deepest hole 151.2m) at Puolalaki where the gold is hosted in gneissic metasedimentary and metavolcanic rocks intruded by granodiorite to tonalite bodies; a sequence of host rocks not dissimilar to the nearby Aitik deposit (2.3Bt @ 0.12g/t Au, 0.2% Cu) owned by Boliden.

Scheelite, chalcopyrite and molybdenite often accompany the gold-arsenic mineralisation and visible gold (0.8mm) has been observed. The gold mineralisation is currently open at depth and along strike.

Better gold intercepts from the historic drilling at Puolalaki include:

- PUO28: 2.29m @ 3.15g/t Au
- PUO27: 4m @ 2.14g/t Au
- PUO26: 2.75m @ 14.16g/t Au
- PUO24: 2.65m @ 8.65g/t Au
- PUO23: 2.1m @ 3.94g/t Au
- PNO98003: 7.9m @ 3.9g/t Au



**Figure 3:** Map showing the location of the Avira diamond drillholes with significant intercepts and historic gold mineralisation.

In July 2023, a total of 320 line-km was flown over the entire Puolalaki Project using the Danish SkyTEM (312HPMT) airborne EM system. The average flight height was 55m, the line spacing was 50m and the base frequency was 12.5Hz.

Processing and modelling of the SkyTEM data has been carried out by Precision Geophysics in Perth and has identified 14 EM anomalies of interest. Anomaly ranking has been based on a combination of factors including: Late-time EM response, High time constant, Limited strike length and Geological location/setting.

## Directors' Report

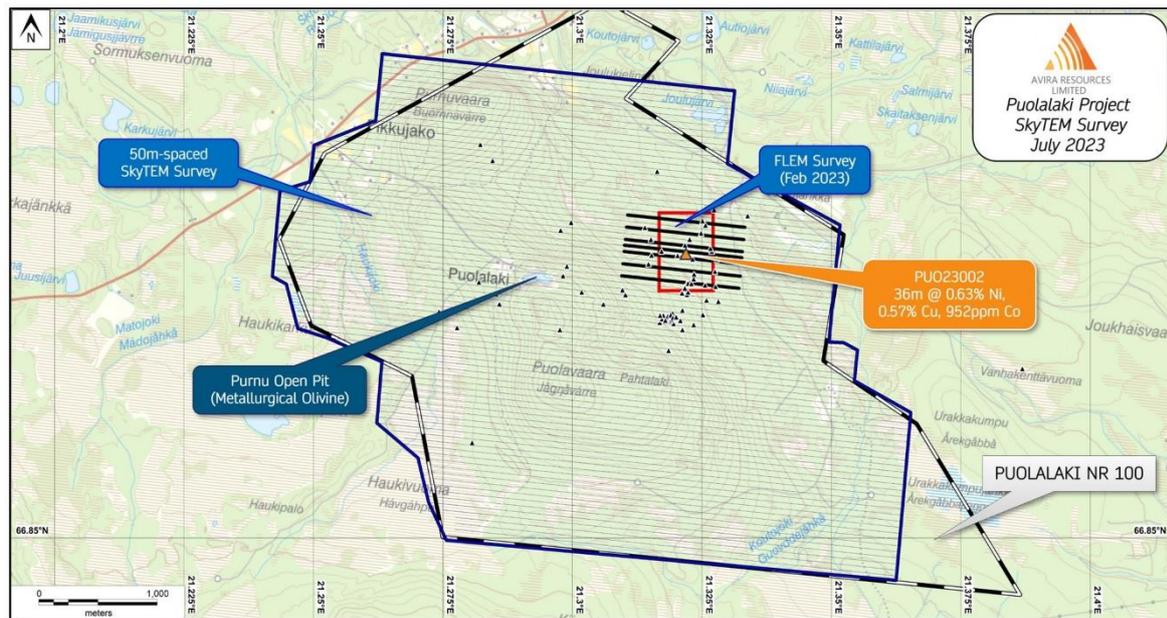


Figure 4: Map showing the outline (blue) of the airborne SkyTEM survey over the Puolalaki Project.

Several very strong anomalies, detected beyond the limit of detection of the SkyTEM capabilities (25msec+) and indicative of highly conductive units, were identified within the survey area

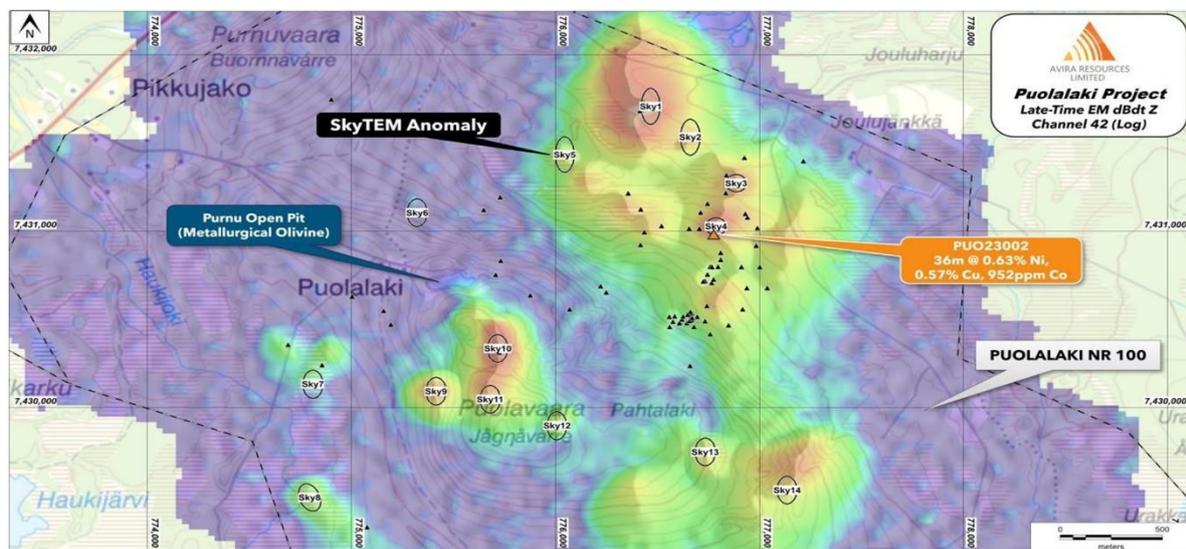


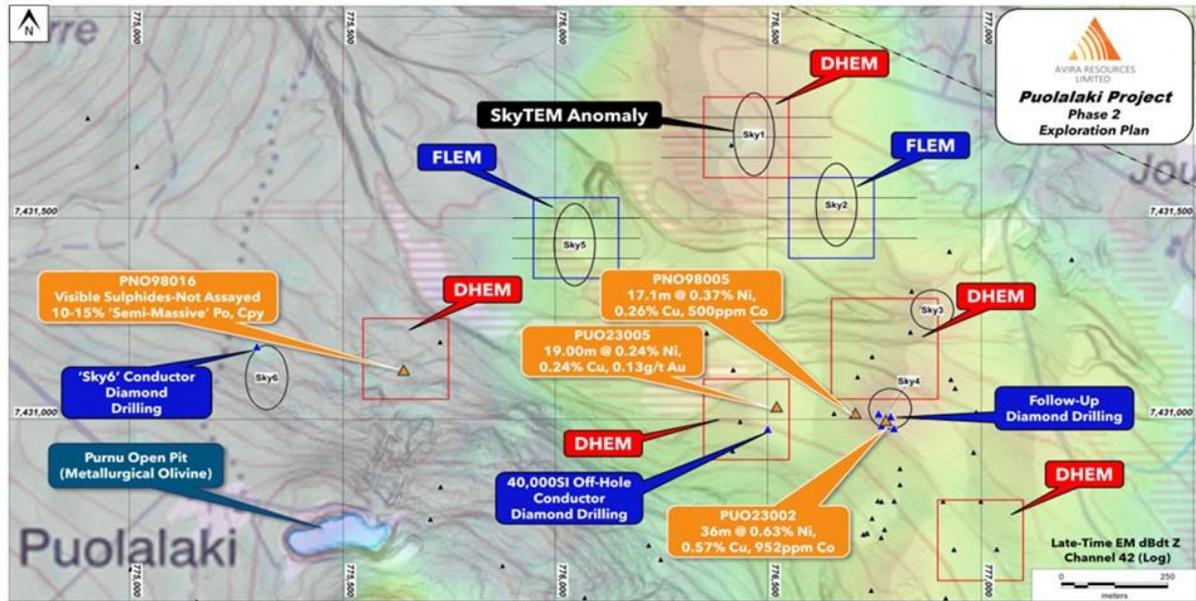
Figure 5: Image showing the 14 SkyTEM EM anomalies at the Puolalaki Project. The background image is the Late-Time EM dBdt Z Channel 42 (Log) image, and the black triangles are previously drilled diamond drillholes.

Diamond drilling comprising 5 diamond drillholes for a total 735m commenced in December 2023. This program was designed to follow-up on the massive sulphide intercept<sup>1</sup> of 36m @ 0.63% Ni, 0.57% Cu, 952ppm Co from 16.7m in drillhole PUO23002. Prior to 31 December 2023, four holes for a total of 438.5m had been completed.

## Directors' Report

Drillholes PUO23006, PUO23007 and PUO23008 all intercepted (refer Appendix 1) shallow massive sulphide mineralisation, similar to that intercepted in PUO23002 in April 2023 and which returned an intercept<sup>1</sup> of 36m @ 0.63% Ni, 0.57% Cu, 952ppm Co from 16.7m.

The visual massive sulphide comprises dominantly pyrrhotite with minor chalcopyrite and pXRF analyses have confirmed the presence of nickel and copper sulphides; laboratory assays are pending. The mineralisation is hosted within high-MgO mafic-ultramafic intrusive rocks.



**Figure 6:** Image showing 'Phase 2' Exploration proposal at the Puolalaki Project. The background image is the Late-Time EM dBdt Z Channel 42 (Log) image, and the black triangles are previously drilled diamond drillholes.



**Figure 7:** Drilling rig on-site at Puolalaki and massive sulphide mineralisation in drillhole PUO23006, (28.4-37.8m).

## Directors' Report

### SUBSEQUENT EVENTS

Phase 2 diamond drilling at the Puolalaki Ni-Cu-Co-Au Project was completed in early February 2024 where five diamond drillholes were completed for a total of 735m.

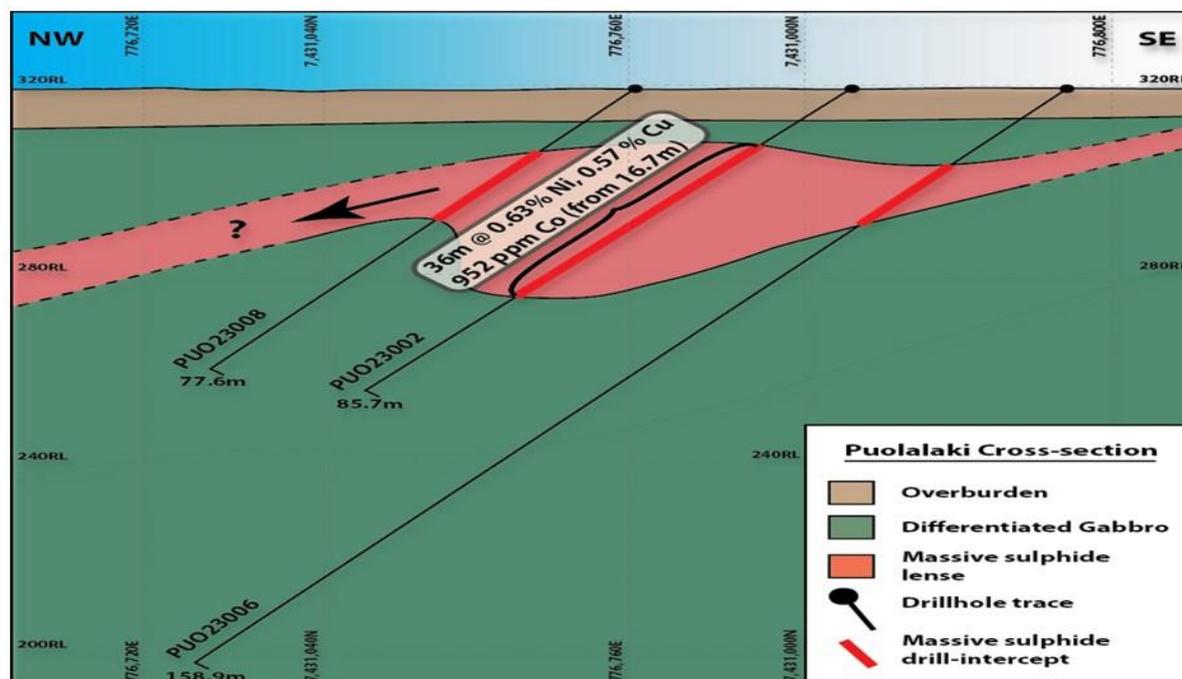
Drillholes PUO23006, PUO23007 and PUO23008 all intercepted (refer Appendix 1) shallow massive sulphide mineralisation, similar to that intercepted in PUO23002 in April 2023 and which returned an intercept of 36m @ 0.63% Ni, 0.57% Cu, 952ppm Co from 16.7m.

Drillhole PUO23006 was drilled 25m behind PUO23002 and intercepted a massive sulphide zone within a mafic-ultramafic intrusive that returned 19m @ 0.65% Ni, 0.75% Cu and 954ppm Co from 22m.

A secondary zone of disseminated mineralisation located beneath the massive sulphide zone returned a wide interval of low-grade mineralisation: 44m @ 0.17% Ni, 0.16% Cu and 263ppm Co from 55m. Inc. 11m @ 0.26% Ni, 0.19% Cu, 486ppm Co from 55m.

Hole ID	From (m)	To (m)	Interval (m)	Nickel (%)	Copper (%)	Co (ppm)
PUO23006	22	41	19	0.65	0.75	954
PUO23006	55	99	44	0.17	0.16	263
Including	55	66	11	0.26	0.19	486

**Table 1:** Significant intersections for drillhole PUO23006. A lower cut-off of 1000ppm nickel was used and contains a maximum internal dilution width of 4m. Reported intersections are downhole width as true widths are not yet established.



**Figure 8:** Cross-section through the massive sulphide mineralisation at Puolalaki. Note assays are pending for drillholes PUO23006, PUO23008 and PUO23007 (located off section to the east).

## Directors' Report

### ABOUT THE PROJECT

The Puolalaki Project currently comprises a single exploration permit (Puolalaki nr 100) centred over a syn-orogenic gabbro intrusion that hosts the nickel mineralisation discovered by NAN in 1998<sup>1</sup>. In addition to the Ni-Cu-Co mineralisation at Puolalaki, the project also contains significant, high-grade gold mineralisation across two zones within the metasediments and metavolcanics surrounding the gabbro. The project is located in Sweden's premier Gällivare mining district which is host to Europe's largest open-cut copper mine Aitik, owned by Boliden and to LKAB's Malmberget iron-ore mine.

### Paterson Range project, WA

Avira currently holds two tenement packages within the Paterson Range province, host to a number of substantial gold, copper and manganese mines and deposits including the Telfer gold-copper mine, Woody Woody manganese and Nifty copper mines.

### Tenement Table

LEASE	NAME	AREA	AREA UNITS	GRANT DATE	EXPIRY DATE	HOLDER	EA
<b>Paterson Range (WA)</b>							
E45/5572	Mt Macpherson	41	Sub-Blocks	13-July-2020	12-July-2025	Mt Macpherson	E45/5572
E45/5567	Throssel Range	32	Sub-Blocks	19-Aug-2020	18-Aug-2025	Avira	E45/5567
<b>Puolalaki (Sweden)*</b>							
NR100	Puolalaki	16	Kms <sup>2</sup>	21 -Dec-2018	21-Dec-2027	Scott Geological AB	N/A

\*farm-in Agreement with extension applied.

### Forward looking statements

This announcement contains forward-looking statements which are identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects', or 'intends' and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements does not guarantee future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the directors and our management. We cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this prospectus will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. We have no intention to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by law. These forward looking statements are subject to various risk factors that could cause our actual results to differ materially from the results expressed or anticipated in these statements.

### Competent Persons Statement

The information in this document that relates to exploration results is based on information compiled by Amanda Scott, a Competent Person who is a Fellow of the Australian Institute of Mining and Metallurgy (Membership No.990895). Amanda Scott is a full-time employee of Scott Geological AB. Amanda Scott has sufficient experience, which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which has been undertaken to qualify as a Competent Person as defined in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code). Amanda Scott consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.

### ASX Listing Rules Compliance

In preparing the Half Year Report for the period ended 31 December 2023 and to date, the Company has relied on the following ASX announcements.

## Directors' Report

ASX Announcement	8/12/2024	DIAMOND DRILLING COMMENCES AT PUOLALAKI
ASX Announcement	24/11/2024	Results of AGM
ASX Announcement	24/10/2024	PHASE 2 DIAMOND DRILLING TO COMMENCE AT PUOLALAKI
ASX Announcement	26/10/2024	Quarterly Activities Report and Appendix 5B
ASX Announcement	24/10/2024	Notice of Annual General Meeting/Proxy Form
ASX Announcement	6/10/2024	Date of AGM and Closing Date for Director Nominations
ASX Announcement	3/10/2024	SKYTEM AIRBORNE EM SURVEY IDENTIFIES 14 ANOMALIES
ASX Announcement	28/09/2023	Appendix 4G and Corporate Governance Statement
ASX Announcement	28/09/2023	AVW - Annual Report 30 June 2023
ASX Announcement	18/09/2023	AVW Change of Address
ASX Announcement	18/09/2023	Change of Registry Address Notification
ASX Announcement	29/08/2023	FINAL ASSAY RESULTS REVEAL GOLD & NICKEL MINERALISATION
ASX Announcement	26/07/2023	Quarterly Activities Report and Appendix 5B
ASX Announcement	3/07/2023	SKYTEM AIRBORNE EM SURVEY TO COMMENCE AT PUOLALAKI

### Compliance Statement

This report contains information extracted from reports cited herein. These are available to view on the website. In relying on the above ASX announcements and pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the abovementioned announcements or this Half Year Report.

### Auditor's independence declaration

The auditor's independence declaration is included on page 9 of the financial report.

This directors' report has been made and 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



David De Loub  
Executive Director

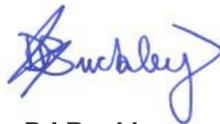
Dated: 13 March 2024

## AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Avira Resources Limited for the half-year ended 31 December 2023, 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.

Perth, Western Australia  
13 March 2024



**D I Buckley**  
Partner

**h**l**b.com.au**

**HLB Mann Judd (WA Partnership) ABN 22 193 232 714**

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Liability limited by a scheme approved under Professional Standards Legislation.

HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

## Directors' Declaration

The directors of Avira Resources Limited and its controlled entities declare that:

- (a) The financial statements and notes of Avira Resources Limited and its controlled entities for the half-year ended 31 December 2023 are in accordance with the *Corporations Act 2001*, including:
  - (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
  - (ii) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting*.
- (b) There are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

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

On behalf of the Directors



David De Loub  
Director

Dated: 13 March 2024

**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income  
For the half-year ended 31 December 2023**

	Notes	Consolidated Half-year ended	
		31/12/2023	31/12/2022
		\$	\$
<b>Revenue</b>			
Other revenue	8	33,399	7,757
<b>Expenses</b>			
Employee benefits expense		(145,260)	(100,235)
Impairment on project receivable	5	(75,000)	-
Administration expense		(122,977)	(240,845)
Other expense		(70,735)	(103,925)
Exploration and evaluation expenditure		(29,041)	(21,137)
<b>Loss before tax</b>		<b>(409,614)</b>	<b>(458,385)</b>
Income tax (expense)/ benefit		-	-
<b>Loss after tax</b>		<b>(409,614)</b>	<b>(458,385)</b>
<b>Total comprehensive loss for the period</b>		<b>(409,614)</b>	<b>(458,385)</b>
<b>Other comprehensive (loss)</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation difference on foreign operations		(4,300)	-
Other comprehensive income/(loss) for the half-year, net of tax		(4,300)	-
<b>Total comprehensive loss for the half-year</b>		<b>(413,914)</b>	<b>(458,385)</b>
<b>Loss for the period is attributable to:</b>			
Owners of the parent		(409,614)	(458,385)
Non-controlling interest		-	-
<b>Loss for the period</b>		<b>(409,614)</b>	<b>(458,385)</b>
<b>Total comprehensive loss for the period is attributable to:</b>			
Owners of the parent		(413,914)	(458,385)
Non-controlling interest		-	-
<b>Total comprehensive loss for the period</b>		<b>(413,914)</b>	<b>(458,385)</b>
Loss per share (cents per share)			
Basic loss per share	12	(0.019)	(0.022)
Diluted loss per share	12	(0.019)	(0.022)

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

**Condensed Consolidated Statement of Financial Position  
As at 31 December 2023**

	Notes	Consolidated	
		31/12/2023	30/06/2023
		\$	\$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	9	485,697	1,030,416
Other receivables	5	-	149,188
<b>Total current assets</b>		<b>485,697</b>	<b>1,179,604</b>
<b>Non-current assets</b>			
Plant and Equipment		18,326	21,217
Exploration and evaluation expenditure	4	1,050,247	653,201
Financial assets	6	19,543	43,751
<b>Total non-current assets</b>		<b>1,088,116</b>	<b>718,169</b>
<b>TOTAL ASSETS</b>		<b>1,573,813</b>	<b>1,897,773</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	14	241,394	151,440
Unsecured borrowings		3,645	3,645
<b>Total current liabilities</b>		<b>245,039</b>	<b>155,085</b>
<b>TOTAL LIABILITIES</b>		<b>245,039</b>	<b>155,085</b>
<b>NET ASSETS/(LIABILITIES)</b>		<b>1,328,774</b>	<b>1,742,688</b>
<b>EQUITY</b>			
Issued capital	10	34,190,246	34,190,246
Reserves	11	3,098,598	3,102,898
Accumulated losses		(34,788,390)	(34,378,776)
<b>Equity attributable to owners of the parent</b>		<b>2,500,454</b>	<b>2,914,368</b>
Non-controlling interest		(1,171,680)	(1,171,680)
<b>TOTAL EQUITY</b>		<b>1,328,774</b>	<b>1,742,688</b>

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

**Condensed Consolidated Statement of Changes in Equity  
For the half-year ended 31 December 2023**

CONSOLIDATED	Attributable to equity holders of the parent				Total equity
	Fully paid ordinary shares	Accumulated losses	Reserves	Non- controlling interests	
	\$	\$	\$	\$	
<b>At 1 July 2023</b>	<b>34,190,246</b>	<b>(34,378,776)</b>	<b>3,102,898</b>	<b>(1,171,680)</b>	<b>1,742,688</b>
(Loss) for the period	-	(409,614)	-	-	(409,614)
Foreign currency translation	-	-	(4,300)	-	(4,300)
<b>Total comprehensive loss for the period</b>	-	<b>(409,614)</b>	<b>(4,300)</b>	-	<b>(413,914)</b>
<b>At 31 December 2023</b>	<b>34,190,246</b>	<b>(34,788,390)</b>	<b>3,098,598</b>	<b>(1,171,680)</b>	<b>1,328,774</b>
<b>At 1 July 2022</b>	34,130,246	(33,090,233)	2,924,606	(1,171,680)	2,792,939
(Loss) for the period	-	(458,385)	-	-	(458,385)
Other comprehensive income	-	-	-	-	-
<b>Total comprehensive loss for the period</b>	-	<b>(458,385)</b>	-	-	<b>(458,385)</b>
Options issued	-	-	193,742	-	193,742
Issuance for the year (net of costs)	60,000	-	-	-	60,000
<b>At 31 December 2022</b>	<b>34,190,246</b>	<b>(33,548,618)</b>	<b>3,118,348</b>	<b>(1,171,680)</b>	<b>2,588,296</b>

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

**Condensed Consolidated Statement of Cash Flow  
For The Half-Year Ended 31 December 2023**

	<b>Consolidated</b>	
	<b>31/12/2023</b>	<b>31/12/2022</b>
	<b>\$</b>	<b>\$</b>
	<u>                    </u>	<u>                    </u>
<b>Cash flows from operating activities</b>		
Payments to suppliers and employees	(210,169)	(388,708)
Interest received	4,763	7,757
Interest paid	-	(142)
<b>Net cash flows (used in) operating activities</b>	<u>(205,406)</u>	<u>(381,093)</u>
<b>Cash flows from investing activities</b>		
Payments for exploration and evaluation expenditure	(339,313)	(120,849)
Other	-	6,542
<b>Net cash flow (used in) investing activities</b>	<u>(339,313)</u>	<u>(114,307)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issues of equity securities	-	193,742
Payment of share issue costs	-	(65,682)
<b>Net cash flow provided by financing activities</b>	<u>-</u>	<u>128,060</u>
Net increase/(decrease) in cash and cash equivalents	(544,719)	(367,340)
Cash and cash equivalents at beginning of period	1,030,416	2,387,627
<b>Cash and cash equivalents at end of period</b>	<u><u>485,697</u></u>	<u><u>2,020,287</u></u>

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

## Notes to the Financial Statements

### FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

#### 1. BASIS OF PREPARATION AND ACCOUNTING POLICIES

##### (a) Basis of preparation

This condensed financial report for the half-year ended 31 December 2023 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 *Interim Financial Reporting* ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The half-year financial report does not include all 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 consolidated entity as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2023 and considered together with any public announcements made by Avira Resources Limited during the half-year ended 31 December 2023 in accordance with the continuous disclosure obligations of the ASX listing rules. The Company is a for-profit Company domiciled in Australia and listed on ASX.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

##### (b) Changes in accounting policies

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current reporting period.

##### **New Standards and Interpretations applicable for the half year ended 31 December 2023**

In the period ended 31 December 2023, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group and effective for the current reporting period. As a result of this review, the Directors have determined that there is no material impact of the new and revised Standards and Interpretations on the Group and, therefore, no material change is necessary to Group accounting policies.

##### **Standards and Interpretations in issue not yet adopted**

The Directors have also reviewed all of the new and revised Standards and Interpretations in issue not yet adopted for the period ended 31 December 2023. As a result of this review the Directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Group and, therefore, no change is necessary to Group accounting policies.

##### (c) Critical accounting estimates and judgments

The preparation of condensed financial statements in conformity with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financing Reporting Standard IAS 34 *Interim Financial Reporting* requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. The areas involving a higher degree of judgment or complexity, or areas where

## Notes to the Financial Statements

### For The Half-Year Ended 31 December 2023

assumptions and estimates are significant to the financial statements, are the same as those applied in the most recent annual financial statements.

#### 2. GOING CONCERN

The half-year financial statements are prepared on a going concern basis, which contemplates the continuation of normal business activity and the realisation of assets and liabilities in the normal course of business.

The cash balance as at 31 December 2023 was \$485,697 (30 June 2023: \$1,030,446). The Company made a loss of \$409,614 (31 December 2022: \$458,385) for the period and net cash outflow from operating and investing activities of \$544,719 (31 December 2022: \$495,400 outflow).

Notwithstanding these results, the Directors have reviewed the business outlook, cash flow forecasts and immediate capital requirements and are of the opinion that the use of the going concern basis of accounting is appropriate as the Directors believe the Group will be able to pay its debts as and when they fall due. The Directors continue to monitor the ongoing funding requirements of the Company and as stated, have the ability to raise monies via a share placement in the near term as work programs progress. Avira has a track record of securing capital funding from the initiatives it has taken over the year and in periods.

However, should the Company not be able to raise via share placement or other means there exists a material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern.

#### 3. DIVIDENDS PAID OR PROPOSED

No dividends have been provided for or paid at the reporting date (30 June 2023: Nil).

#### 4. EXPLORATION AND EVALUATION ASSETS

	31/12/2023	30/06/2023
	\$	\$
<b>Exploration and evaluation expenditure</b>		
Balance at the beginning of the period	653,201	377,964
Tenement write-back/ (impairment)	-	(489,460)
Expenditure incurred during the period	397,046	764,697
Balance at the end of the period	<u>1,050,247</u>	<u>653,201</u>

Exploration and evaluation assets are assessed for impairment when facts and circumstances suggest that the carrying amount of an exploration and evaluation asset may exceed its recoverable amount. The ultimate recoverability of exploration and evaluation expenditure is dependent upon the maintenance of minimum spend requirements to ensure that the exploration licences remain in good standing and the successful development and exploitation of the area of interest, or alternatively sale.

## Notes to the Financial Statements

### For The Half-Year Ended 31 December 2023

#### 5. Other receivables

	31/12/2023	30/06/2023
	\$	\$
<b>Exploration and evaluation expenditure</b>		
Other receivables – Sale consideration <sup>(1)</sup>	-	75,000
Other receivables – VAT	-	74,188
Balance at the end of the period	-	149,188

(1) The sale consideration pertains to the Sale and Purchase Agreement with Minotour Exploration Limited, finalized in a preceding period. For the period concluding on 31 December 2023, an impairment corresponding to this consideration has been duly recognized in the profit or loss statement, as Company considers the recovery of the sale consideration is unlikely.

#### 6. FINANCIAL ASSETS

This note provides information about how the Group determines fair value of various financial assets and financial liabilities. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following tables shows the levels within the hierarchy of financial assets and liabilities measured at fair value on a recurring basis as at 31 December 2023 and 30 June 2023.

	Six months ended 31 December 2023 Fair value	Year ended 30 June 2023 Fair value	Fair value hierarchy	Valuation technique
	\$	\$		
Equity investments designated at fair value through profit or loss	19,543	43,751	Level 1	Quoted market prices in an active market

The directors consider that the carrying amounts of current receivables, current payables and current borrowings are considered to be a reasonable approximation of their fair values.

## Notes to the Financial Statements

### For The Half-Year Ended 31 December 2023

#### 6. FINANCIAL ASSETS (CONTINUED)

Movement in equity investments designated at fair value through profit or loss:

	<b>Six months to 31 December 2023</b>	<b>Year to 30 June 2023</b>
	<b>\$</b>	<b>\$</b>
Opening balance	43,751	54,740
Fair value movement on fair value through profit or loss assets	(24,208)	(10,989)
	<u>19,543</u>	<u>43,751</u>

#### 7. SEGMENT INFORMATION

Avira Resources Limited (the "Group") operates predominantly in one business segment and two geographical segment being the mining industry in Australia and Sweden. The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (the chief operating decision makers) in assessing performance and in determining the allocation of resources. No revenue from this activity was earned in the six months to 31 December 2023 or the prior period.

##### (a) Segment Assets

	<b>Australia</b>	<b>Sweden</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Opening balance 1 July 2023	<b>1,380,122</b>	<b>517,651</b>	<b>1,897,773</b>
Movement	(605,088)	281,128	(323,960)
Closing balance 31 December 2023	<u>775,034</u>	<u>798,779</u>	<u>1,573,813</u>

##### (b) Segment Liabilities

	<b>Australia</b>	<b>Sweden</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Opening balance 1 July 2023	111,087	43,998	155,085
Movement	(14,738)	104,692	89,954
Closing balance 31 December 2023	<u>96,349</u>	<u>148,690</u>	<u>245,039</u>

##### (c) Segment Profit and Loss

	<b>Australia</b>	<b>Sweden</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
Other Revenue	33,399	-	33,399
Employee benefits expense	(145,260)	-	(145,260)
Impairment of project receivable	(75,000)	-	(75,000)

## Notes to the Financial Statements

### For The Half-Year Ended 31 December 2023

#### 7. SEGMENT INFORMATION (CONTINUED)

Advisory and consulting fees	(4,135)	-	(4,135)
Corporate services	(60,000)	-	(60,000)
Administration expenses	(41,075)	(17,767)	(58,842)
Other expenses	(100,538)	762	(99,776)
	<u>(392,609)</u>	<u>(17,005)</u>	<u>(409,614)</u>
Loss before tax	(392,609)	(17,005)	(409,614)
Income tax expense	-	-	-
	<u>(392,609)</u>	<u>(17,005)</u>	<u>(409,614)</u>

#### 8. OTHER REVENUE

	31/12/2023	31/12/2022
	\$	\$
Interest income	4,763	7,757
Gain on Write-off of Trade Payables	28,636	-
	<u>33,399</u>	<u>7,757</u>

#### 9. CASH AND CASH EQUIVALENTS

For the purposes of the Condensed Cash Flow Statement, cash and cash equivalents comprise the following at 31 December 2023:

	31/12/2023	30/06/2023
	\$	\$
Cash and cash equivalents	<u>485,697</u>	<u>1,030,416</u>
	<u>485,697</u>	<u>1,030,416</u>

#### 10. ISSUED SHARE CAPITAL

	Half-Year to 31 Dec 2023		Year to 30 Jun 2023	
	No.	\$	No.	\$
Ordinary shares on issue	2,133,790,000	34,190,246	2,133,790,000	34,190,246
	<u>2,133,790,000</u>	<u>34,190,246</u>	<u>2,133,790,000</u>	<u>34,190,246</u>

## Notes to the Financial Statements

For The Half-Year Ended 31 December 2023

### 10. ISSUED SHARE CAPITAL (CONTINUED)

	Half-Year to 31 Dec 2023		Year to 30 Jun 2023	
	No.	\$	No.	\$
Ordinary shares				
<i>Movement in number of fully paid ordinary shares</i>				
Opening balance	2,133,790,000	34,190,246	2,118,790,000	34,130,246
Shares issued on placement	-	-	-	-
Shares issued for acquisition of assets	-	-	15,000,000	60,000
Closing balance	<u>2,133,790,000</u>	<u>34,190,246</u>	<u>2,133,790,000</u>	<u>34,190,246</u>

### 11. RESERVE

#### (a) Movements in share options during the year

The following reconciles the share options outstanding at the beginning and end of the year:

	31/12/2023		30/06/2023	
	No. of options	Weighted average exercise price \$	No. of options	Weighted average exercise price \$
Balance at beginning of period	968,710,000	0.008	968,710,000	0.01
Issued during the year	-	-	968,710,000	0.008
Expired Options	-	-	(968,710,000)	0.01
Balance at end of the period	<u>968,710,000</u>	-	<u>968,710,000</u>	0.008
Exercisable at end of year	<u>968,710,000</u>	\$0.008	<u>968,710,000</u>	\$0.008

#### (b) Movements in foreign currency reserves

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

	31/12/2023	30/06/2023
	\$	\$
Balance at beginning of period	15,450	-
Foreign currency translation	4,300	15,450
Balance at end of the period	<u>19,750</u>	<u>15,450</u>

## Notes to the Financial Statements

For The Half-Year Ended 31 December 2023

### 12. LOSS PER SHARE

	Half-year ended 31/12/2023 Cents per share	Half-year ended 31/12/2022 Cents per share
Basis loss per share	(0.019)	(0.022)
Diluted loss per share	(0.019)	(0.022)
<b>Basis loss share</b>	<b>\$</b>	<b>\$</b>
The earnings and weighted average number of ordinary shares used in the calculation of basis loss per share are as follows:		
Net loss	(409,614)	(458,385)
Loss used in the calculation of basic EPS from continuing operations		
	<b>No.</b>	<b>No.</b>
Weighted average number of ordinary shares for the purpose of basic loss per share	2,133,790,000	2,124,985,652
<b>Diluted loss per share</b>	<b>\$</b>	<b>\$</b>
The loss and weighted average number of ordinary shares used in the calculation of diluted earnings per share are as follows:		
Net loss	(409,614)	(458,385)
Loss used in the calculation of diluted EPS from continuing operations	(409,614)	(458,385)
	<b>No.</b>	<b>No.</b>
Weighted average number of ordinary shares for the purpose of diluted earnings per share	2,133,790,000	2,124,985,652

## Notes to the Financial Statements

### For The Half-Year Ended 31 December 2023

#### 13. RELATED PARTY TRANSACTIONS

The following table provides the total amount of transactions which have been entered into with related parties during the six month period ending 31 December 2023 and 30 June 2023.

##### (a) Subsidiaries

<b>Name of subsidiary</b>	<b>Country of incorporation</b>	<b>Ownership interest 31/12/2023 %</b>	<b>Ownership interest 30/6/2023 %</b>
MGT Mining Limited	Australia	89.48%	89.48%
Garimperos Pty Limited (i)	Australia	100.00%	100.00%
Avira Australia Pty Ltd (ii)	Australia	100.00%	100.00%
Mount Macpherson Pty Ltd (iii)	Australia	100.00%	100.00%
Avira Sweden AB	Sweden	100.00%	100.00%

- i) Garimperos Pty Limited is 100% owned by MGT Mining Limited.
- ii) Avira Australia Pty Ltd was registered as a wholly owned subsidiary of Avira Resources Limited on 2 September 2016.
- iii) 100% owned by Avira Resources Limited pursuant to the acquisition of Mount Macpherson Pty Ltd as announced with ASX on 29 November 2019.

#### 14. TRADE AND OTHER PAYABLES

	<b>31/12/2023</b>	<b>30/6/2023</b>
	<b>\$</b>	<b>\$</b>
Trade and other payables	78,403	131,440
Accrued expenses	162,991	20,000
	<u>241,394</u>	<u>151,440</u>

#### 15. SUBSEQUENT EVENTS

There has not been any other matter or circumstance apart from the above, occurring subsequent to the end of the financial period that has significantly affected, or may significantly affect, the operations of the consolidated entity, the results of those operations, or the state of affairs of the Group in future financial years.

#### 16. CONTINGENT LIABILITIES

The Group has no contingent liabilities as at 31 December 2023 (30 June 2023: None).

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Avira Resources Limited

### Report on the Condensed Half-Year Financial Report

#### *Conclusion*

We have reviewed the half-year financial report of Avira Resources Limited ("the Company") and its controlled entities ("the Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2023, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, selected explanatory notes, and the directors' declaration, for the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

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 Avira Resources Limited does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2023 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*.

#### *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.

#### *Material Uncertainty Related to Going Concern*

We draw attention to Note 2 in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

#### *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.

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*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 Group's financial position as at 31 December 2023 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.

*Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



**HLB Mann Judd**  
Chartered Accountants

**Perth, Western Australia**  
**13 March 2024**



**D I Buckley**  
Partner