



METALSTECH LIMITED

ACN 612 100 464

HALF YEAR FINANCIAL REPORT

31 DECEMBER 2022

Half Year Financial Report

31 December 2022

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31 December 2022

CORPORATE INFORMATION

Directors & Officers

Mr. Gino D’Anna
Dr. Qingtao Zeng
Ms. Candice Stevenson

Executive Director
Non-Executive Director
Non-Executive Director

Company Secretary

Mr. Paul Fromson

Registered Office

Suite 1
44 Denis Street
Subiaco WA 6008

Bankers

Commonwealth Bank of Australia
150 St Georges Terrace
Perth WA 6000

Stock Exchange

Australian Securities Exchange Limited (ASX)
Home Exchange – Perth
ASX Code – MTC

Auditors

BDO Audit (WA) Pty Ltd
Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth WA 6008

Australian Company Number

ACN 612 100 464

Share Registry

Automic Group
Level 5
191 St Georges Terrace
Perth WA 6000
T: 1300 288 664

Australian Business Number

ABN 86 612 100 464

Website

www.metalstech.net

Domicile and Country of Incorporation

Australia

Solicitors

Steinepreis Paganin Lawyers & Consultants
Level 4, the Read Buildings
16 Milligan Street
Perth WA 6000 Australia

METALSTECH LIMITED
DIRECTORS' REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

DIRECTORS' REPORT

Your Directors present their report on the consolidated entity consisting of MetalsTech Limited ("MetalsTech") and the entities it controls at the end of, or during, the half-year ended 31 December 2022 (the Period).

Directors

The names of the directors in office at any time during or since the end of the period are:

Mr. Gino D'Anna
Mr. Qingtao Zeng
Ms. Candice Stevenson

Directors were in office for this entire period unless otherwise stated.

Principal activities

The principal activity of the company during the half year was gold exploration.

Financial results

The financial results of the company for the period ended 31 December 2022 are:

	Half Year ended 31-Dec-22	Half Year ended 31-Dec-21	Year ended 30-June-2022
Cash and cash equivalents (AUD \$)	3,095,839	4,088,259	2,182,230
Net assets (AUD \$)	7,966,410	7,008,074	6,202,883

	Half Year ended 31-Dec-22	Half Year ended 31-Dec-21	Year ended 30-June-2022
Other Income (AUD \$)	2,725	156	306
Net profit/(loss) after tax from continuing operations	(1,689,984)	(2,997,165)	(4,204,635)
Net profit/(loss) after tax from discontinued operations	-	11,763,482	11,492,511

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REVIEW OF OPERATIONS

Highlights:

- Scoping Study for the Sturec Gold Mine delivered outlining a robust combined open-cut and underground mining operation delivering a pre-tax NPV8 of A\$846 million with a pre-tax IRR of 102.5%
- \$3 million placement to Chijin International (HK) Limited (Chifeng) to provide the Company with further exploration funds ahead of its anticipated update to its Mineral Resource Estimate at the flagship 1.5Moz+ Sturec Gold Deposit in Slovakia
- Surface drilling underway at the Sturec Gold Mine
- An initial 5 diamond drill holes from two surface sites have been designed to test for extensions to the gold mineralisation beneath the existing JORC (2012) Mineral Resource – **drilling success will underpin a significant expansion of the underground mining inventory and enable the delivery of a high-tonnage, low-impact underground-mine PFS at the Sturec Gold Mine**
- Surface drilling has been designed to test the area under historic drill hole STOR 3.11 which intersected (*refer to ASX Announcement on 21 April 2020*):
 - 89.0m @ 6.9g/t Au and 23.6g/t Ag from 114m to 203m down hole using a 3g/t Au cut-off within a broader intersection of
 - 137.3m @ 4.6g/t Au and 16.5g/t Ag from 67.7m to 205m down hole using a 0.3g/t Au cut-off
- Surface drilling program will also test the area under drill hole UGA-03 (drilled by MTC) which intersected (*refer to ASX Announcement on 29 October 2020*) a thick continuous mineralized zone of 59m @ 2.3 g/t Au & 9.4 g/t Ag from 225m (0.3g/t Au cut-off, downhole thickness) including:
 - 31.61m @ 3.76 g/t Au & 11 g/t Ag from 248m (0.5g/t Au cut-off)
 - 24m @ 4.74 g/t Au & 13.4 g/t Ag from 252m (1g/t Au cut-off)
 - 15m @ 6.70 g/t Au & 15.3 g/t Au from 252m (2g/t Au cut-off)
 - 7m @ 11.65 g/t Au & 24.7 g/t Ag from 252m (5g/t Au cut-off):

Cautionary Note: This intersection is not a true thickness as it was drilled at an acute angle to the mineralised zone due to the location of the drill site relative to the target zone. Resource modelling suggests the true thickness of mineralisation in the area of this drill hole is approximately 110-100m at the top and ~30m at the bottom of the drill hole.

- Drilling from Chamber IV continues, located to the south of Drill Chamber II - **drilling from this location will potentially extend mineralisation to the south, as well as down dip/plunge**
- Assay results for UGA-45 and UGA-46, which were completed from Drill Chamber III as part of the Phase III diamond drilling program, were received during the half year
- Assay results for UGA-49, UGA-50 and UGA-51, which were completed from Drill Chamber IV as part of the Phase IV diamond drilling program, were received during the half year
- Geological modelling underway with a significant update of the JORC Resources at Sturec expected taking into account recent drilling and surface exploration that will feed into the pre-feasibility study
- Drilling from both surface and underground rigs progressing well with further drilling results expected periodically
- MTC has experienced a significant up-tick of in-bound strategic interest in Sturec and the upcoming Mineral Resource Estimate update

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Exploration Activities for the Half Year Ended 31 December 2022

MetalsTech Limited (ASX: MTC) is pleased to report its exploration activities for the half year ended 31 December 2022. During the half year ended 31 December 2022, the Company continued its underground diamond drilling at its flagship 100%-owned Sturec Gold Mine in Slovakia where the drill rig continued to operate from within Drill Chamber # 4, part of the Phase IV drilling program at Sturec.

Drill Chamber # 4 is located approximately 50m south and along strike of Drill Chamber # 2, being a total of 120m along strike of the boundary of the JORC (2012) resource envelope, providing the most southerly extent for further drilling. Drilling at this site will allow the Company to continue to drill test the high-grade mineralisation further along strike to the south, where mineralisation remains open both down dip and down plunge.

During the half year ended 31 December 2022, the Company announced the assay results for UGA-45 and UGA-46, which were completed from Drill Chamber III, as well as assay results for UGA-49, UGA-50 and UGA-51, which were completed from Drill Chamber IV. The assay results from UGA-45 and UGA-46 represent the final drill assay results from Drill Chamber III and demonstrate the continuous intersections of high-grade gold within the Sturec Gold Mine increasing gold grade and tonnage in areas where limited drilling previously existed. The assay results from UGA-49, UGA-50 and UGA-51 represent the first results received from Drill Chamber IV and have confirmed the continuity of high-grades of gold down plunge / dip to the south intersecting gold in zones where no mineralisation previously existed, potentially increasing the tonnage of the underground mineable resource.

In addition to the ongoing diamond drilling from Drill Chamber IV within the underground Andrej Adit, during the half year ended 31 December 2022, the Company commenced drilling from surface. Drilling from the surface has been designed to test for extensions to the gold mineralisation at depth beneath the existing Sturec Mineral Resource, which will then facilitate an increase in the underground mining inventory and support an expanded Pre-Feasibility Study (PFS).

The Company has initially designed five (5) diamond drill holes from two surface drill sites. These holes have been designed to intercept the mineralisation close to the lower boundary of the existing Sturec Mineral Resource, thereby possibly extending the known mineralisation further down dip. Once these drill holes are completed, it is envisaged that further surface drill holes at a steeper dip will be completed, targeting even deeper mineralisation and possibly extending the known mineralisation to greater depths.

The Sturec Gold Mine boasts a significant JORC (2012) Exploration Target of between 37.9Mt and 58.2Mt at an average grade of between 1.79g/t AuEq and 2.75g/t AuEq for total ounces of between **2.18M oz AuEq and 5.15M oz AuEq**.

The table below outlines the Exploration Target* at the Sturec Gold Mine:

Prospect Name	Grade (g/t AuEq) (Low)	Grade (g/t AuEq) (High)	Tonnage (t) (Low)	Tonnage (t) (High)	Contained Gold (AuEq) (Low)	Contained Gold (AuEq) (High)
Volle Henne	3	4.5	7,200,000	9,600,000	694,456	1,388,912
HG Extension	3	4.5	1,440,000	1,920,000	138,891	277,782
Wolf and Vratislav	1.5	2.5	10,150,000	14,500,000	489,495	1,165,464
North Wolf	1.5	2.5	7,250,000	10,875,000	349,639	874,098
Katerina	1.5	2.5	2,250,000	4,500,000	108,509	361,696
Depth Extension	1.3	2	5,774,250	9,623,750	241,340	618,821
South Ridge	1.3	2	3,840,000	7,200,000	160,497	462,971
TOTAL					2,182,827	5,149,745

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**The potential quantity and grade of the Exploration Target is conceptual in nature and therefore is an approximation. There has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource. The Exploration Target has been prepared and reported in accordance with the 2012 edition of the JORC Code.*

The Exploration Target* is entirely separate from the existing JORC (2012) Mineral Resource Estimate at the Sturec Gold Mine which is **38.5Mt @ 1.23 g/t Au and 8.8 g/t Ag, containing 1.522Moz of gold and 10.93Moz of silver** using a 0.26g/t Au cut-off and within an optimised open pit shell:

- An additional **148kt @ 3.55 g/t Au and 12.6 g/t Ag containing 17koz of gold and 60koz of silver** using a 2.00g/t Au cut-off sits outside the optimised open pit shell on an underground mining basis
- JORC (2012) Mineral Resource includes a higher-grade subset of **6.25Mt @ 3.27 g/t Au and 19.4 g/t Ag containing 658Koz of gold and 3.89Moz of silver** using a cut-off grade of 2 g/t Au which has been a key focus for the Company's ongoing scoping study assessment

Significant potential exists to increase the size of the Mineral Resource with further drilling planned to test the Exploration Target* area where mineralisation remains open at depth and/or along strike.

Geological modelling is currently underway with a significant update of the JORC Resources at Sturec expected taking into account recent drilling and surface exploration that will feed into the pre-feasibility study.

Diamond drilling from both the surface and underground is progressing well with further drilling results expected periodically.

The Company is also pleased to report that it has experienced a significant up-tick of in-bound strategic interest in Sturec and the upcoming Mineral Resource Estimate update.

During the half year ended 31 December 2022, the Company announced that a \$3 million placement had been completed to Chijin International (HK) Limited (Chifeng) to provide the Company with further exploration funds ahead of its anticipated update to its Mineral Resource Estimate at the flagship 1.5Moz+ Sturec Gold Deposit.

The completion of the placement means that Chifeng has become a ~9% shareholder in MetalsTech after increasing its share position through 'on-market' buying during the half year ended 31 December 2022.

Chifeng is one of China's largest precious metals miners with a market cap of approximately \$7 billion listed on the Shanghai Stock Exchange.

Sturec Gold Mine Scoping Study: Combined Open-cut and Underground

During the half year ended 31 December 2022, the Company announced the results of its scoping study on the Sturec Gold Mine using a combined open-cut and underground mining method. The Project economics and technical viability are highly encouraging, highlighting its potential to become a low-cost gold concentrate producer.

The Company commissioned Measured Group Pty Ltd (**Measured Group**), an independent consultant, to complete the Scoping Study. The Scoping Study is based on the Measured Group JORC (2012) Mineral Resource model (2021) which includes drilling results from Drill Chamber #1 and #2 but excludes more recent drilling from Drill Chamber #3. This study was aimed at developing scoping study level accuracy evaluations on four mine development options based on opencut mining, underground mining and a combination of the OC and UG mining. Measured Group considered a number of development options for the Sturec Gold Mine, from which it was determined that a combined OC and UG mining operation with a plant throughput of 1.5 Mtpa and mine life of 15 years using tailing co-disposal in waste dumps is the highest value development option.

The Study confirms the Sturec Gold Mine can support a Base Case scenario with a combined open cut and underground mining operation delivering gold and silver concentrate production of **~1Moz AuEq production over an**

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initial mine life of 15 years for the open cut operation and 10 years for the underground operation with a plant production capacity of 1.5Mtpa:

- **Life of Mine (LoM) operating cost estimate of US\$754/oz AuEq (AISC)** delivering robust operating margins – based on a forecast gold price of US\$2,014/oz (Canaccord LT Forecast), **the Sturec Gold Mine exhibits an operating margin in excess of 267%**
- Based on **current spot gold price of US\$1,780/oz** the Sturec Gold Mine will deliver an **operating margin of US\$1,026/oz** and will deliver an **NPV_(8%) of US\$360M (A\$512M)**
- Total LoM capital investment for the open cut and underground operation, process plant and infrastructure estimated at US\$82.8 million (including contingency, owners' cost and sustaining capital)
- **Pre-production capital of US\$64.5M** based on a significant portion of process plant infrastructure being built ex-China (Yantai Jinpeng Mining Machinery Co., Ltd (Jinpeng))
- **Total undiscounted free cashflows of US\$1,094.8M (A\$1,574M), pre-tax**
- **Total combined O/C and U/G LoM production of 21.2Mt @ 1.63 g/t AuEq** equating to total combined production of 1,007,000 oz AuEq over a 15 year mine life for the O/C and 10 year mine life for the U/G with a **LoM average open cut strip ratio of 0.9:1** (t waste : t ore)
- **Pre-tax Net Present Value (NPV_{8%}) of US\$591 million (A\$846 million) and internal rate of return (IRR) of 102.5%**
- Scoping Study is of a very high quality with **82% of the mining inventory based on Measured and Indicated Resources**, with only 18% in the Inferred category
- The Scoping Study has been designed with the latest ESG principles addressing previous concerns around the use of cyanide and minimising environmental and surface footprint
- The Production Target within the Scoping Study does not take into account the JORC (2012) Exploration Target
- Scoping Study is based on the existing JORC (2012) Mineral Resource and does not take into account the current drilling from Drill Chamber #3 or #4 (just commenced) – **demonstrating the significant upside in the economics and size of deposit**

Underground Diamond Drilling

The Sturec Gold Mine hosts a JORC (2012) Resource of 38.5Mt @ 1.23 g/t Au and 8.8 g/t Ag, containing 1.522Moz of gold and 10.93Moz of silver using a 0.26g/t Au cut-off. The Mineral Resource also includes a higher-grade subset of 6.25Mt @ 3.27 g/t Au and 19.4 g/t Ag containing 658Koz of gold and 3.89Moz of silver using a cut-off grade of 2 g/t Au. Incredibly, 93% of the Mineral Resource is in the Measured + Indicated categories, representing a high degree of confidence in the geological structure.

Drilling by the Company has continued to intersect a southerly plunging, high-grade mineralised zone which has significantly contributed to the increase in the size and confidence of the Mineral Resource. The Company is currently awaiting the assay results of the recent drilling, which will be announced to shareholders as soon as they are available.

The deposit at the Sturec Gold Mine remains open to the north and south along strike, as well as down-dip, indicating there is significant exploration upside. In addition, the Company has identified shallow high-grade mineralisation north of the Sturec resource outside of the existing JORC (2012) Mineral Resource Estimate. These results have not been

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followed up with modern exploration techniques and will be the focus of the Company during its Phase III Drilling Campaign.

As part of the ongoing development of the Sturec Gold Mine, the Company is investigating the potential of a high grade and low impact bulk underground mining operation at Sturec focusing on the higher-grade tonnes within the Mineral Resource, combined with a small constrained open pit.

Drilling results to date include:

- 173.2m @ 3.27 g/t Au and 11.8 g/t Ag from 0m for 566 grams metres gold (UGA-30)
- 19m @ 2.07 g/t Au and 29.1 g/t Ag (UGA-20)
- 18m @ 34.07 g/t Au and 10.7 g/t Ag (UGA-18)
- 35m @ 3.31 g/t Au and 12.3 g/t Ag (UGA-17)
- 70m @ 9.23 g/t Au and 7.8 g/t Ag (UGA-16)
- 90m @ 3.88 g/t Au and 13.9 g/t Ag (UGA-04)
- 70m @ 3.43 g/t Au and 14.7 g/t Ag (UGA-06)
- 32m @ 4.62 g/t Au and 17.5 g/t Ag (UGA-05)
- 73m @ 2.14 g/t Au & 8.8 g/t Ag (UGA-03)
- 24m @ 2.28 g/t Au and 11.5 g/t Ag (UGA-07)
- 35m @ 3.73 g/t Au and 11.6 g/t Ag (UGA-12)

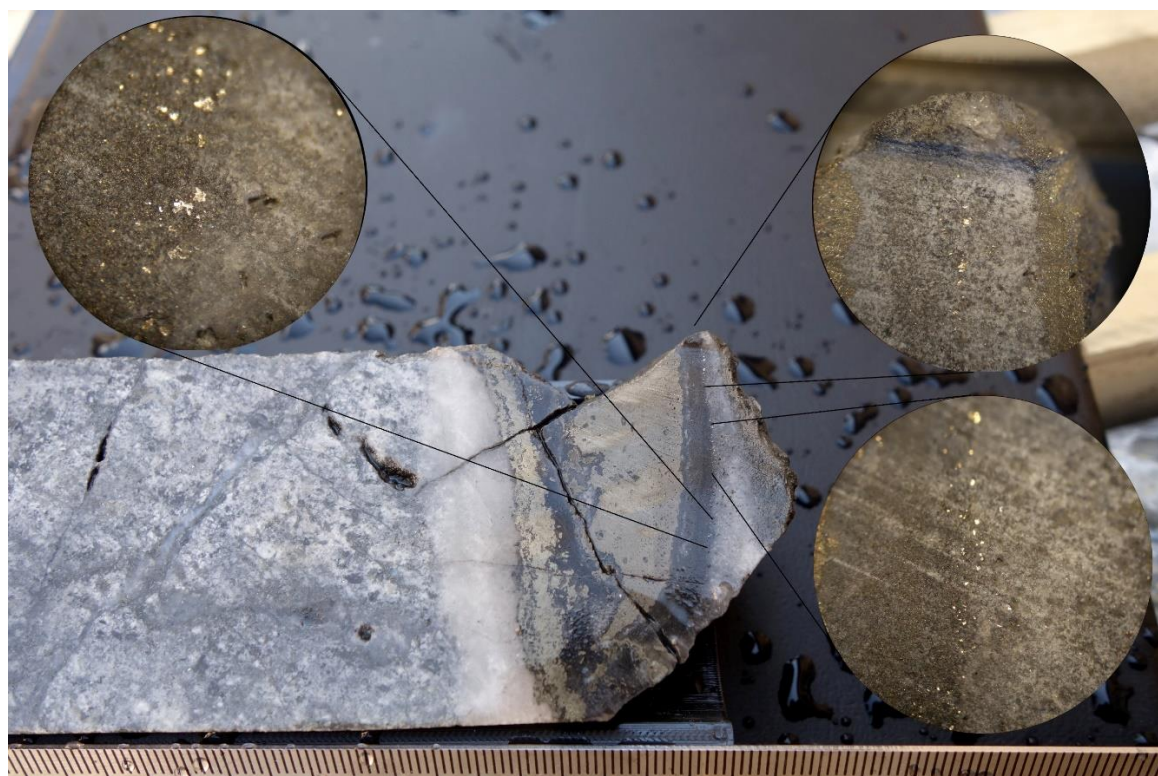


Figure 1: On this cut surface the Visible Gold is preserved as upto ~0.2mm sized grains within a ~5cm wide, grey-white, drusy quartz veinlet filled by fine-grained disseminated to semi-massive pyrite/marcasite crystals at 130.4m in UGA-41. Field of view of the right two magnified inset images is ~10mm across (x20) and the field of view of left magnified inset image is ~4mm across (x40).

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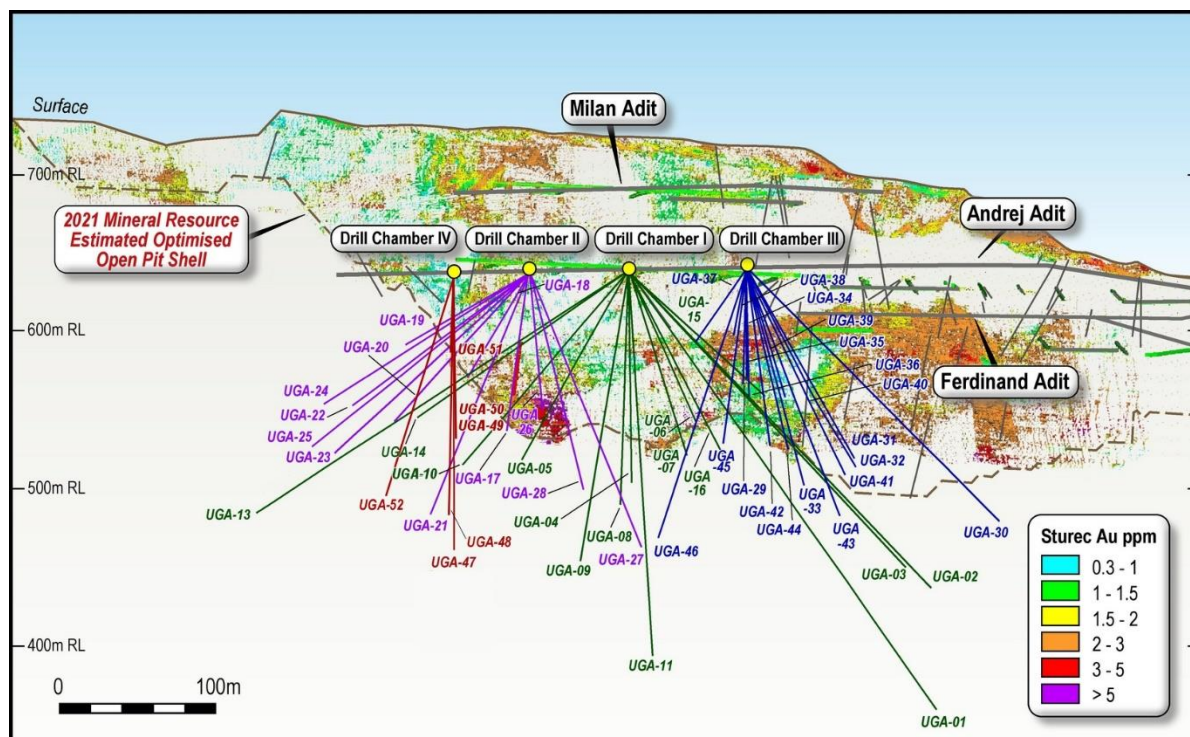


Figure 2: Long-section showing the traces of holes from the current Phase 2 drill program from Drill Chamber II and III, as well as the previous Phase 1 drill program from Drill Chamber I; shown relative to mineralisation within the existing Sturec Mineral Resource displayed as a 3D point cloud (grade scale shown with pseudocolor spectrum). The position of Drill Chamber IV is also shown. This view is looking west.

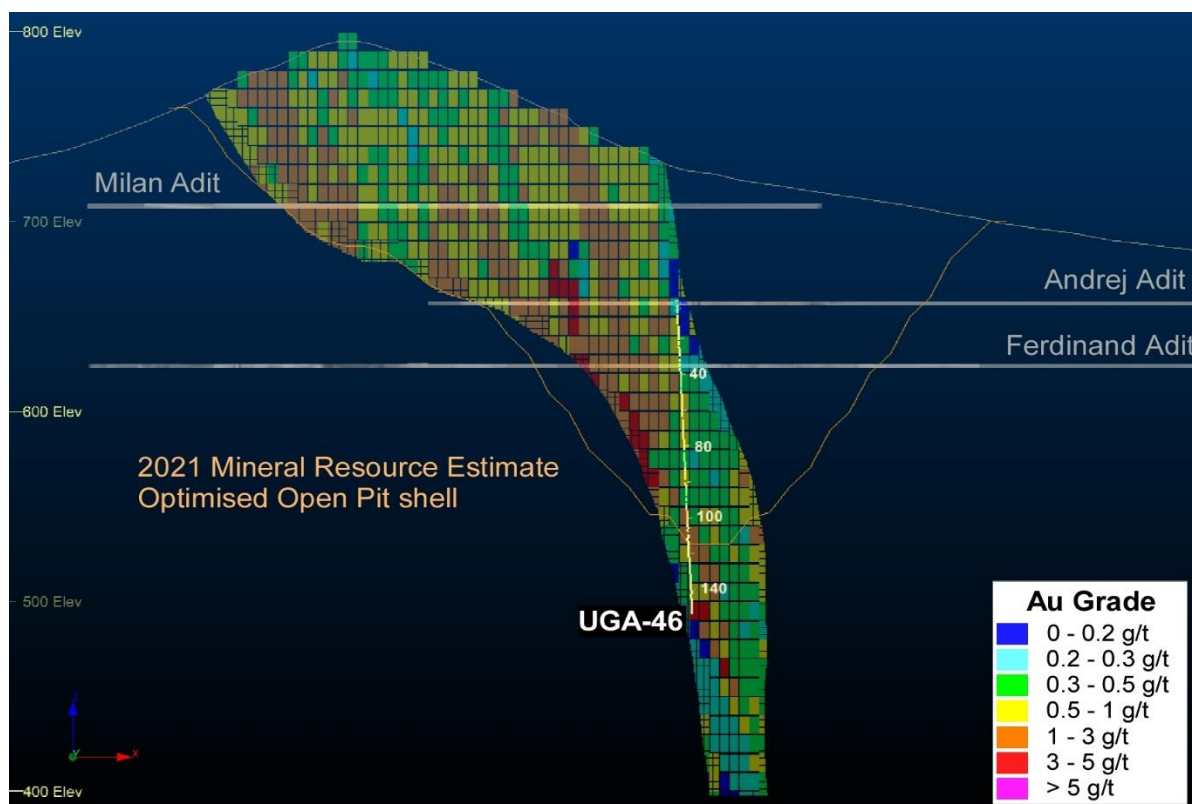


Figure 3: Cross-section through the existing Sturec Mineral Resource displayed as a Mineral Resource block, which are 10m high and 5m wide (Au grade scale shown with pseudocolor spectrum). This view is looking north.

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Previous drilling by the Company at the flagship Sturec Gold Mine has also delivered record bonanza results including **1m @ 646g/t Au and 459.0 g/t Ag** from 81m down hole in UGA-18. This also included an incredible **6m @ 109.82 g/t Au and 81.7 g/t Ag** in UGA-18.

UGA-17 also boasts impressive intercepts of:

- 45m @ 2.65 g/t Au and 10.4 g/t Ag from 52m (0.26g/t Au cut-off, downhole thickness) including higher grade zones:
 - **35m @ 3.31 g/t Au and 12.3 g/t Ag** from 60m (1g/t Au cut-off);
 - including **19m @ 5.08 g/t Au & 12.9 g/t Ag** from 67m (2g/t Au cut-off)

In recent drilling, the Company has also reported multiple showings of visible gold and additional bonanza grades over 1m intervals including **139.0g/t Au** in UGA-30, **89.1 g/t Au** in UGA-04, **80.3 g/t Au** in UGA-05 and **77.7 g/t Au** in UGA-06.



Figure 4: Sturec Gold Project Location Map

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Diamond Drilling Assay Results

During the half year ended 31 December 2022, the Company announced the assay results for UGA-31 to UGA-44 (inclusive), from Drill Chamber # 3, which demonstrated a continuation of the mineralisation and increased the confidence in the existing JORC (2012) Mineral Resource.

Highlights from the drilling intersections include:

- **UGA-41** intersected a thick, continuous mineralized zone of **143.5m @ 1.49g/t Au and 11.4g/t Ag** from 0m (0.25g/t Au cut-off, downhole thickness) including:
 - **5m @ 2.61g/t Au and 29.7g/t Ag** from 0m (1g/t Au cut-off, downhole thickness);
 - **16m @ 3.46g/t Au and 31.6g/t Ag** from 31m (0.5g/t Au cut-off, downhole thickness); including
 - **5m @ 7.68g/t Au and 87.5g/t Ag** from 39m (1g/t Au cut-off, downhole thickness);
 - **39.5m @ 2.43g/t Au and 9.7g/t Ag** from 104m (0.5g/t Au cut-off, downhole thickness); including:
 - **20m @ 3.16g/t Au and 11.5g/t Ag** from 116m (1g/t Au cut-off, downhole thickness); including:
 - **6m @ 6.39g/t Au and 24.6 g/t Ag** from 126m (2g/t Au cut-off, downhole thickness);
- **UGA-42** intersected a thick, continuous mineralized zone of **101m @ 1.32g/t Au & 18.1g/t Ag** from 0m (0.25g/t Au cut-off, downhole thickness) including:
 - **40m @ 2.09g/t Au & 23.7g/t Ag** from 27m (0.5g/t Au cut-off, downhole thickness); including
 - **7m @ 4.48g/t Au & 13.2g/t Ag** from 41m (1g/t Au cut-off, downhole thickness); including:
 - **4m @ 6.53g/t Au & 18.6g/t Ag** from 42m (2g/t Au cut-off, downhole thickness);
 - **4m @ 6.33g/t Au & 138.9g/t Ag** from 56m (1g/t Au cut-off, downhole thickness);
 - **2m @ 3.28g/t Au & 87.6g/t Ag** from 80m (2g/t Au cut-off, downhole thickness)
- **UGA-39** intersected a thick, continuous mineralized zone of **96.7m @ 1.25g/t Au and 9.8g/t Ag** from 0m (0.25g/t Au cut-off, downhole thickness) including:
 - **32m @ 2.40 g/t Au and 13.9 g/t Ag** from 51m (1g/t Au cut-off, downhole thickness); including:
 - **4m @ 6.13 g/t Au and 22.1 g/t Ag** from 51m (2g/t Au cut-off, downhole thickness);
 - **11m @ 3.25 g/t Au and 22.0 g/t Ag** from 72m (1g/t Au cut-off, downhole thickness); and
 - **3m @ 4.14g/t Au and 26.3 g/t Ag** from 112m (2g/t Au cut-off, downhole thickness);
- **UGA-38** intersected a thick, continuous mineralized zone of **50m @ 1.32 g/t Au and 1.5 g/t Ag** from 3m (0.25g/t Au cut-off, downhole thickness) including:
 - **8m @ 2.0g/t Au and 53.0 g/t Ag** from 23m (1g/t Au cut-off, downhole thickness); including:
 - **10m @ 3.07g/t Au and 9.0 g/t Ag** from 43m (0.5g/t Au cut-off, downhole thickness); including:
 - **5m @ 5.45g/t Au and 14.3 g/t Ag** from 43m (2g/t Au cut-off, downhole thickness)
- **UGA-43** intersected a thick, continuous mineralized zone of **157.65m @ 1.14g/t Au and 9.1g/t Ag** from 0m (0.25g/t Au cut-off, downhole thickness) including:
 - **4m @ 3.67g/t Au & 22.3g/t Ag** from 12m (1g/t Au cut-off, downhole thickness); and
 - **12m @ 2.26g/t Au & 13.5g/t Ag** from 40m (1g/t Au cut-off, downhole thickness); and
 - **7m @ 1.50g/t Au & 25.1g/t Ag** from 112m (0.5g/t Au cut-off, downhole thickness); and
 - **7.65m @ 5.83g/t Au & 18.8g/t Ag** from 150m (1g/t Au cut-off, downhole thickness);

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- **UGA-44** intersected a thick, continuous mineralized zone of **106m @ 0.99g/t Au** from 0m (0.25g/t Au cut-off, downhole thickness) including:
 - **23m @ 2.53g/t Au & 20.3g/t Ag** from 5m (1g/t Au cut-off, downhole thickness); and
 - **7m @ 1.58g/t Au & 27.3g/t Ag** from 87m (1g/t Au cut-off, downhole thickness);

Cautionary Note: These intersections are not a true thickness as the drill holes were drilled at an acute angle to the mineralised zone due to the location of the underground drill site relative to the target zone. As these are mainly infill drill holes, resource modelling suggests the true thickness of mineralisation in this area is approximately 110-100m at the top and ~30m at the bottom of the drill hole (Figure 2).

During the half year ended 31 December 2022, the Company also announced the assay results for UGA-45 and UGA-46, which were completed from Drill Chamber III, as well as assay results for UGA-49, UGA-50 and UGA-51, which were completed from Drill Chamber IV.

The assay results from UGA-45 and UGA-46 represent the final drill assay results from Drill Chamber III and demonstrate the continuous intersections of high-grade gold within the Sturec Gold Mine increasing gold grade and tonnage in areas where limited drilling previously existed.

The assay results from UGA-49, UGA-50 and UGA-51 represent the first results received from Drill Chamber IV and have confirmed the continuity of high-grades of gold down plunge / dip to the south intersecting gold in zones where no mineralisation previously existed, potentially increasing the tonnage of the underground mineable resource.

Highlights from the drilling intersections include:

- UGA-46 intersected a thick, continuous mineralized zone of **113.0m @ 1.16g/t Au and 17.4g/t Ag** from 0m (0.25g/t Au cut-off, downhole thickness) including:
 - **51m @ 2.16g/t Au & 29.6g/t Ag** from 19m (0.5g/t Au cut-off, downhole thickness); incl.
 - **11m @ 3.33g/t Au & 90.1g/t Ag** from 19m (1g/t Au cut-off, downhole thickness); and
 - **6m @ 4.34g/t Au & 19.2g/t Ag** from 49m (1g/t Au cut-off, downhole thickness); and
 - **11m @ 2.62g/t Au & 11.6g/t Ag** from 59m (1g/t Au cut-off, downhole thickness); incl.
 - **3m @ 5.84g/t Au & 14.3g/t Ag** from 65m (2g/t Au cut-off, downhole thickness)
 - **5m @ 9.49g/t Au & 15.0g/t Ag** from 126m (0.25g/t Au cut-off, downhole thickness); incl.
 - **1m @ 43.6g/t Au & 61.4g/t Ag** from 127m (no Au cut-off, downhole thickness)
- The lower, high-grade gold interval from UGA-46 (**5m @ 9.49g/t Au & 15.0g/t Ag** from 126m) is on the lower margin of the current Sturec Mineral Resource and will potentially result in a significant increase in the gold grade in this zone (Figure 2)
- UGA-45 intersected a thick, continuous mineralized zone of **77m @ 1.49g/t Au & 11.6g/t Ag** from 5m (0.25g/t Au cut-off, downhole thickness) including:
 - **58m @ 1.87g/t Au & 14.4g/t Ag** from 5m (0.5g/t Au cut-off, downhole thickness); incl.
 - **13m @ 2.3g/t Au & 30.6g/t Ag** from 18m (1g/t Au cut-off, downhole thickness); and
 - **23m @ 2.83g/t Au & 10.7g/t Ag** from 40m (1g/t Au cut-off, downhole thickness); incl.
 - **4m @ 9.21g/t Au & 30.8g/t Ag** from 58m (2g/t Au cut-off, downhole thickness)

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- UGA-52 intersected a thick, continuous mineralized zone of **54m @ 0.72g/t Au & 4.1g/t Ag** from 85m (0.25g/t Au cut-off, downhole thickness) including:
 - **3m @ 5.21g/t Au & 7.7g/t Ag** from 85m (0.5g/t Au cut-off, downhole thickness); and
 - **19m @ 0.97g/t Au & 7.5g/t Ag** from 119m (0.5g/t Au cut-off, downhole thickness); incl.
 - **12m @ 1.27g/t Au & 9.1g/t Ag** from 126m (1g/t Au cut-off, downhole thickness);
 - **5m @ 1g/t Au & 3.2g/t Ag** from 29m (0.25g/t Au cut-off, downhole thickness)
- UGA-49 intersected a thick, continuous mineralized zone of **37.0m @ 1.6g/t Au and 8.1g/t Ag** from 47m (0.25g/t Au cut-off, downhole thickness) including:
 - **27m @ 2.0g/t Au & 9.9g/t Ag** from 56m (0.75g/t Au cut-off, downhole thickness); incl.
 - **6m @ 6.06g/t Au & 10.6g/t Ag** from 77m (1g/t Au cut-off, downhole thickness)
- The deeper, high-grade gold interval from UGA-49 (**6m @ 6.09g/t Au & 10.6g/t Ag** from 77m) is on the lower margin of the current Sturec Mineral Resource and will potentially result in an increase in the gold grade in this zone
- UGA-50 intersected a thick, continuous mineralized zone of **36m @ 0.7g/t Au & 4.8g/t Ag** from 28m (0.25g/t Au cut-off, downhole thickness) including:
 - **10m @ 1.78g/t Au & 5.9g/t Ag** from 54m (0.5g/t Au cut-off, downhole thickness); incl.
 - **2m @ 4.08g/t Au & 4.6g/t Ag** from 62m (1g/t Au cut-off, downhole thickness)
- UGA-51 intersected a thick, continuous mineralized zone of **53m @ 0.74g/t Au & 3.0g/t Ag** from 14m (0.25g/t Au cut-off, downhole thickness) including:
 - **3m @ 1.93g/t Au & 4.9g/t Ag** from 16m (0.5g/t Au cut-off, downhole thickness); and
 - **15m @ 1.72g/t Au & 3.5g/t Ag** from 52m (0.5g/t Au cut-off, downhole thickness); incl.
 - **10m @ 2.3g/t Au & 3.7g/t Ag** from 54m (0.75g/t Au cut-off, downhole thickness); incl.
 - **3m @ 5.53g/t Au & 7.9g/t Ag** from 54m (1g/t Au cut-off, downhole thickness)
- UGA-49, UGA-50 and UGA-51 are anticipated to potentially result in a significant increase in the gold grade in the respective zones based on the current gold grade model

Cautionary Note: These intersections are not a true thickness as the drill holes were drilled at an acute angle to the mineralised zone due to the location of the underground drill site relative to the target zone. Modelling suggests the true thickness of mineralisation in this area is approximately 110-90m at the top and ~40-30m at the bottom of the drill hole)

Visible Gold Identified in Drilling

During the half year ended 31 December 2022, the Company announced that it had intersected visible gold in UGA-42 and UGA-52.

UGA-42

- **Visible Gold** has been identified twice in UGA-42 at:
 - 58.1m (downhole) in ~1cm thick drusy quartz-pyrite veinlet with electrum
 - 100.8m (downhole) in ~1-2cm thick chalcedonic quartz veinlet

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The visible gold in UGA-42 was hosted within a 107m wide zone of variably argillic altered, veined and brecciated andesite in the drill core.

The drill hole collar details for UGA-42 is set out in Table 1 below.

Drill hole name	Easting (m)	Northing (m)	RL (m)	Datum	Azimuth (°TN)	Dip (°)	EOH Depth (m)
UGA-42	-435,851	-1,230,123	656	S-JTSK/ Krovak	17	-85	112

Table 1: Drill Collar details

UGA-42 was positioned as an infill drill hole within the existing Sturec Mineral Resource respectively (refer to MTC announcement dated 21 June 2021) and below recently drilled UGA-30, which intersected a thick mineralized zone of **173.2m @ 3.27 g/t Au and 11.8 g/t Ag** from 0m (0.25g/t Au cut-off, downhole thickness, refer to MTC announcement dated 3 May 2022) including:

- **103m @ 5.06 g/t Au and 13.4 g/t Ag** from 57m (1g/t Au cut-off, downhole thickness); including:
 - **8m @ 7.16g/t Au and 11.3 g/t Ag** from 84m (3g/t Au cut-off, downhole thickness); and
 - **19m @ 11.35 g/t Au and 23.9 g/t Ag** from 119m (3g/t Au cut-off, downhole thickness); including:
 - **2m @ 42.50 g/t Au and 53.3 g/t Ag** from 119m (no Au cut-off, downhole thickness); and
 - **1m @ 67.90 g/t Au and 94.5 g/t Ag** from 127m (no Au cut-off, downhole thickness);
 - **7m @ 23.30 g/t Au and 24.0 g/t Ag** from 153m (3g/t Au cut-off, downhole thickness); including:
 - **1m @ 139 g/t Au and 24.0 g/t Ag** from 154m (no Au cut-off, downhole thickness);

Cautionary Note: This intersection is not a true thickness as the drill hole was drilled at an acute angle to the mineralised zone due to the location of the underground drill site relative to the target zone. As this is an infill drill hole, resource modelling suggests the true thickness of mineralisation in this area is between 50-90m wide.

See Figure 5 and 6 for the relative position of UGA-42 compared to UGA-30 and the existing Sturec Mineral Resource respectively (refer to MTC announcement dated 21 June 2021).

UGA-42 intersected approximately 107m (*not true thickness) of variably argillic altered and brecciated andesite host rock containing varying amounts of quartz filled vein / stockwork / breccia, variably rich in fine to very fine grained sulphides (mainly pyrite/marcasite) from approximately 0m to 107m down hole. The Company looks forward to providing an update on UGA-42 in the next few weeks as the core is currently being sampled and will be dispatched to the lab as soon as possible.

Note: The 107m thick zone of variably argillic altered and brecciated andesite host rock containing varying amounts of quartz filled vein / stockwork / breccia, variably rich in fine to very fine grained sulphides (mainly pyrite) observed in UGA-42 is a geological observation of non-economic minerals that are possibly associated with gold. However, this is not a visual estimate as there is no way to visually estimate the gold content of this potentially mineralised zone. Laboratory assay results will be reported when they are received and interpreted. Also, this drill hole was drilled down the dip of the mineralised zone within the current Mineral Resource Estimate. Therefore, the 107m intersection is not a true thickness. As shown in Figure 2, the true thickness of the mineralisation is approximately 90m at the top of the drill hole and ~40m at the bottom of the drill hole.

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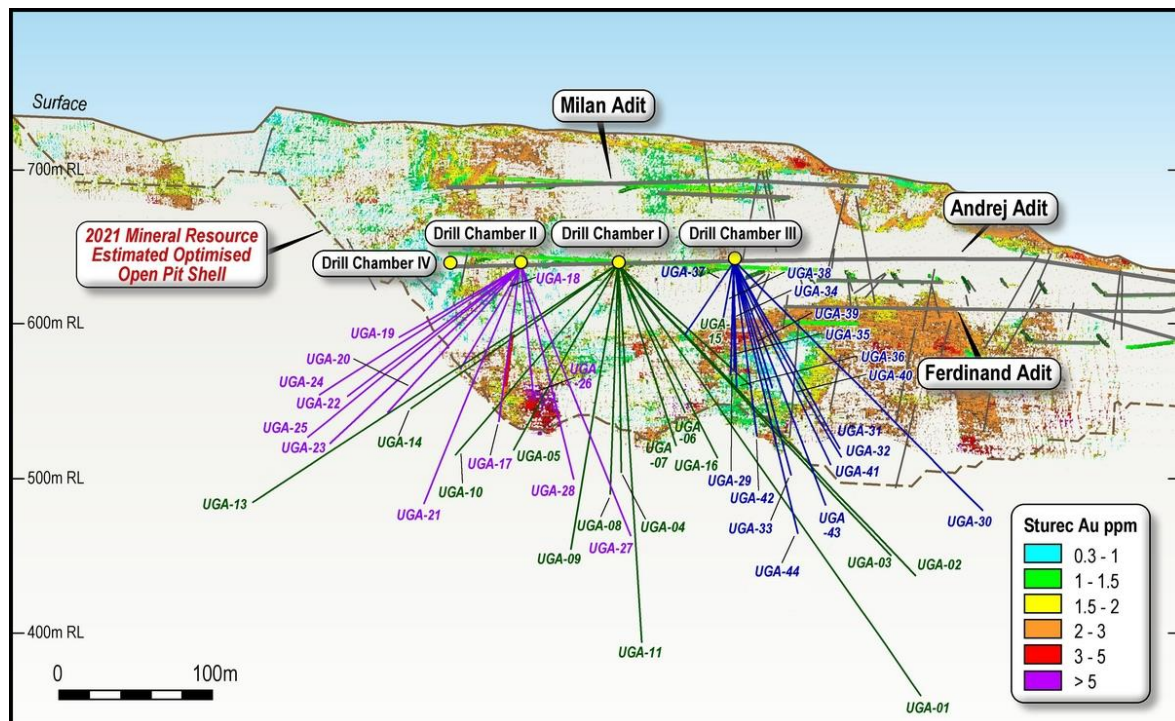


Figure 5: Long-section showing the traces of drill holes from the various drill chambers; shown relative to mineralisation within the existing Sturec Mineral Resource displayed as a 3D point cloud. This view is looking west.

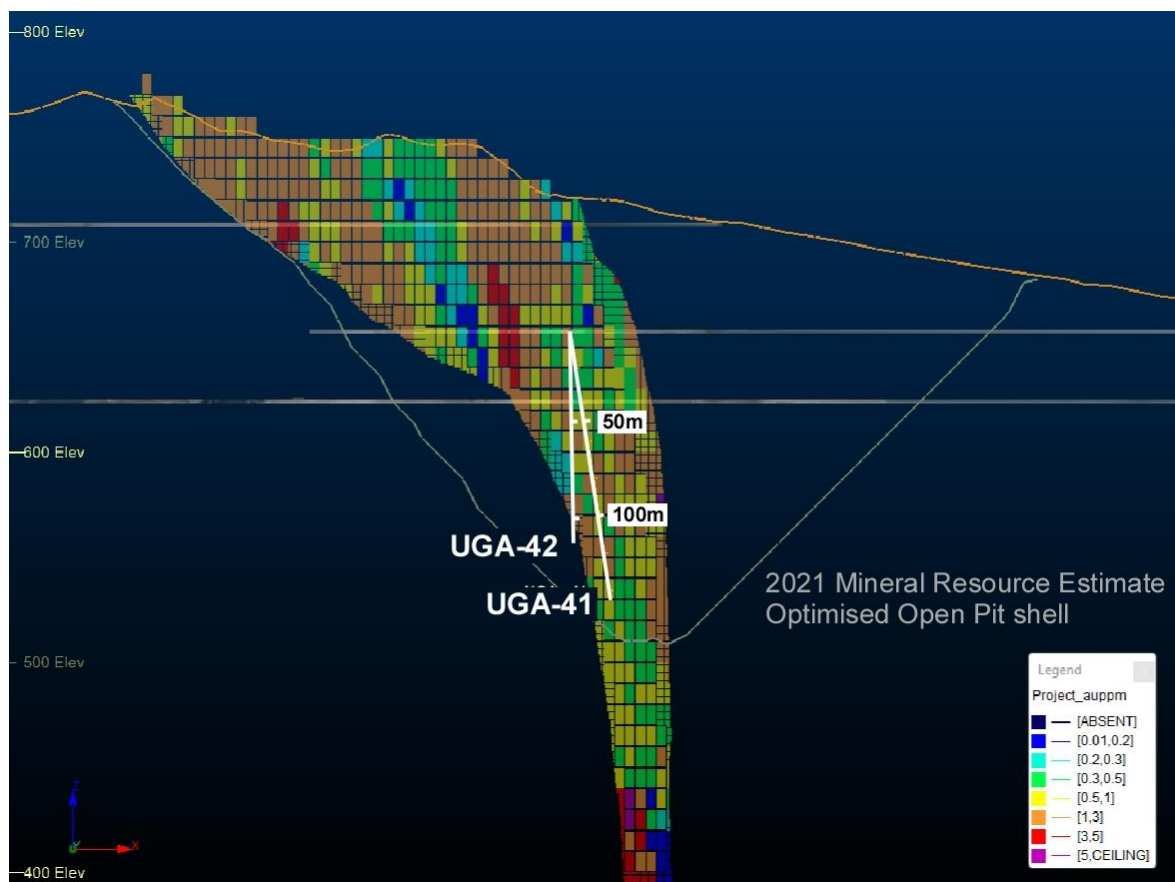


Figure 6: Cross-section through the existing Sturec Mineral Resource displayed as a mineral resource blocks, which are 10m high and 5m. The path of UGA-42 is slightly into the page. This view is looking north.

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UGA-52

- **Visible Gold** has been identified in UGA-52 at 127.55m (downhole) in an ~1cm thick drusy quartz-pyrite veinlet (Figure 9)
- UGA-52 was completed to a depth of 152.8m and is a downdip extension drill hole below the southern part of the existing Sturec Mineral Resource (refer to MTC announcement dated 21 June 2021); and below UGA-14 and UGA-13, which were drilled in 2021

During sampling, visible gold (VG) was identified in UGA-52 at 127.55m (downhole) in an ~1cm thick, drusy, white to translucent, quartz-pyrite veinlet (Figure 7 and 8) and is present as up to ~1cm sized aggregates made up of many less than ~0.5mm sized grains.

The visible gold in UGA-52 was hosted within a 32.5m (107.2-139.7m downhole) wide zone of variably argillic altered, veined and hydrothermally brecciated andesite in the drill core.

The drill hole collar details for UGA-52 is set out in Table 2 below.

Drill hole name	Easting (m)	Northing (m)	RL (m)	Datum	Azimuth (°TN)	Dip (°)	EOH Depth (m)
UGA-52	-435,851	-1,230,312	656	S-JTSK/ Krovak	230	-70	152.8m

Table 2: Drill Collar details

Cautionary Note: With respect to any visible gold observed in UGA-52, it must be cautioned that visual observations and estimates are uncertain in nature and should not be taken as a substitute for appropriate laboratory analysis. Laboratory assay results will be reported when they are received and interpreted.



Figure 7: Visible gold is preserved as up to ~1cm sized aggregates made up of many less than 0.5mm grains within a ~1cm thick, translucent-white, drusy quartz veinlet at ~127.55m in UGA-52.

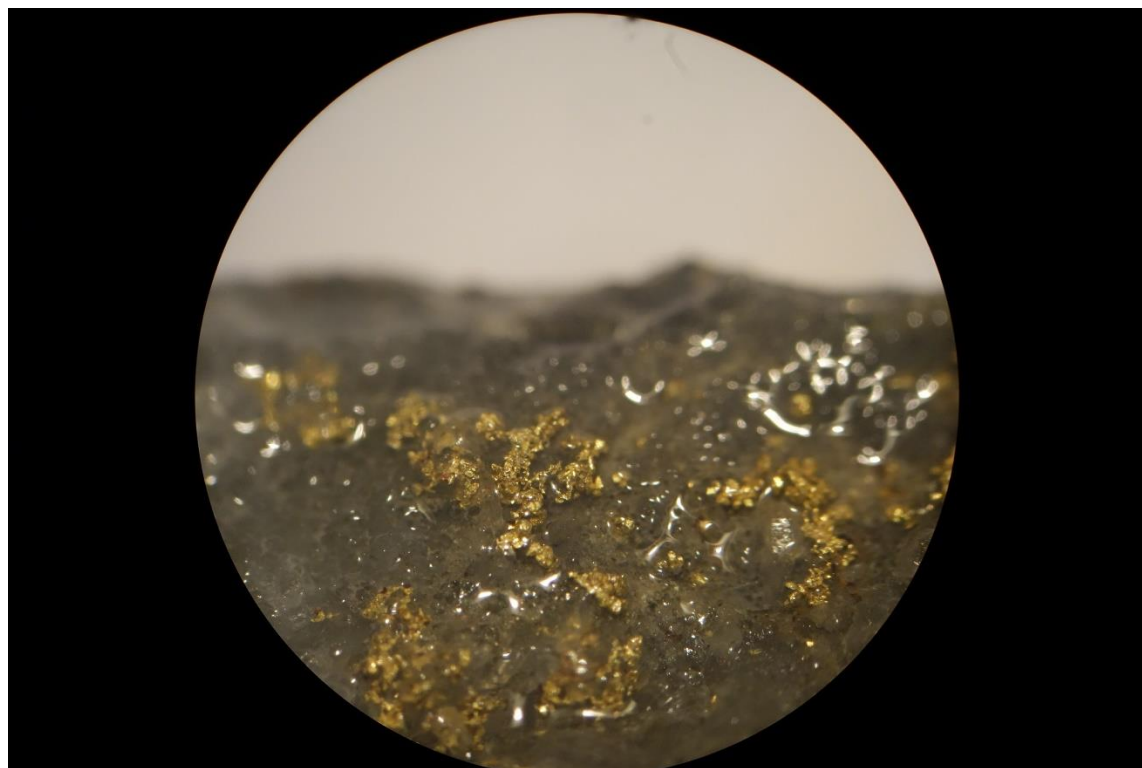


Figure 8: Visible Gold is preserved as less than ~0.5mm sized grains within a ~1cm wide, translucent-white, quartz veinlet at 127.55m in UGA-52. Field of view of the magnified inset image is ~10mm across (x20).

UGA-52 was positioned as an extension drill hole below the existing Sturec Mineral Resource (refer to MTC announcement dated 21 June 2021); and below UGA-14 and UGA-13, which were drilled in 2021. UGA-14 intersected a thick, continuous mineralized zone of **108m @ 2.22 g/t Au and 7.6 g/t Ag** from 26m (0.25g/t Au cut-off, downhole thickness, refer to MTC announcement dated 1 June 2021) including:

- **60m @ 3.69 g/t Au and 9.8 g/t Ag** from 73m (0.5g/t Au cut-off);
- Including **42m @ 4.98 g/t Au and 11.9 g/t Ag** from 91m (1g/t Au cut-off);
- Including **10m @ 16.98g/t Au and 26.4 g/t Ag** from 95m (2g/t Au cut-off);

UGA-13 intersected a mineralized zone of **19m @ 4.25 g/t Au and 3.7 g/t Ag** from 152m (0.25g/t Au cut-off, downhole thickness, refer to MTC announcement dated 1 June 2021) including:

- **5m @ 14.90 g/t Au and 6.1 g/t Ag** from 157m (0.5g/t Au cut-off);

***Cautionary Note:** These intersections are not true thickness as the drill holes were drilled at an acute angle to the mineralised zone due to the location of the underground drill site relative to the target zone. Further drilling is necessary to better constrain the interpretation in this area.*

See Figure 9 for the relative position of UGA-52 compared to UGA-14 and UGA-13; and the existing Sturec Mineral Resource (refer to MTC announcement dated 21 June 2021).

UGA-52 intersected approximately 32.5m (*not true thickness) of variably argillic altered and brecciated andesite host rock containing varying amounts of quartz filled vein / stockwork / breccia, variably rich in fine to very fine grained sulphides (mainly pyrite/marcasite) from approximately 107.2m to 139.7m down hole. The Company looks forward to providing an update on UGA-52 in the next few weeks as the core has been sampled and will be dispatched to the lab as soon as possible.

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Note: The 32.5m thick zone of variably argillic altered and brecciated andesite host rock containing varying amounts of quartz filled vein / stockwork / breccia, variably rich in fine to very fine grained sulphides (mainly pyrite) observed in UGA-52 is a geological observation of non-economic minerals that are possibly associated with gold. However, this is not a visual estimate as there is no way to visually estimate the gold content of this potentially mineralised zone. Laboratory assay results will be reported when they are received and interpreted. Also, this drill hole was drilled down the dip of the mineralised zone within the current Mineral Resource Estimate. Therefore, the 32.5m intersection is not a true thickness. The true thickness of the mineralisation in this area is not currently known.

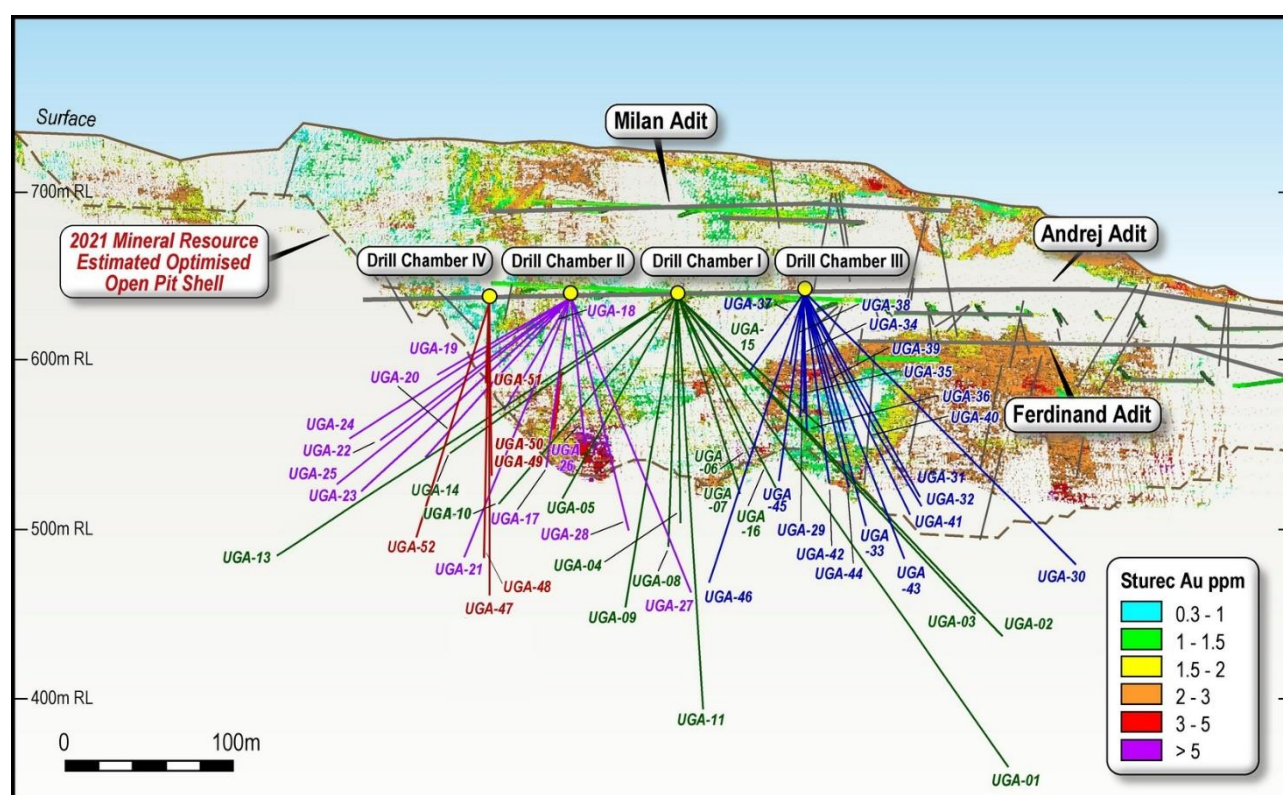


Figure 9: Long-section showing the traces of drill holes from the various drill chambers; shown relative to mineralisation within the existing Sturec Mineral Resource displayed as a 3D point cloud. This view is looking west.

Surface Diamond Drilling Program

During the half year ended 31 December 2022, the Company commenced its Phase I surface diamond drilling program at the Sturec Gold Mine. Drilling from the surface has been designed to test for extensions to the gold mineralisation at depth beneath the existing Sturec Mineral Resource, which will then facilitate an increase in the underground mining inventory and support an expanded Pre-Feasibility Study (PFS).

The Company has initially designed five (5) diamond drill holes from two surface drill sites. These holes have been designed to intercept the mineralisation close to the lower boundary of the existing Sturec Mineral Resource, thereby possibly extending the known mineralisation further down dip. Once these drill holes are completed, it is envisaged that further surface drill holes at a steeper dip will be completed, targeting even deeper mineralisation and possibly extending the known mineralisation to greater depths.

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Figure 10: Diamond drill rig set up at the first target area, site preparation completed, location of drill hole SSD-01

Figure 11 shows the paths of the planned drill holes in three dimensions and Table 1 provides the drill hole details for the initial five (5) drill holes.

Table 1: Drill holes from the two surface drill sites

Hole ID	Easting JTSK	Northing JTSK	Elevation (m)	Azimuth (GN WGS84)	Dip (°)	Estimated Depth (m)
SSD-01	-435,497	-1,229,903	655	255	-50	400
SSD-02	-435,497	-1,229,903	663	265	-50	400
SSD-03	-435,497	-1,229,903	663	280	-50	400
SSD-04	-435,529	-1,229,828	663	268	-50	400
SSD-05	-435,529	-1,229,828	663	280	-50	400

STOR 3.11

One of the deepest drill holes defining the existing Sturec Mineral Resource is STOR 3.11, which was drilled by ARC Minerals Ltd in 2011 and intersected 89.0m @ 6.9g/t Au and 23.6g/t Ag from 114m to 203m down hole using a 3g/t Au cut-off within a broader intersection of 137.3m @ 4.6g/t Au and 16.5g/t Ag from 67.7m to 205m down hole using a

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0.3g/t Au cut-off (*refer to ASX Announcement on 21 April 2020*). It was the last hole drilled on the project by the previous owners and even though the results confirmed that the high-grade central zone within the Sturec Mineral Resource area continued at depth, it was never followed up.

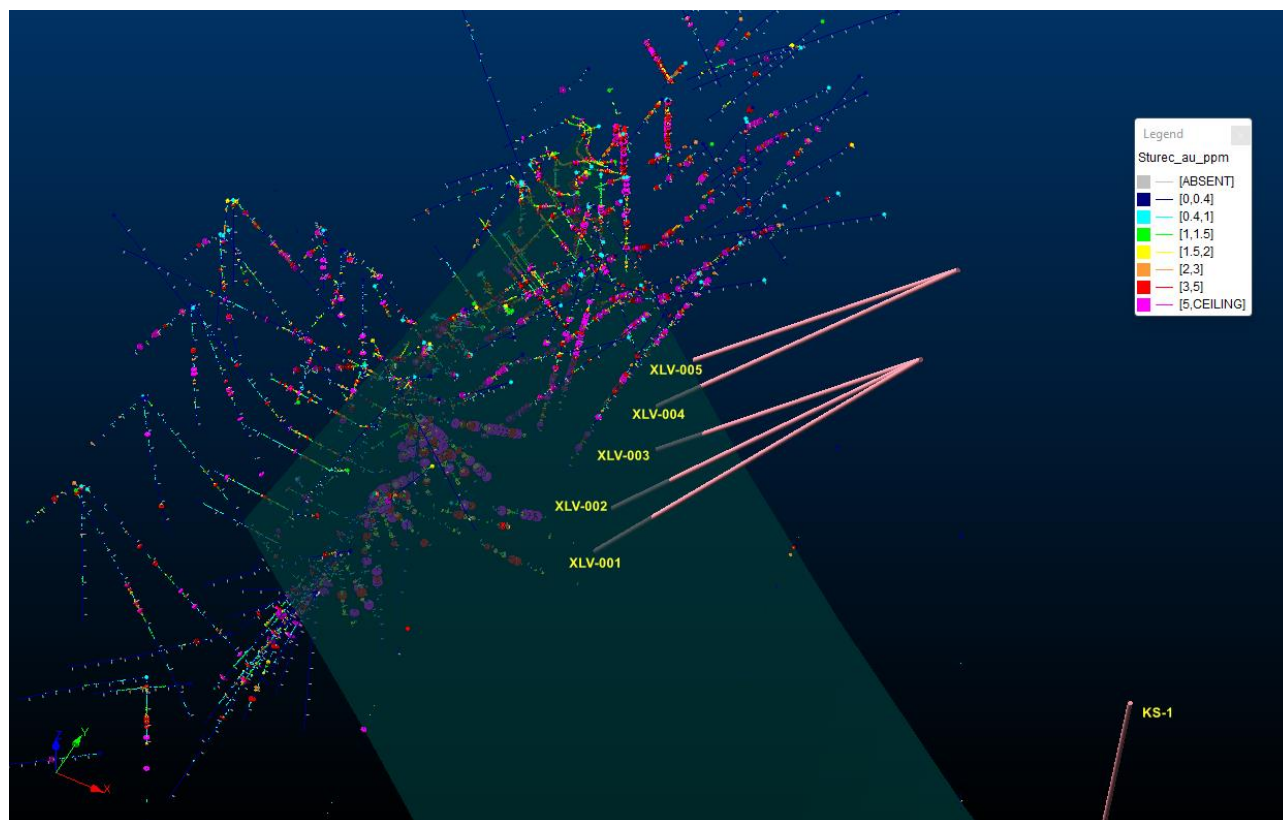


Figure 11: 3D image of the planned path of the surface drill holes under the drilling that defines the existing Sturec Mineral Resource. The green plane has been modelled to project the known mineralisation at depth

UGA-03

UGA-03 was completed at a depth of 287.25m with excellent core recovery (average 95%). UGA-03 intersected moderate quartz stockworks and associated alteration at 225m through to 266m. Then from 266m to 287.25m (EOH), UGA-03 intersected the Schramen Vein zone, which was the main focus of historic mining. At 285.52m to 286.25m, a historic mining void with some backfill (small adit) was intersected. Then at 287.25m another mining void was intersected and the drillers were unable to continue the hole. The mineralisation intersected by UGA-03 remains open down hole.

Assay results from UGA-03 are interpreted to show a continuous mineralised zone from 225m to 287.25m (EOH). Over this interval, the drill hole intersected 59m @ 2.3g/t Au & 9.4g/t Ag from 225m using a 0.3g/t Au cut-off (downhole thickness); including 24m @ 4.74g/t Au & 13.4g/t Ag from 252m using a 0.5g/t Au cut-off (downhole thickness) or 15m @ 6.7g/t Au & 15.3g/t Au from 252m using a 2g/t Au cut-off (downhole thickness).

A summary of the significant intersections from UGA-03 are shown in Table 1 below. The lower gold grade, larger intervals have been selected using a gold cut-off grade similar to the cut-off grade utilised for the Sturec Gold Project JORC 2012 Mineral Resource. While the higher gold grade, shorter intervals have been selected utilising incrementally increasing gold cut-off grades in order to demonstrate the mineralisation at a range of gold cut-off grades, which may utilised in the future if the mineralisation needs to be high graded in order to support feasibility studies.

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Hole	Width (m) (Down hole depth)		Au g/t	Ag g/t	From (m) (Down hole depth)	To (m) (Down hole depth)	Cut-off (%)
UGA-03	59.00	@	2.27	9.4	225.00	284.00	0.3g/t Au cut-off and max. 3m internal dilution including a 1.39m historic mining void
	including						
	31.61	@	3.76	11.0	248.00	279.61	0.5g/t Au cut-off and max. 2m internal dilution
	including						
	24.00	@	4.74	13.4	252.00	276.00	1g/t Au cut-off and max. 3m internal dilution
	including						
	15.00	@	6.70	15.3	252.00	267.00	2g/t Au cut-off and max. 3m internal dilution
	including						
	7.00	@	11.65	24.7	260.00	267.00	5g/t Au cut-off and max. 1m dilution

Table 1: Significant intersections in UGA - 03

UGA-03 intersected the Schramen Vein Zone approximately 40m down dip and 20m along strike from where STOR3.11 intersected this mineralised structure (Figure 12 and 13). However, the drill hole was planned at an acute angle to the mineralised zone due to location of the underground drill site relative to the target zone. This meant that UGA-03 was drilled almost perpendicular to STOR 3.11.

A long-sectional view of the drill holes close to UGA-03 is shown in Figure 3, which shows that nearest drill hole, STOR 3.11 is situated approximately 40m above where UGA-03 intersected the hanging wall contact of the mineralisation zone.

Figure 12 shows a plan view where UGA-03 intersected the hanging wall contact of the mineralisation zone approximately 20m along strike from STOR3.11 (and ~40m above). This information has been used to inform the current interpretation of the mineralised zone, which suggests the mineralised zone bends to the west and thickens.

UGA-03 passes close (within 5 metres) to the outside the mineral resource on its footwall margin at its southernmost extent. This is interpreted to indicate that the mineralisation bends to the west in this area.

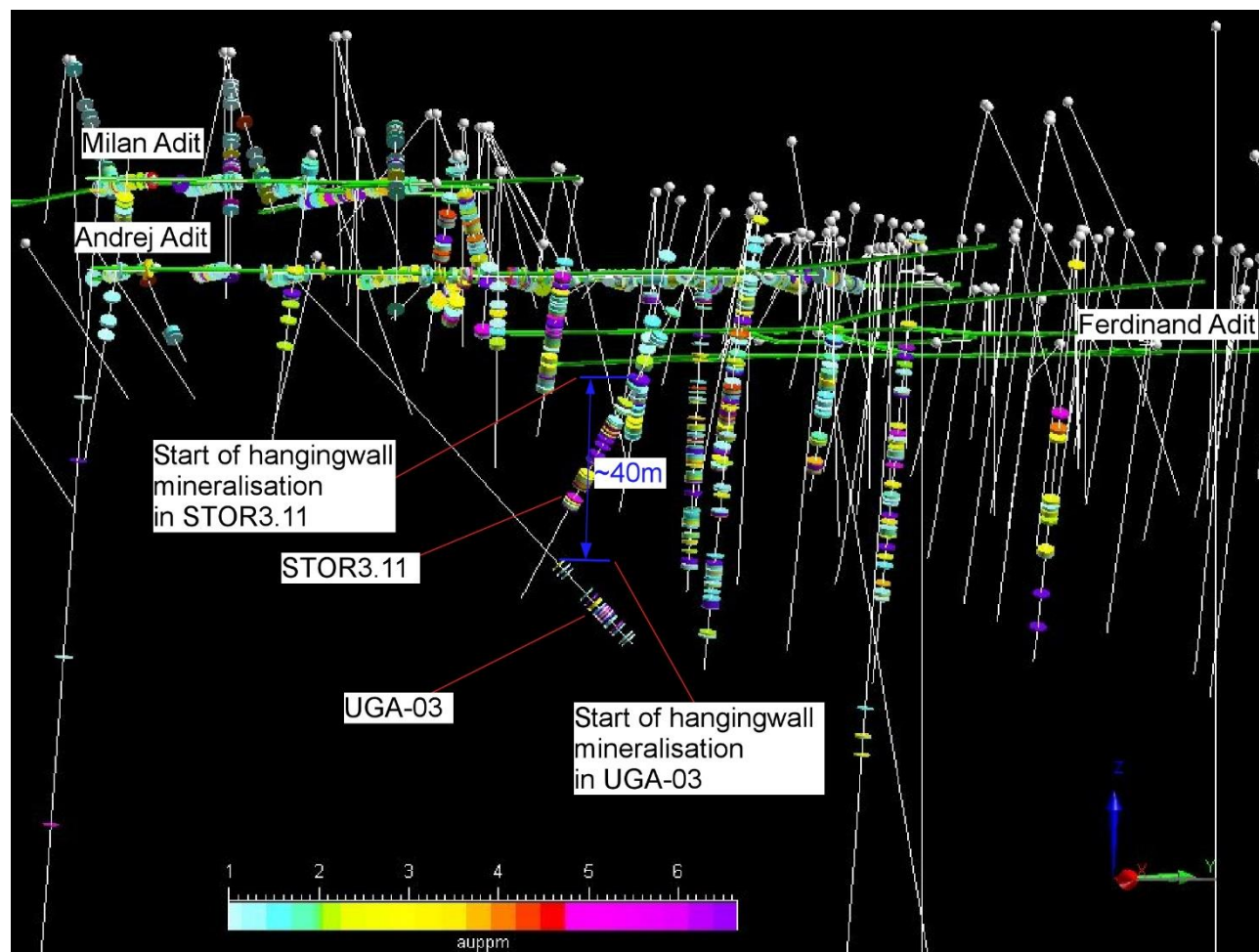


Figure 12: Long-sectional view of the drill holes closest to UGA-03. The nearest drill hole, STOR 3.11 is situated approximately 40m above where UGA-03 intersected the hanging wall contact of the mineralisation zone

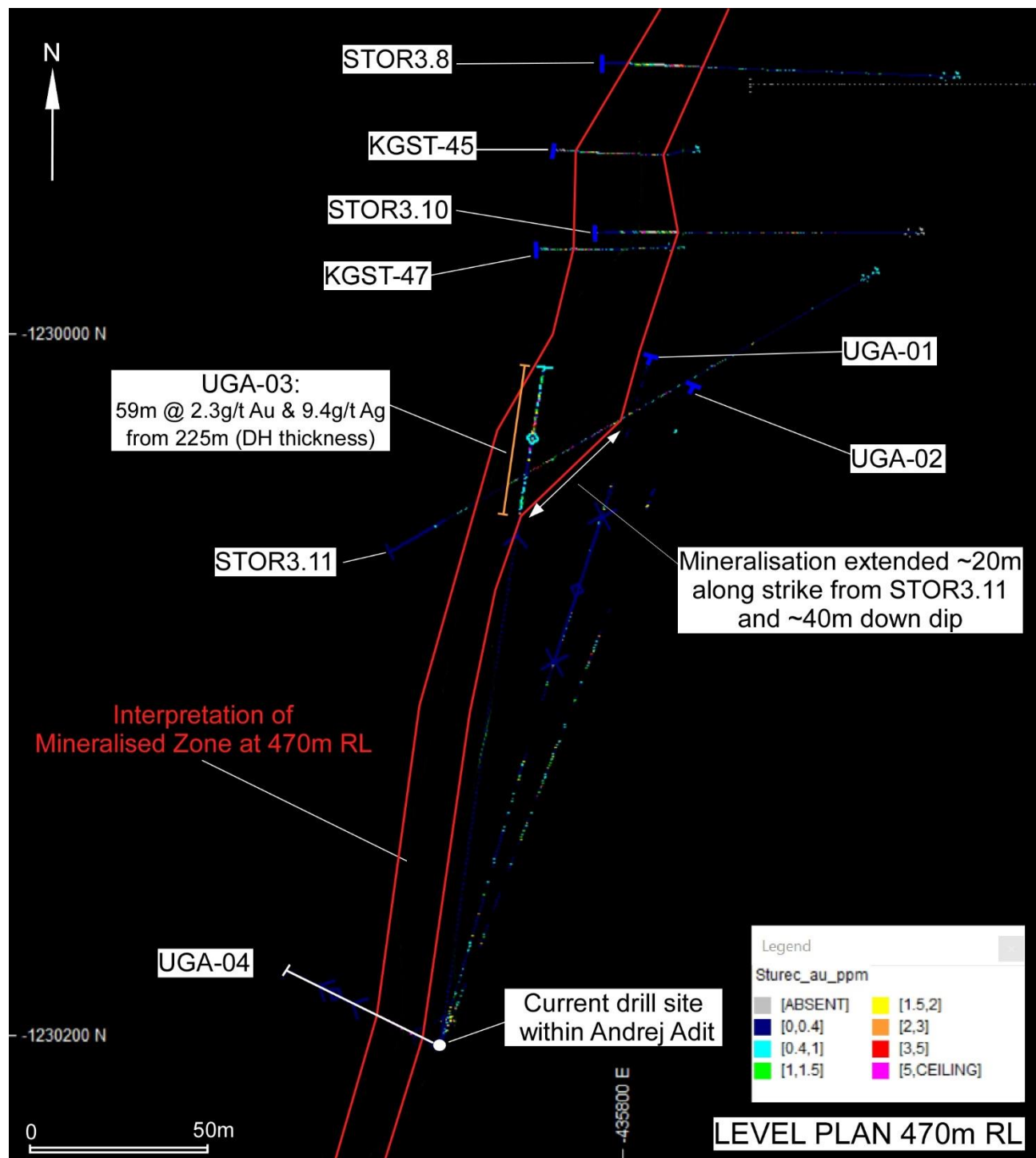


Figure 13: Plan view of drill hole UGA-03 intersecting the mineralised zone at level 470m RL, 190m below the Andrej Adit level

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Chifeng Gold – Strategic Placement

During the half year ended 31 December 2022, the Company announced that a \$3 million placement had been completed to Chijin International (HK) Limited (**Chifeng**) to provide the Company with further exploration funds ahead of its anticipated update to its Mineral Resource Estimate at the flagship 1.5Moz+ Sturec Gold Deposit.

The completion of the placement means that Chifeng has become a ~9% shareholder in MetalsTech after increasing its share position through 'on-market' buying during the half year ended 31 December 2022.

Chifeng is one of China's largest precious metals miners with a market cap of approximately \$7 billion listed on the Shanghai Stock Exchange.

Chifeng is chaired by highly regarded gold mining business veteran Mr Wang Jianhua who was previously Chairman of Shandong Gold and President of Zijin Mining.

Impairments

During the half-year the Group reviewed all of its projects and no impairments were required.

Corporate

During the half year the Company raised \$3,000,000 through the issue of 7,500,000 shares at \$0.40 per share.

The Company issued 2,340,000 shares due to the conversion of Class 3 Performance Rights upon achievement of performance milestones. No cash was raised from the conversion.

Following shareholder approval, Director Candice Stevenson was issued 200,000 shares for nil consideration as part of her engagement as a director. The value of the shares acquired at the date of issue was \$81,000.

The company issued 375,000 shares during the half year as payment for consulting services.

Following shareholder approval the company issued a total of 16,350,000 performance rights to directors and their related parties during the half year.

Other than the above there were no other changes of capital during the half year and the Company had \$3,095,839 cash on hand at 31 December 2022.

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Caution Regarding Forward-Looking Information

This document contains forward-looking statements concerning MetalsTech. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward-looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this document are based on the company's beliefs, opinions and estimates of MetalsTech as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

Competent Person Statement

The information in this announcement that relates to Exploration Results is based on information compiled by Dr Quinton Hills Ph.D., M.Sc., B.Sc. Dr Hills is the technical advisor of MetalsTech Limited and is a member of the Australasian Institute of Mining and Metallurgy (No. 991225). Dr Hills 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Hills consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

The information in the report to which this statement is attached that relates to Mineral Resources for the Sturec Gold Deposit is based on information compiled by Mr Chris Grove, who is a Member of The Australasian Institute of Mining and Metallurgy (No. 310106). Mr Grove is a full-time employee of Measured Group Pty Ltd and 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Grove consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

ASX Listing Rules Compliance

In preparing this half year report for the period ended 31 December 2022, the Company has relied on the announcements previously made by the Company and disclosed below. The Company confirms that it is not aware of any new information or data that materially affects those announcements previously made, or that would materially affect the Company from relying on those announcements for the purpose of this half year report ended 31 December 2022.

Sturec Gold Project

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 those announcements previously made, or that would materially affect the Company from relying on those announcements for the purpose of this announcement. 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 announcement dated 18 July 2022, 3 August 2022, 18 August 2022, 8 September 2022, 26 September 2022 and 29 September 2022.

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Events Subsequent to Reporting Date

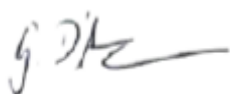
There have been no matters or circumstances which have arisen since 31 December 2022 that have significantly affected or may significantly affect:

- a) The operations, in the period subsequent to 31 December 2022, of the Group, or
- b) The results of those operations, or
- c) The state of affairs, in the period subsequent to 31 December 2022, of the Group.

Auditor's independence declaration

The auditor's independence declaration as required under section 307C of the Corporations Act 2001 can be found on page 26.

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



Gino D'Anna
Director
15 March 2023

Half Year Financial Report

For the half year ended 31 December 2022

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		December 2022 \$	December 2021 \$
Interest income		2,725	156
Administration expenses		(108,194)	(521,665)
Advertising and marketing		(517,669)	(251,144)
Audit fees		(29,280)	(28,499)
Consulting and advisory fees		(10,000)	(221,768)
Corporate compliance		(85,478)	(202,872)
Depreciation		(723)	(723)
Directors' fees	3	(642,660)	(1,203,099)
Directors' share-based benefits expense	8	(137,824)	(54,807)
Employment costs		(102,052)	(104,500)
Exploration costs written off		545	(224,046)
Legal Expenses		(10,549)	(99,979)
Occupancy costs		(23,124)	(23,745)
Share based payments	8	(7,663)	(24,115)
Travelling expenses		(18,038)	(36,359)
Loss from continuing operations before income tax		(1,689,984)	(2,997,165)
Income tax expense		-	-
Profit/(Loss) from continuing operations after income tax		(1,689,984)	(2,997,165)
Profit from discontinued operation		-	11,763,482
Profit/(loss) after income tax for the period		(1,689,984)	8,766,317
Other comprehensive loss for the period, net of tax		-	-
Items that may be reclassified to profit or loss:			
Foreign currency translation		138,025	18,917
Total comprehensive profit/(loss) for the period		(1,551,959)	8,785,234
Profit/(Loss) per share from continuing operations attributable to the ordinary equity holders of the company:		Cents	Cents
Earnings per share for profit from continuing operations			
Basic and diluted profit/(loss) per share	13	(1.01)	(1.82)
Earnings per share for profit from discontinued operations			
Basic and diluted profit/(loss) per share	13	-	7.22

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

Half Year Financial Report

As at 31 December 2022

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Note	31 December 2022 \$	30 June 2022 \$
Current Assets			
Cash and cash equivalents		3,095,839	2,182,230
Trade and other receivables		78,410	57,576
Total Current Assets		3,174,249	2,239,806
Non-Current Assets			
Property, plant and equipment		5,664	6,387
Capitalised exploration and evaluation	4	5,955,184	4,967,167
Total Non-Current Assets		5,960,848	4,973,554
TOTAL ASSETS		9,135,097	7,213,360
Current Liabilities			
Trade and other payables	5	443,379	282,246
Provisions	6	29,718	32,641
Current tax liability		695,590	695,590
Total Current Liabilities		1,168,687	1,010,477
TOTAL LIABILITIES		1,168,687	1,010,477
NET ASSETS		7,966,410	6,202,883
EQUITY			
Share Capital	7	17,816,947	13,922,447
Reserves		1,329,008	1,769,997
Accumulated losses		(11,179,545)	(9,489,561)
TOTAL EQUITY		7,966,410	6,202,883

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

Half Year Financial Report

For the half year ended 31 December 2022

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital	Share Based Payments Reserve	Options Premium Reserve	Foreign Currency Translation Reserve	Accumulated Losses	Total Equity
	AUD \$	AUD \$	AUD \$	AUD \$	AUD \$	AUD \$
Balance at 1 July 2022	13,922,447	522,550	1,254,836	(7,389)	(9,489,561)	6,202,883
Profit/(Loss) for period	-	-	-	-	(1,689,984)	(1,689,984)
Foreign currency translation	-	-	-	138,024	-	138,024
Total comprehensive profit/(loss) for the period	-	-	-	138,024	(1,689,984)	(1,551,960)
Transactions with owners in their capacity as owners:						
Issue of share capital	3,000,000	-	-	-	-	3,000,000
Shares issued to consultants	170,000	-	-	-	-	170,000
Shares issued to director	81,000	-	-	-	-	81,000
Performance Rights converted to shares	643,500	(579,013)	-	-	-	64,487
At 31 December 2022	17,816,947	(56,463)	1,254,836	130,635	(11,179,545)	7,966,410
Balance at 1 July 2021	19,304,197	1,346,959	1,254,836	105,347	(17,343,571)	4,667,768
Profit/(Loss) for period from continuing operations	-	-	-	-	(2,997,165)	(2,997,165)
Profit from discontinued operations	-	-	-	-	11,763,482	11,763,482
Foreign currency translation	-	-	-	18,917	-	18,917
Total comprehensive profit/(loss) for the period	-	-	-	18,917	8,766,317	8,785,234
Transactions with owners in their capacity as owners:						
Issue of share capital	2,000,000	-	-	-	-	2,000,000
Options converted to shares	476,150	-	-	-	-	476,150
Performance Rights converted to shares	1,142,100	(1,142,100)	-	-	-	-
Share based payment expense	-	78,922	-	-	-	78,922
Capital return via in specie distribution of shares in Winsome Resources Ltd	(9,000,000)	-	-	-	-	(9,000,000)
At 31 December 2021	13,922,447	283,781	1,254,836	124,264	(8,577,254)	7,008,074

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

Half Year Financial Report

For the half year ended 31 December 2022

CONSOLIDATED STATEMENT OF CASH FLOWS

	December 2022 \$	December 2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipt of royalty	-	6,646,235
Payments to suppliers and employees (including GST)	(1,281,276)	(2,984,096)
Interest received	2,725	157
Interest paid	-	(57,797)
Net cash inflow/(outflow) from operating activities	(1,278,551)	3,604,499
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for exploration and evaluation expenditure	(888,818)	(1,194,847)
Net cash outflow from investing activities	(888,818)	(1,194,847)
Cash flows from financing activities		
Repayment of borrowings	-	(1,100,000)
Proceeds from issue of shares	3,000,000	2,000,000
Proceeds from conversion of options	-	476,150
Net cash inflows from financing activities	3,000,000	1,376,150
Net increase in cash and cash equivalents	832,631	3,785,803
Exchange rate adjustments	80,979	18,917
Cash and cash equivalents at the beginning of the period	2,182,230	283,540
NET CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	3,095,840	4,088,259

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

These general purpose financial statements for the interim half-year reporting period ended 31 December 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are 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 reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the policies stated below.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

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

Going Concern

For the half year ended 31 December 2022 the Group recorded a loss after income tax of \$1,689,984 (2021: profit - \$8,766,317) with a cash outflow from operating activities of \$1,278,551 (2021: inflow of \$3,604,499). The Group has current liabilities of \$1,168,687 (of which \$39,366 relates to Directors' fees) and has cash on hand of \$3,095,839.

The Company notes that the cash balance at 31 December 2022 is not sufficient for 12 months operations given the planned level of activity at its Sturec Gold Mine. These conditions indicate a material uncertainty that may cast a significant doubt about the Groups ability to continue as a going concern and, therefore it may be unable to realise its assets and discharge its liabilities in the normal course of business. The Board will consider the funding options available and is confident that there will be no problem raising further funds given the recent Scoping Study outcome and the Company's robust share price and market capitalisation.

The Directors have reviewed the cash flow requirements and believe there are sufficient funds to meet the Group's working capital requirements as at the date of this report.

The half-year financial report has been prepared on the basis that the Group is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

Half Year Financial Report

For the half year ended 31 December 2022

- The Directors believe that there is sufficient cash available for the Group to continue operating and it has the ability to raise further capital to fund its ongoing activities.

Should the Group not be able to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the half-year financial report and that the half year financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the Company not continue as a going concern.

2. SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions.

The Board of Directors review internal management reports on a monthly basis that is consistent with the information provided in the Consolidated Statement of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Financial Position and Consolidated Statement of Cash Flows.

Assets by geographical region

The Company owns gold tenements in the geographical location Slovakia. Other than the Slovakian tenements the group's assets comprise cash and minor receivables or prepayments. The breakdown of assets by geographical location is as follows:

	31-Dec-22	30-June-22
	\$	\$
Current Assets		
United Kingdom	4,752	11,944
Slovakia	19,638	16,424
Australia	3,149,859	2,211,437
	<u>3,174,249</u>	<u>2,239,805</u>
Non-Current Assets		
Slovakia	4,437,832	3,648,479
Australia	1,523,016	1,325,075
	<u>5,960,848</u>	<u>4,973,554</u>

Profit and Loss by geographical region

	31-Dec-22	31-Dec-21
	\$	\$
Profit and Loss after tax		
United Kingdom	(36,992)	-
Slovakia	-	(14,574)
Canada	-	6,872,121
Australia	(1,652,992)	1,908,770
	<u>(1,689,984)</u>	<u>8,766,317</u>

Half Year Financial Report
For the half year ended 31 December 2022

	31-Dec-22	31-Dec-21
	\$	\$
3. EXPENSES		
Directors Fees		
Directors fees	642,660	1,203,099
Directors share based benefits	137,824	54,807
	<u>780,484</u>	<u>1,257,906</u>

	31-Dec-22	30-June-22
	\$	\$
4. CAPITALISED EXPLORATION AND EVALUATION		
Exploration and evaluation expenditure	5,955,184	4,967,167
	<u>5,955,184</u>	<u>4,967,167</u>
Reconciliation:		
Balance at the beginning of the period	4,967,167	3,073,037
Impairment of exploration expenditure	545	(223,492)
Additions and exploration expenditure for exploration assets	930,427	2,230,357
Net exchange differences on translation	57,045	(112,735)
Balance at the end of the period	<u>5,955,184</u>	<u>4,967,167</u>

Exploration costs are only carried forward to the extent that they are expected to be recouped through the successful development or sale of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

	31-Dec-22	30-June-22
	\$	\$
5. TRADE AND OTHER PAYABLES		
Trade and other payables	421,959	245,233
Accrued expenses	21,420	37,013
Balance at the end of the period	<u>443,379</u>	<u>282,246</u>

	31-Dec-22	30-June-22
	\$	\$
6. PROVISIONS		
Staff Leave Provisions	29,718	32,641
Balance at the end of the period	<u>29,718</u>	<u>32,641</u>

Half Year Financial Report
For the half year ended 31 December 2022

7. CONTRIBUTED EQUITY

(a) Share Capital

	December 2022 Shares	June 2022 Shares	December 2022 \$	June 2022 \$
Fully paid	177,079,590	166,664,590	17,816,947	13,922,447

(b) Movements in ordinary share capital:

Period ended 31 December 2022

Date	Details	\$	Number of shares	Issue price per ordinary share
01/07/22	Opening balance	13,922,447	166,664,590	
06/10/22	Performance rights converted to shares	643,500	2,340,000	0.275
24/10/22	Shares issued for consulting services	51,250	125,000	0.410
16/11/22	Shares issued for consulting services	51,875	125,000	0.415
01/12/22	Shares issued to director	81,000	200,000	0.405
21/12/22	Shares issued for consulting services	66,875	125,000	0.535
29/12/22	Placement of shares	3,000,000	7,500,000	0.400
31/12/22	Balance at end of period	17,816,947	177,079,590	

Year ended 30 June 2022

Date	Details	\$	Number of shares	Issue price per ordinary share
01/07/21	Opening balance	19,304,197	153,817,638	
02/07/21	Performance rights converted to shares	1,142,100	4,860,000	0.235
20/09/21	Exercise of options	100,000	500,000	0.20
22/09/21	Placement of shares	2,000,000	5,882,352	0.34
30/09/21	Exercise of options	100,000	500,000	0.20
5/10/21	Exercise of options	276,150	1,104,600	0.25
15/11/21	Return of capital (refer note 23)	(9,000,000)	-	-
30/06/22	Balance at end of year	13,922,447	166,664,590	

Half Year Financial Report
For the half year ended 31 December 2022

7. CONTRIBUTED EQUITY (continued)

(c) Options on issue

The following options are on issue at 31 December 2022:

Grant Date	Expiry Date	Exercise Price	Balance at start of the period	Issued during the period	Exercised during the period	Cancelled or Expired during the period	Balance at end of the period
			Number	Number	Number	Number	Number
16 Aug 2019	31 Dec 2023	\$0.06	160,000	-	-	-	160,000
			160,000	-	-	-	160,000
Vested and Exercisable			160,000	-	-	-	160,000

(d) Performance Rights on issue

Class	Grant date	Balance at start of the period	Issued during the period	Exercised during the period	Cancelled or Expired during the period	Balance at end of the period
		Number	Number	Number	Number	Number
Class 3	30 April 2021	2,340,000	-	(2,340,000)	-	-
Class 4	8 December 2022	-	5,450,000	-	-	5,450,000
Class 5	8 December 2022	-	5,450,000	-	-	5,450,000
Class 6	8 December 2022	-	5,450,000	-	-	5,450,000
Total		2,340,000	16,350,000	(2,340,000)	-	16,350,000

The Performance Rights shall convert to Shares on a one-for-one basis upon the Company achieving the applicable Milestone for that Class of Rights, prior to the applicable expiry date of that Class of Rights.

The share price at grant date and the expiry dates for each class of Performance Right are:

	Share price at grant date	Expiry Date
Class 4	\$0.405	8 December 2024
Class 5	\$0.405	8 December 2025
Class 6	\$0.405	8 December 2025

Half Year Financial Report
For the half year ended 31 December 2022

7. CONTRIBUTED EQUITY (continued)

(d) Performance Rights on issue (continued)

Performance Milestones:

- Class 4 Upon the achievement of a JORC Code 2012 Edition (or the current edition at the time) (JORC Code)) combined Mineral Resource across all categories of Measured, Indicated and Inferred (as each of those terms is defined in The JORC Code) of 2,000,000 ounces of gold at the Sturec Gold Mine and as verified by an Independent Technical Consultant on or before 2 years from the date of issue.
- Class 5 Upon achievement of a JORC Code combined Mineral Resource across all categories of Measured, Indicated and Inferred (as each of those terms is defined in the JORC Code) of 2,500,000 ounces of gold at the Sturec Gold Mine and as verified by an Independent Technical Consultant on or before 3 years from the date of issue.
- Class 6 Upon completion of a Pre-Feasibility Study in accordance with the guidelines prescribed by the JORC Code, independently verified by an Independent Technical Consultant, which indicates that the Sturec Gold Mine contains a JORC Code compliant Mineral Resource which delivers a pre-tax net present value in excess of AUD\$100 million and a pre-tax internal rate of return of 20% or higher using a 5% discount rate on or before 3 years from the date of issue.

The probability of achievement of each of the above milestones has been assessed as zero.

8. SHARE BASED PAYMENTS

Total share-based payment transactions recognised during the year:

Shared based payments	December 2022 \$	December 2021 \$
Expense for the period for Performance Rights – staff and consultants	7,863	23,745
Expense for the period for Performance Rights - Directors	56,824	54,807
Shares issued to director	81,000	-
Shares issued to consultants	170,000	-
	315,487	78,922

Half Year Financial Report

For the half year ended 31 December 2022

9. DIVIDENDS

No dividends have been declared or paid since the start of the financial period and none are recommended.

10. COMMITMENTS & CONTINGENCIES

Aside as disclosed in the annual report as at 30 June 2022, there are no new contingent liabilities or contingent assets.

11. RELATED AND NON RELATED PARTY TRANSACTIONS

Related Party Transactions

During the period, the Group was charged \$147,710 by Internatzionale Consulting Pty Ltd. Internatzionale Consulting Pty Ltd provided consultancy and management services to the Group on normal commercial terms. Gino D'Anna is a director of Internatzionale Consulting Pty Ltd. The balance owing at year end is \$22,176. A share based expense for the period of \$32,010 was recognized for performance rights granted.

During the period, the Group was charged \$24,000 for directors' fees by Ms Candice Stevenson. The balance owing at year end is \$Nil. Ms Stevenson was also granted 200,000 fully paid shares during the period and a share based payment of \$81,000 was recognized. A share based expense for the period of \$1,085 was also recognized for performance rights granted.

During the period, the Group was charged \$31,600 by Geosmart Consulting Pty Ltd. This entity provided consultancy and management services to the Group on normal commercial terms. Non-Executive Director Dr Qingtao Zeng is a director of Geosmart Consulting Pty Ltd. During the year Dr Zeng provided consulting services beyond his normal non-executive director duties and was paid for these additional duties at a commercial day rate. The balance owing at year end is \$17,160. A share based expense for the period of \$5,652 was recognized for performance rights granted.

Non Related Party Transactions

During the period, the Group was charged \$439,350 by Natres Services Pty Ltd which provides consultancy and advisory services pursuant to an executive services agreement. Under the agreement with Natres Services Pty Ltd there are three nominated persons. Natres Services Pty Ltd is not a related party of the Company.

12. EVENTS SUBSEQUENT TO REPORTING DATE

There have been no matters or circumstances which have arisen since 31 December 2022 that have significantly affected or may significantly affect:

- a) The operations, in the period subsequent to 31 December 2022, of the company, or
- b) The results of those operations, or
- c) The state of affairs, in the period subsequent to 31 December 2022, of the company.

Half Year Financial Report

For the half year ended 31 December 2022

13. EARNINGS PER SHARE

Basic loss per share

The calculation of basic loss per share for the half year ended 31 December 2021 was based on a loss from continuing operations of (\$2,997,165) and profit from discontinued operations of \$11,763,482 and a weighted average number of ordinary shares outstanding during the half- year as follows:

	31-Dec-2022	31-Dec-2021
Profit/(Loss) from continuing operations (\$)	(1,689,984)	(2,997,165)
Weighted average number of ordinary shares (number)	167,955,976	162,871,200
Basic loss per share (cents per share) – continuing operations	(1.01)	(1.82)

Diluted loss per share

Potential ordinary shares are not considered dilutive, thus diluted loss per share is the same as basic loss per share.

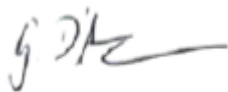
DIRECTORS' DECLARATION

In the directors' opinion:

- (a) The financial statements and notes set out on pages 27 to 38 are in accordance with the *Corporations Act 2001*, including:
 - (i) Complying with AASB 134 Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the financial half-year ended on that date; and
- (b) There are reasonable grounds to believe that MetalsTech Limited will be able to pay its debts as and when they become due and payable.

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

On behalf of the Directors



Gino D'Anna
Director
15 March 2023

DECLARATION OF INDEPENDENCE BY NEIL SMITH TO THE DIRECTORS OF METALSTECH LIMITED

As lead auditor for the review of MetalsTech Limited for the half-year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of MetalsTech Limited and the entities it controlled during the period.



Neil Smith
Director

BDO Audit (WA) Pty Ltd
Perth, 15 March 2023

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of MetalsTech Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of MetalsTech Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated 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 the Group does not comply with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2022 and of its financial performance for the half-year ended on that date; and
- (ii) 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 the 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 the same terms if given to the directors as at the time of this auditor's review report.

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.

Material uncertainty relating to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.

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 2022 and its financial 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.

BDO Australia LtdA handwritten signature in black ink, appearing to read 'Neil Smith', is written over a small, faint BDO logo.**Neil Smith****Director**

Perth, 15 March 2023