



# HAOMA MINING NL

## ANNUAL REPORT

JUNE 30, 2023

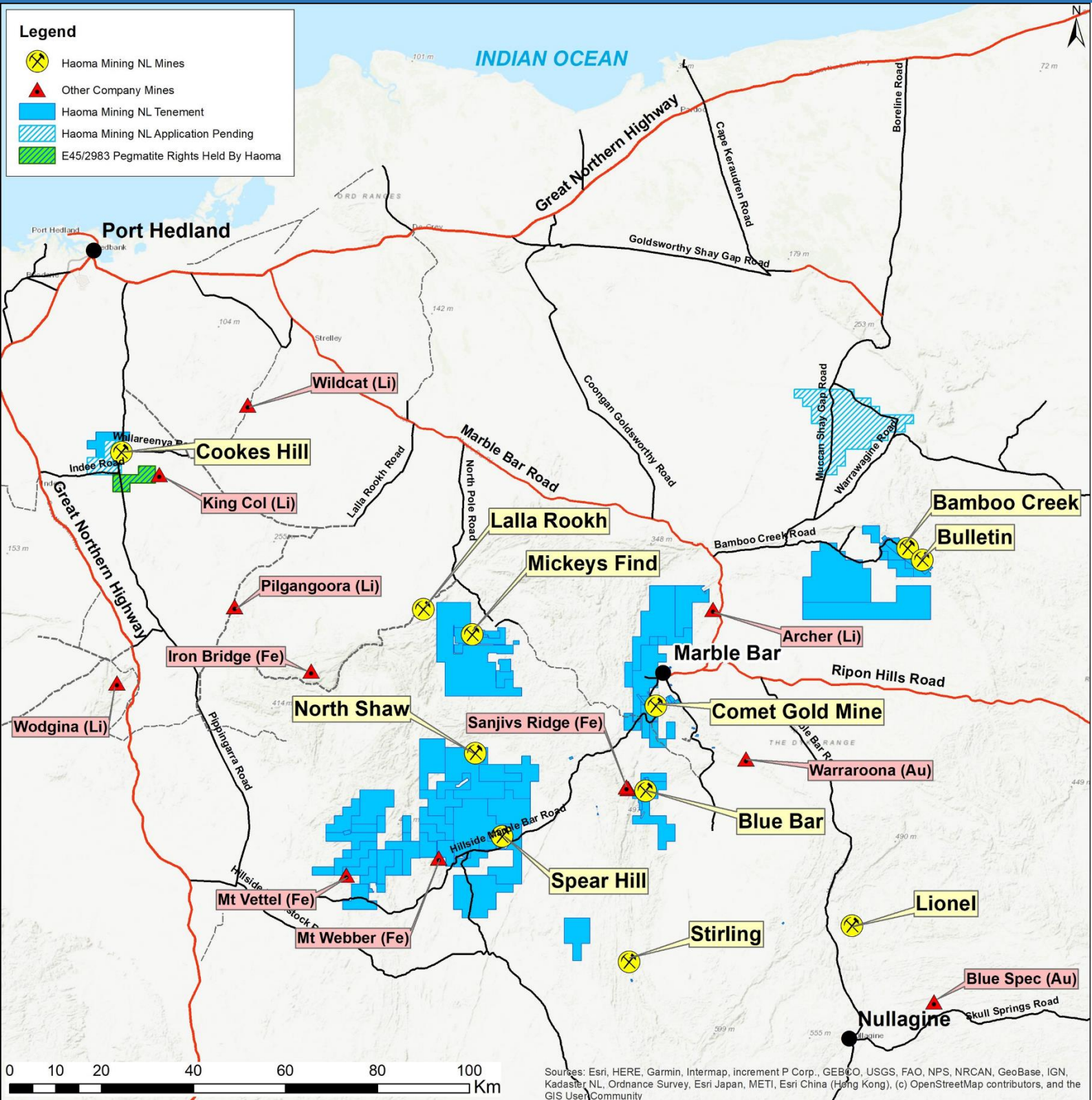


Figure 1: Location of Haoma Mining NL Pilbara mining tenements

**Directors**

Gary Cordell Morgan, B.Comm (Chairman)  
Michele Levine, B.Sc (Hons), Env.St.  
W. Timothy Carr Ingram

**Secretary**

James A Wallace, CA

**Consultants**

Hugh Morgan, AC, Llb, BCom, AATSE, FICD, FCPA  
Peter Williams, BE ME FIE Aust Cp. Eng  
Dr Peter Scales, BSc. (Hons), PhD., Fellow EA, CChem – Rheological Consulting Services

**Registered Office and Head Office**

**Melbourne**

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Fax (03) 9629 1250

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**Postal Address**

GPO Box 2282  
Melbourne, Victoria 3001  
Website: [www.haoma.com.au](http://www.haoma.com.au)

**Interstate Offices and Mine Sites**

**Bamboo Creek Mine Site**

PO Box 2791  
South Hedland, WA, 6722

**Ravenswood, Queensland**

3889 Burdekin Falls Dam Road  
Ravenswood, Queensland 4816

**Comet Mine Site**

PO Box 89  
Marble Bar, WA 6760

**Principal Bankers**

Westpac Banking Corporation

**Share Registry**

Registry Direct  
PO Box 572  
Sandringham VIC 3191

Email: [registry@registrydirect.com.au](mailto:registry@registrydirect.com.au)

**Auditors**

BDO  
Collins Square, Tower Four  
Level 18  
727 Collins Street  
Melbourne, Victoria 3008

**Solicitors**

William Murray  
Level 11, 379 Collins Street  
Melbourne, Victoria 3000

## **MISSION STATEMENT**

*The mission of Haoma Mining is to:*

- *establish a highly profitable mining company with sustainable growth in shareholder value*
- *operate with an efficient flat management structure, which allows all company personnel and consultants to be hands-on, practical and single-minded about improving the bottom-line performance.*
- *Dedicate its efforts to developing a leading-edge gold mining province in the Pilbara (WA) and Ravenswood/ Charters Towers region (QLD) by linking research with modern technology and new ways of thinking.*

*In pursuit of this mission, Haoma has acquired quality tenements in the Pilbara and Ravenswood/ Charters Towers regions (QLD) which contain significant quantities of gold, iron ore, rare earths, lithium and other minerals. Haoma utilises the most effective exploration and recovery techniques to extract minerals in the most efficient way with a strong commitment to health, safety and the environment.*

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## **ANNUAL GENERAL MEETING**

The Annual General Meeting of the members of Haoma Mining NL is to be held at:

**Tonic House**  
**Basement**  
**386 Flinders Lane**  
**Melbourne, Australia.**  
**Tuesday May 28, 2024**  
**Commencing at 9.30am.**

All shareholders are encouraged to attend. Light refreshments will be available to members and guests following the meeting. A Notice of Meeting and proxy form will be sent to shareholders.

## CHAIRMAN'S REVIEW & REPORT ON OPERATIONS

### 1. Financial results

The Haoma Mining financial statements for the year ended June 30, 2023 disclose a consolidated loss of \$8.0 million. It should be noted that this result is after expensing accrued interest charges of \$3.528 million and writing off \$1.787 million of costs associated with research and test work.

My family investment company The Roy Morgan Research Centre Pty Ltd, has continued to provide the funding needed for Haoma to conduct its research and development activities. The Haoma financial statements show that the costs incurred over many years have been extensive and greatly exceed revenues generated from activities. At June 30, 2023 this resulted in a reported deficiency in Haoma's net assets approaching \$100 million. At the same time my family's total accumulated cash commitment to Haoma stood at \$52.95 million. That figure does not include my family's equity investment or any interest on those funds. Haoma's financial statements include a recognition of that the potential interest liability at June 30, 2023 was just over \$43 million.

Following the end of the June 30, 2023 financial year, on September 21, 2023 Haoma advised shareholders of a proposed capital raising via a Share Rights Issue to existing shareholders. Shareholders were offered the opportunity to acquire new shares in Haoma on the basis of three new shares for every two shares then held. The issue price of the new shares was 27 cents per share. The share rights offer opened on October 11, 2023 and closed on November 16, 2023.

At the time of announcing the share rights offer I advised shareholders that all entitlements attaching to shareholdings held by my family interests would be assigned to and fully taken up by The Roy Morgan Research Centre Pty Ltd. The consideration due for the new shares was paid from Haoma's debt owed to The Roy Morgan Research Centre Pty Ltd as of June 30, 2023 and amounted to a total consideration of \$51.75 million by The Roy Morgan Research Centre Pty Ltd for 191,646,517 shares.

**In conjunction with the announcement of the rights issue, I further advised that to the extent that the debt due to The Roy Morgan Research Centre would be applied to the rights issue, interest calculated but not paid on the debt as of June 30, 2023 would be extinguished.**

The combined financial effect of these initiatives has been to remove \$94.8 million of debt from Haoma's balance sheet in the 2024 financial year. Except for a relatively small amount of residual working capital debt owed to the Roy Morgan Research Centre, Haoma is now for all practical purposes, debt free. As Haoma moves to a position of future profits, shareholders should appreciate the significance of this restructuring.

Haoma's 2023/24 revenue forecast is approximately \$11 million and an estimated profit after all costs, of \$4 million.

Following completion of the share rights offer in November 2023, there is an additional 107 million unsubscribed shares available for placement with a suitable investor.

Haoma's Directors have approved an allocation of up to 10 million of those shares as performance rights incentives issued at 27 cents per share to be allocated to employees and contractors who contribute to and continue to be involved with Haoma until June 30, 2026.

## 2. Haoma's activities in Western Australia

### 2.1 Haoma's Pilbara Activities

Over the last 12 months Haoma's Special Shareholder Reports have advised shareholders:

- 1) A joint venture with Calidus Resources has resulted the mining of Haoma's **Blue Bar** gold deposit near Marble Bar.  
The budgeted Haoma profit share from the Joint Venture with Calidus is \$6.6m, based on an average gold price of \$A3,600/oz<sup>(\*)</sup>.
- 2) In the next 12 months the Joint Venture's intention is to mine the **Bulletin** gold deposit situated in the Bamboo Creek gold field.  
The budgeted Haoma profit share from the Joint Venture with Calidus is \$32.9m, based on an average gold price of \$A3,600/oz<sup>(\*)</sup>, and
- 3) Over the next 12 months Haoma's Pilbara gold deposits at **Mickey's Find** and at **North Shaw** will be evaluated by Haoma and Calidus Resources.
- 4) The establishment of the **Pirra Lithium Ltd** (20% Haoma owned) lithium exploration Joint Venture with SQM (40% owner) and Calidus Resources (40% owner).

### 2.2 Haoma Elazac Process Test Work

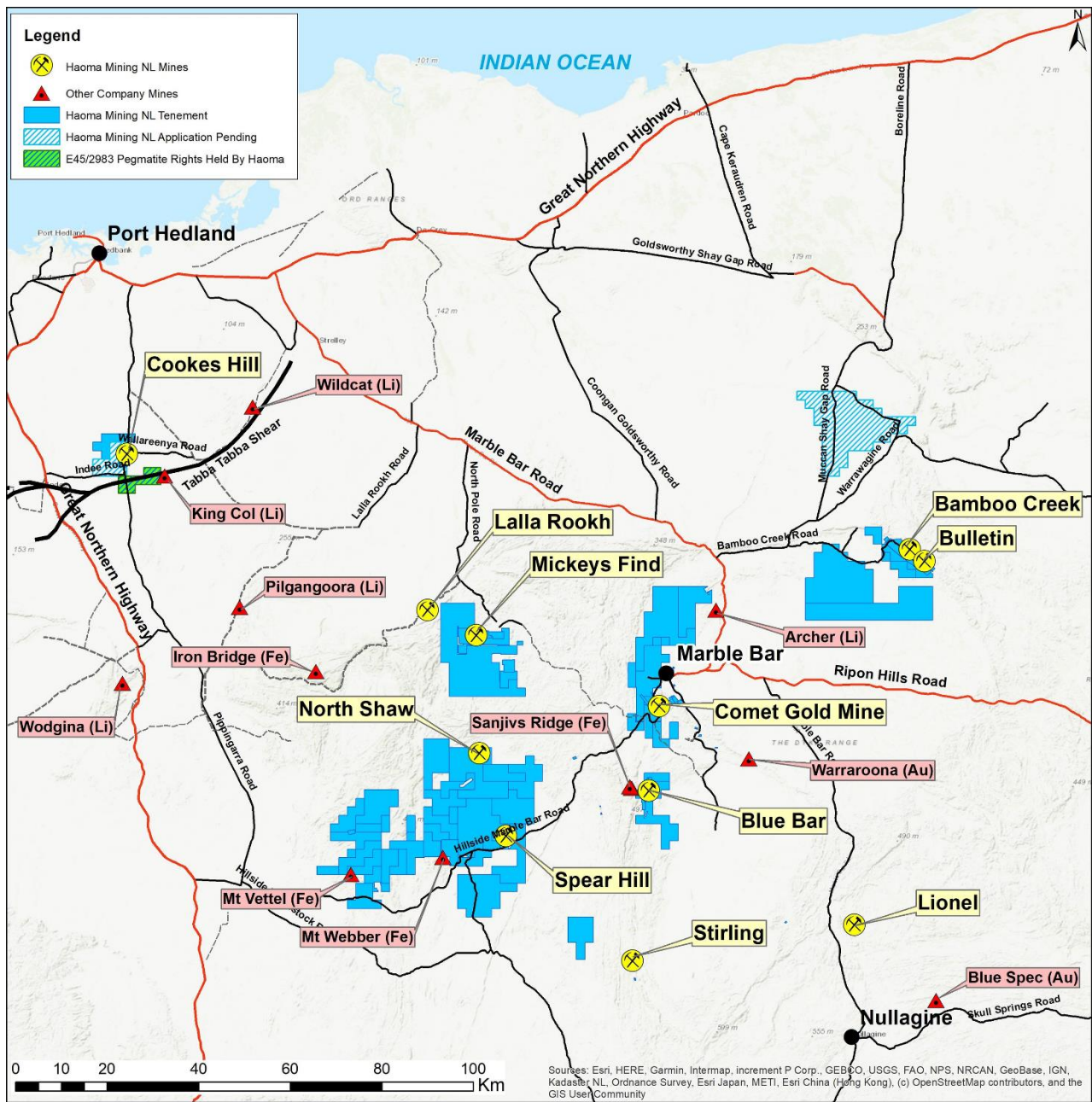
In 2023 Haoma's Directors and Consultants advised Haoma shareholders results from Elazac Process **laboratory trial test work** had recovered significant quantities of gold from Bamboo Creek tailings, Calidus Warrawoona Mine tailings, and Mt Webber iron ore & iron ore waste. The trials showed, while similar processing requirements were used, each trial needed to be modified and optimized for maximum gold recovery. (See Haoma's 2023 activities in Western Australia <https://haoma.com.au/wp-content/uploads/2023/02/Haoma-Mining-NL-Annual-Report-June-30-2022.pdf>)

Haoma is now conducting a series of tests with **bulk samples of Bamboo Creek ores** so the Bamboo Creek Plant can be upgraded to process commercial quantities of gold bearing ores using the Elazac Process.

It is anticipated ore from the **Kitchener Mine low gold grade dumps** (approximately 500,000 tonnes, gold grade < 0.5g/t) will be used for the initial bulk ore samples processed in the first Quarter of 2024/2025.

Elazac Process laboratory trial test work with ore from **Kitchener Mine low gold grade dumps** recovered gold bullion which resulted in a calculated gold grade of 4.5g/t.

(\*) Gold price 23/04/2024



**Figure 1: Location map of Haoma Mining’s Pilbara exploration and mining tenements and locations of Pilbara ores used in Haoma’s test work.**

### **2.3 Haoma Mining Joint Venture Agreements with Calidus Resources**

During 2023 Haoma advanced its activities with Pilbara based gold mining company Calidus Resources Ltd (ASX Code: CAI). On June 26, 2023 shareholders were advised that Haoma and Calidus had signed a Binding Framework Agreement under which Haoma and Calidus agreed that they may form gold joint ventures to mine and process ore from some of Haoma’s tenement groups in the East Pilbara (1,135sqkm).

The Haoma tenement groups identified for being within trucking distance of the Calidus gold processing plant at Warraroona were Bamboo Creek, Comet, Blue Bar, Mickeys Find and Normay and included any stockpiles therein. All host numerous known high-grade deposits and are located on granted Mining Leases.

The JV terms provide for a 60:40 profit share (Calidus 60%:Haoma 40%). The Haoma-Calidus gold JV is in addition to the previously established lithium agreements between Calidus and Haoma. Tenements and lithium rights are held by Pirra Lithium Pty Ltd.

Subsequently on November 16, 2023 Haoma shareholders were advised that the first gold joint venture with Calidus had been signed to mine **Haoma's Blue Bar deposit**.

Mining at Blue Bar commenced in January 2024 and the first ore was trucked to the Calidus Warrawoona gold processing plant in late February.

At **Blue Bar** an estimated 130,000 tonnes of ore will be mined and processed to produce about 8,000 ounces of gold.

Using an estimated average current gold price of \$3,600/oz<sup>(\*)</sup> the approximate value to the Joint Venture is \$29m in gross revenue. Based on budgeted estimated costs, Haoma's share of profit from the JV is expected to be approximately \$4m.



**Figure 2: Blue Bar Ore being loaded for trucking to Calidus Resources Processing Plant at Warrawoona.**



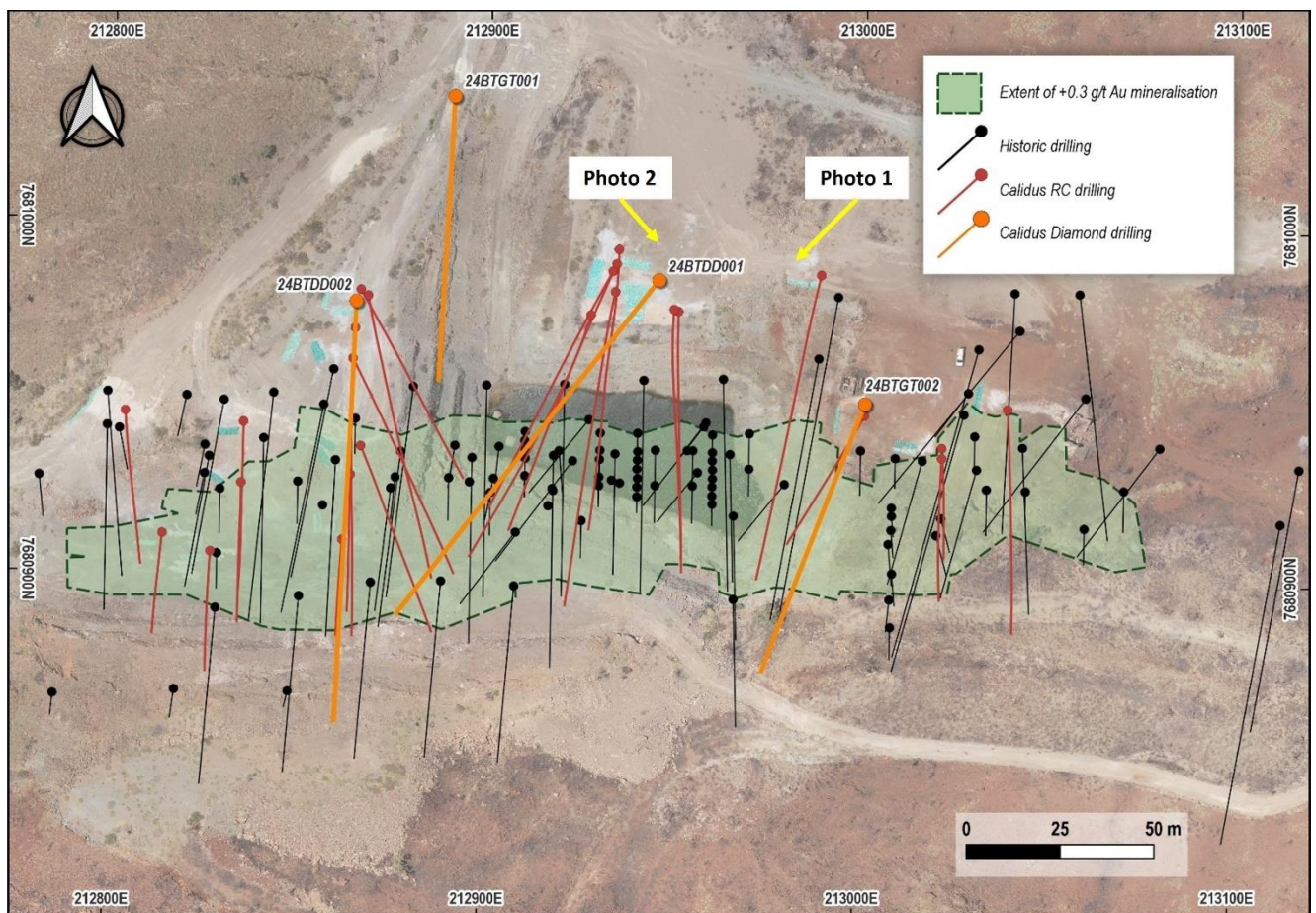
**Figure 3: Blue Bar Open Cut Pit.**

(\*) Gold price 23/04/2024

At **Bulletin** an estimated 600,000 tonnes of ore will initially be mined and processed to produce about 55,000 ounces of gold. It is anticipated 100,000oz of gold will be produced under Haoma’s Joint Venture with Calidus.

Using an estimated average current gold price of \$3,600/oz<sup>(\*)</sup>, gross revenue of approximately \$199m will be earned from the 55,000 oz gold initially produced by the Joint Venture. Based on budgeted estimated costs, Haoma’s share of profit from the JV is expected to be approximately \$32.9m.

Immediately following the completion of infill RC drilling, Calidus embarked upon a campaign of four diamond holes, two of which were specifically targeted at collecting geotechnical data to be fed into upcoming work, allowing for declaration of Ore Reserves. The second two holes are designed to validate the current geological model for Bulletin, to advance understanding of the deposit, and assist in targeting future extensional drilling. Drillholes 24BTDD001 and 24BTDD002 are shown in Figure 4.



**Figure 4: 2024 Diamond Drillhole locations, Bulletin Deposit.**

(\*) Gold price 23/04/2024





**Figure 5:** Photograph of Bulletin Deposit taken from ‘Photo 1’ location in Figure 4 above, looking southwest at the south and western walls.

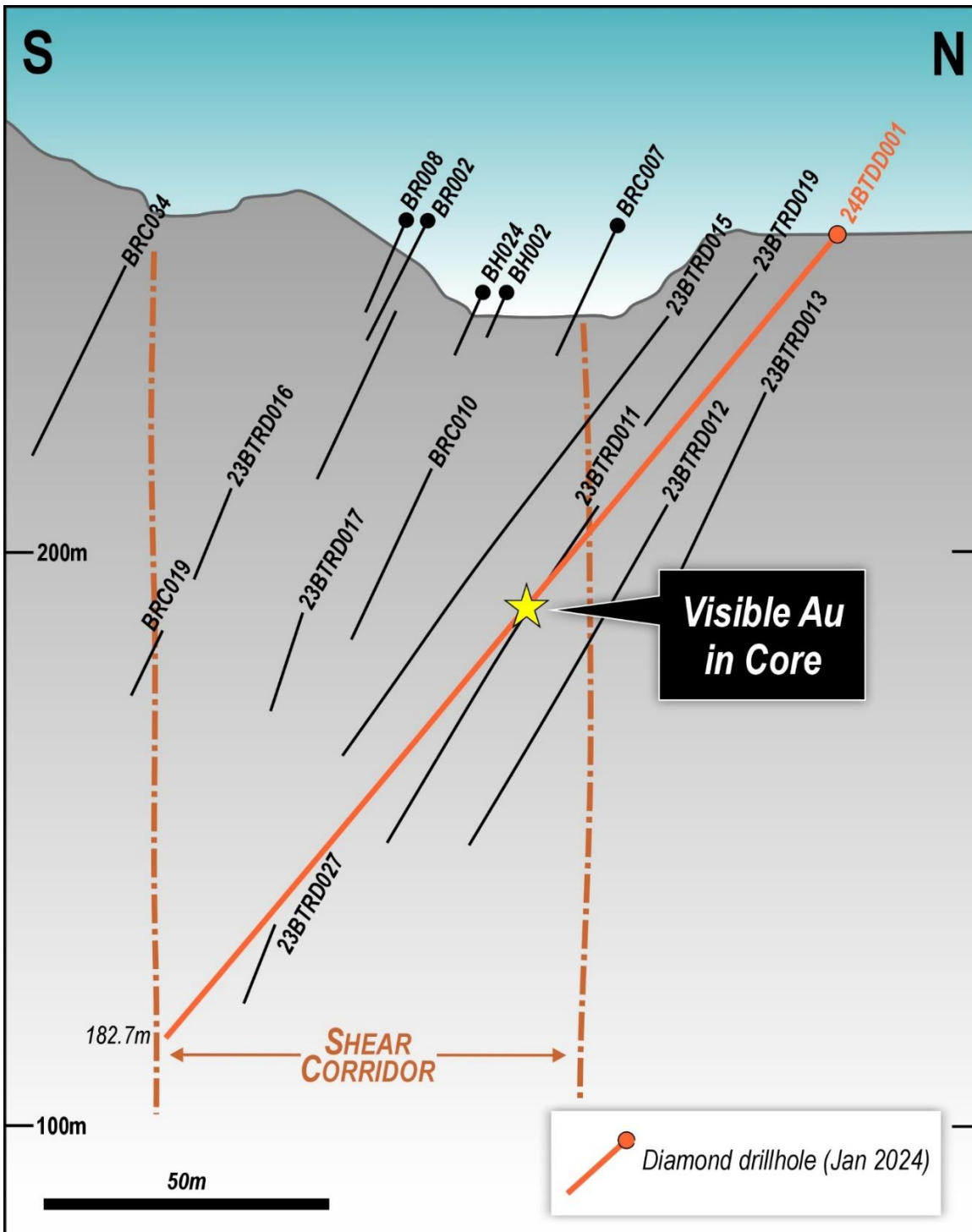


**Figure 6:** Photograph of Bulletin Deposit taken from ‘Photo 2’ location in Figure 4 above, looking southeast at eastern wall.

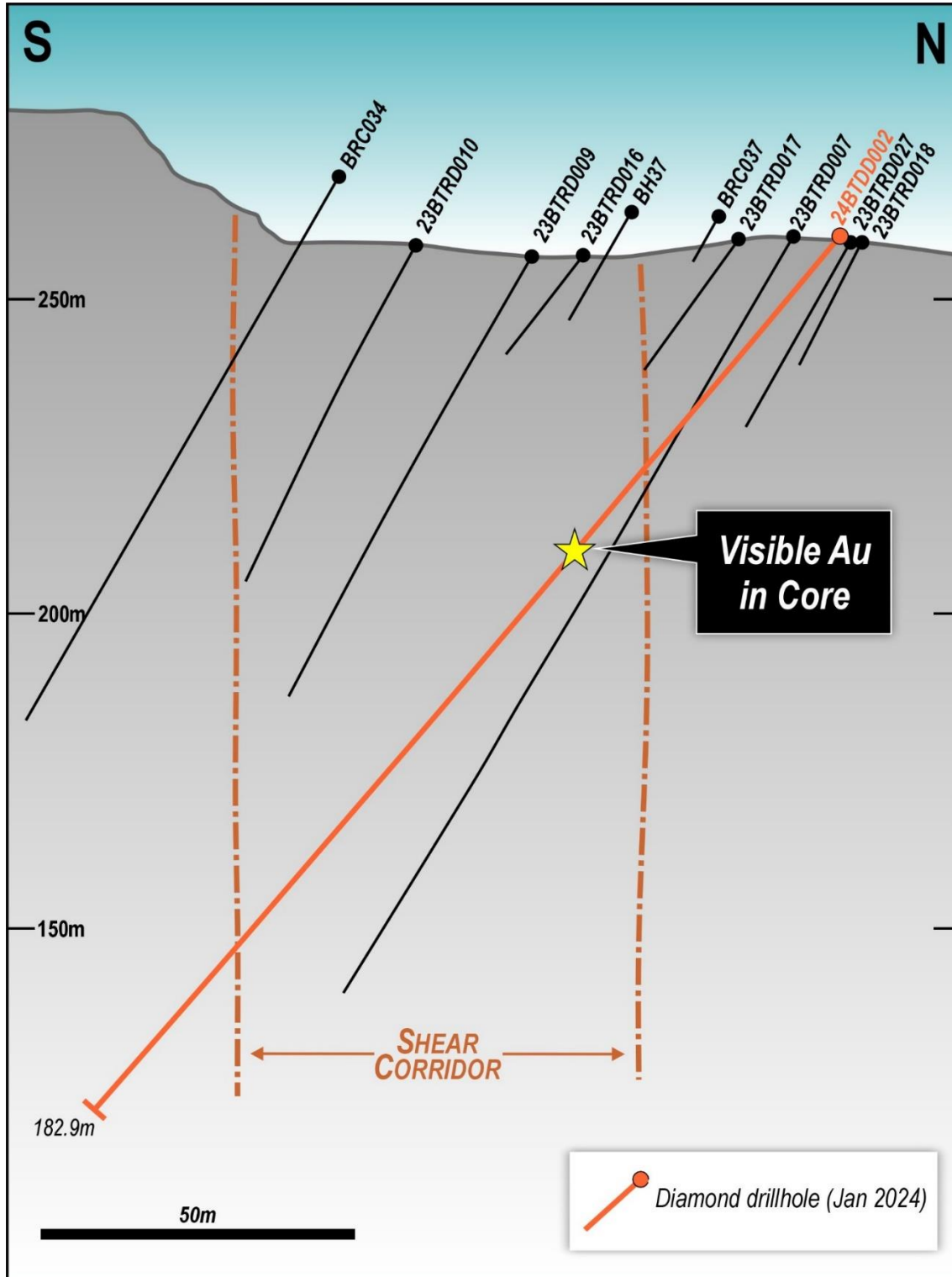
**BULLETIN MINERALISATION DESCRIPTION – 24BTDD001 AND 24BTDD002 VISIBLE GOLD OCCURRENCES**

While sample intervals have not yet been selected and marked on available core and no assays are yet available, visible gold, associated with galena was observed in quartz veining in both drillholes 24BTDD001 and 24BTDD002. Images of visual gold observed in 24BTDD002 were included in Haoma’s February 19, 2024 Shareholder Update <https://haoma.com.au/wp-content/uploads/2024/02/Haoma-Mining-NL-Shareholder-Update-February-19-2024.pdf> and are shown in Figures 9 and 10.

Summary information regarding the geology of both holes is presented in Table 1 and Table 2.



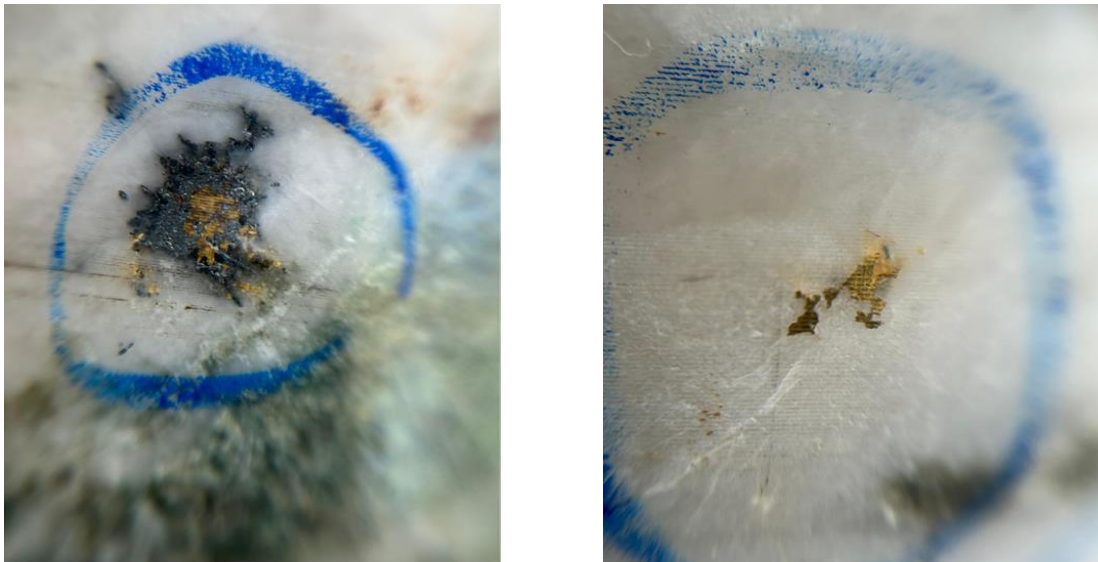
**Figure 7:** Location of visible gold in drill core 24BTDD001



**Figure 8:** Location of visible gold in drill core 24BTDD002



**Figure 9:** Visible gold in 24BTDD002 (circled in blue) associated with galena



**Figure 10:** Close up of visible gold in 24BTDD002. Close association with galena visible (left), free gold (right)

**Table 1:** Geological Description - Diamond drillhole 24BTDD001

Depth From (m)	Depth To (m)	Interval (m)	Geological Description	Interpretation
0.00	43.35	43.35	Weathered komatiitic basalt	Supergene horizon, Hanging wall
43.35	68.00	24.65	Fresh komatiitic basalt	Hanging wall
68.00	84.33	16.33	Fresh komatiitic basalt with minor fracture hosted pyrite	Hanging wall – proximal to main shear
<b>84.33</b>	<b>84.95</b>	<b>0.62</b>	<b>Quartz vein containing visible gold</b>	<b>Potential Mineralisation</b>
<b>84.95</b>	<b>135.56</b>	<b>50.61</b>	<b>Pyritic and strongly quartz veined komatiitic basalt with fuschite-silica-sericite alteration</b>	<b>Main Shear Zone – Potential Mineralisation</b>
135.56	182.7 (EOH)	47.14	Fresh komatiitic basalt with minor pyrite and quartz veining	Foot wall

**Table 2: Geological Description - Diamond drillhole 24BTDD002**

Depth From (m)	Depth To (m)	Interval (m)	Geological Description	Interpretation
0.00	27.54	27.54	Weathered komatiitic basalt	Supergene horizon, Hanging wall
27.54	43.84	16.3	Fresh komatiitic basalt, including narrow mylonitic / sheared zones up to 3m in width	Hanging wall
43.84	67.64	23.8	Fresh komatiitic basalt, with minor pyritic quartz veins and weak / moderate sericite alteration.	Hanging wall – proximal to main shear
<b>67.64</b>	<b>67.79</b>	0.15	<b>Quartz vein containing visible gold</b>	<b>Potential Mineralisation</b>
<b>67.79</b>	<b>76.05</b>	<b>8.26</b>	<b>Fresh komatiitic basalt with abundant quartz veining, and strong sericite-fuchsite-silica alteration. Minor pyrite.</b>	<b>Main Shear Zone – Potential Mineralisation</b>
76.05	102.35	26.3	Fresh komatiitic basalt with minor fuchsite alteration.	Foot wall
102.35	143.21	40.86	Fresh komatiitic basalt.	Foot Wall
<b>143.21</b>	<b>151.34</b>	<b>8.13</b>	<b>Ultramafic / komatiitic basalt with abundant quartz veining</b>	<b>Foot wall – Potential Mineralisation</b>
151.34	182.9 (EOH)	31.56	Fresh komatiitic basalt with minor pyrite and weak silica alteration.	Foot wall

**NOTE:** Visual estimates of mineral occurrences should never be considered a proxy or substitute for laboratory analyses where concentrations or grades are the factor of principal economic interest. Visual estimates also potentially provide no information regarding impurities or deleterious physical properties relevant to valuations. Core processing is underway, with results to be announced as soon as available.

#### **2.4 Pirra Lithium Pty Ltd – Exploration Joint Venture between Haoma Mining, Calidus Resources and SQM Australia**

On October 23, 2023, Haoma shareholders were advised that Haoma had sold a 30% shareholding interest in Pirra Lithium Pty Ltd to SQM Australia Pty Ltd and received \$2.5 million cash as consideration. <https://haoma.com.au/wp-content/uploads/2023/10/Haoma-Mining-NL-Special-Shareholder-Report-October-23-2023.pdf>

At the same time as entering into the Share Sale Agreement, Haoma agreed to sell the lithium rights with respect to additional Haoma Tenements to Pirra Lithium. The additional tenements are located at Haoma's Soansville exploration group and are shown as 'New Project Tenure', situated to the west of Spear Hill in Figure 11 below. The inclusion of the additional tenements increased the total Pirra Lithium Pilbara region exploration portfolio to over 1,411km<sup>2</sup>.

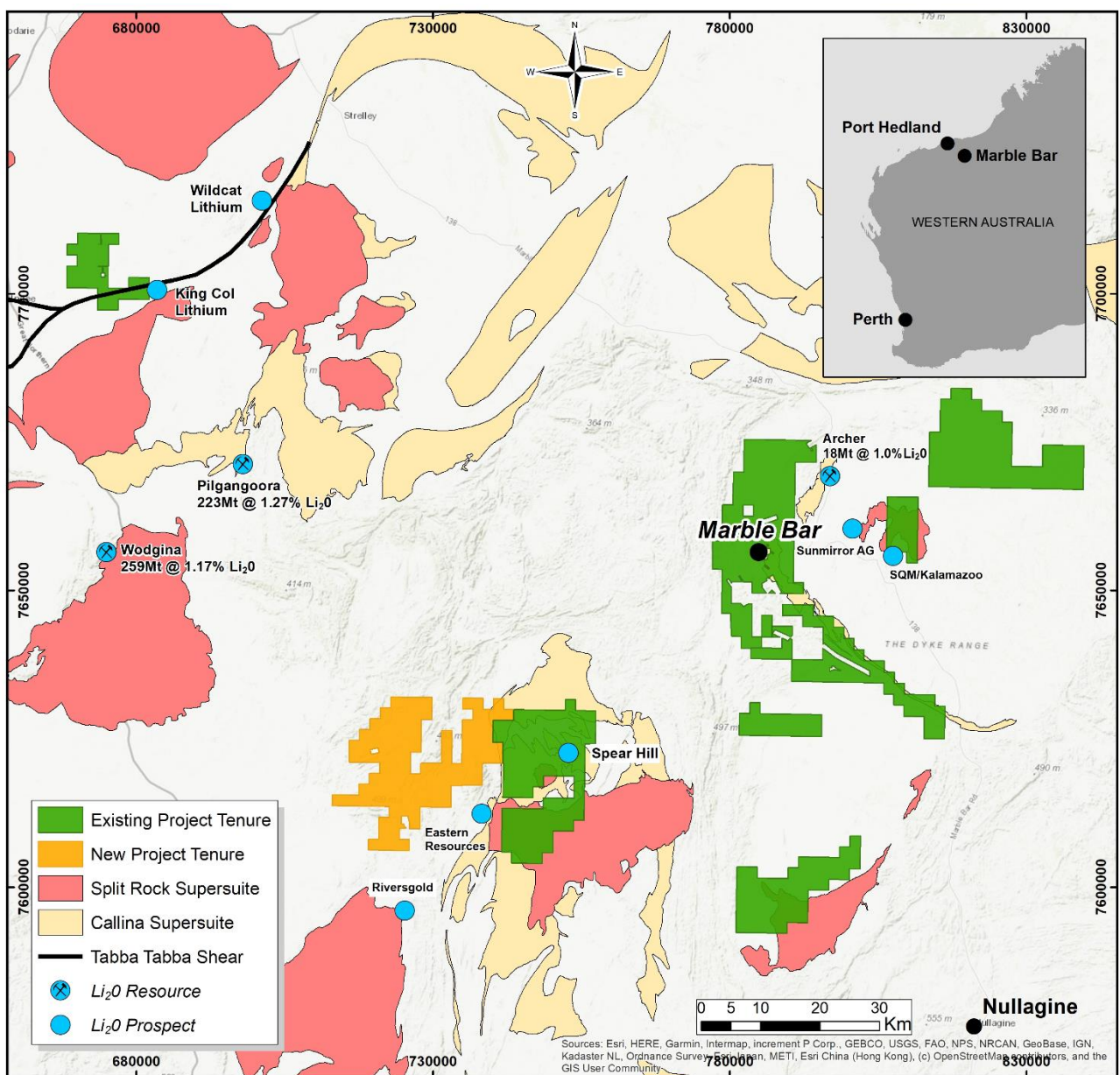
As consideration for the lithium rights in the additional tenements Pirra Lithium committed to:

- spend a minimum \$500,000 exploration expenditure on the Additional Tenements over 18 months and to pay all rents and rates during this period out of this amount; and
- issue 7,500,000 performance rights to Haoma which are convertible into Pirra shares on a 1:1 basis should a JORC Mineral Resource of >20mt @ >1.0% Li<sub>2</sub>O be delineated on the Additional Tenements within 3 years following completion of the Additional Tenements Term Sheet.

Following completion of the share sale between SQM and Haoma, SQM and Calidus committed to fund Pirra exploration activities via issues of Pirra Lithium shares totalling \$5million (SQM \$3million, Calidus \$2million). The final holdings in Pirra Lithium after these transactions is now:

Calidus Resources Ltd	40%.
SQM Australia Pty Ltd	40%
Haoma Mining NL	20%

Haoma’s Directors consider SQM’s investment in Pirra Lithium is a strong endorsement of Pirra and the significant potential of its WA lithium portfolio. It also means that Pirra Lithium is now funded to rapidly progress exploration across all its lithium exploration targets. SQM will assist Pirra’s exploration campaign by being part of a technical committee that will have oversight of the proposed exploration programme and budgets including approximately 8km of the Tappa Tappa shear along strike from Wildcat Resources’ new major lithium discovery.



**Figure 11: Location of Pirra Lithium Pilbara Exploration Tenements. Pirra Lithium holds 100% of the lithium rights in respect of the tenements held by Haoma, all other metals are 100% held by Haoma.**

## 2.5 Hard Rock sales from Elazac Quarry, Cookes Hill (M45/1186)

Haoma's hard rock Elazac Quarry at Cookes Hill (M45/1186) is operated under licence by Brookdale Contracting.

During the Year Ended June 30, 2023 Haoma sold 241,732 tonnes of 'hard rock' to Brookdale Contractors. These sales provided revenue of \$744,452.

In the 9 months to March 31, 2024, Haoma sold 194,457 tonnes of 'hard rock' to Brookdale Contracting, generating revenue of \$572,395.

Sales of Elazac Quarry hard rock is expected to be maintained as infrastructure work in the East Pilbara Region is expected to be ongoing for the foreseeable future.

Revenues for the previous three years and for the current year to date (July 2023 to March 2024) are shown in Table 3.

In 2022 Haoma outlined a deposit of 'hard rock' in the Marble Bar region which could be supplied to Brookdale Contracting.

**Table 3: Sales from Haoma's Elazac Quarry.**

	2021	2022	2023	2024 YTD (9 Months)
July – December	\$306,515	\$957,197	\$298,557	\$360,979
January – June	\$337,121	\$369,650	\$445,895	\$211,416 <sup>(1)</sup>
<b>Total</b>	<b>\$643,636</b>	<b>\$1,326,847</b>	<b>\$744,452</b>	<b>\$572,395</b>

<sup>(1)</sup> 3 months January – March 2024

## 3. Haoma's Activities at Ravenswood, Queensland

### 3.1 Exploration Activities

In Queensland, Haoma's exploration activities in 2023 continued to be significantly limited due to excessive wet conditions causing the delay of bulk parcel trials on ore from Haoma's Ravenswood tenements. The sampling program will now commence in 2024.

### 3.2 Haoma's Top Camp Roadhouse and Caravan Park, Ravenswood, Queensland

During 2023 refurbishment and upgrade work at the **Top Camp Roadhouse and Caravan Park, Ravenswood** was completed.

The retail shop provides an extensive range of services to the local community and visitors to the area.

	2022	2023
Retail sales from roadhouse	579,334	763,449
Accommodation bookings	531,043	359,846
Total revenues	1,113,377	1,123,295
Cost of goods sold	425,325	643,066
Payroll & other cost of sale	444,203	448,246
Repair & maintenance, capital expenditures	511,185	655,399
Total cash costs	1,380,713	1,746,711

The fully refurbished Top Camp accommodation options include two houses, thirteen single and family cabins, six budget units and twenty-four camping sites with combinations of connected power and concrete annex slabs. New infrastructure projects in the Ravenswood district and at the Burdekin Dam have now commenced and are expected to provide ongoing revenue streams for several years. The

increase in retail trade through the roadhouse and via accommodation bookings will support profitable operations at Top Camp.

New diesel and ULP fuel bowsers along with a new point of sale system incorporating control of fuel delivery systems from inside the premises has improved sales reporting and stock management. The shop product display and dining areas have been refreshed and expanded to provide greater convenience for customers.

The **Top Camp ‘park amenities’** have been repaired and refurbished and new facilities (including a swimming pool) added for the benefit of residents. These new additions are driving an increase in tourist visitation to the Ravenswood District and Top Camp has received many favorable online reviews.

Refurbishing of all permanent cabins, houses and ‘unit’ style accommodation is completed and several permanent ‘all weather’ concrete pads were added caravan sites. The wi-fi system has been up-graded with Starlink providing internet access for the entire park. Subject to statutory approvals it is hoped that in the future additional new accommodation can be added.

The ‘future greening’ strategy is ongoing with the tree planting program continuing to provide more shade for visitors.

The back-up generator has ensured that power has always remained available despite numerous power outages from the main grid.

Access roads into and around Top Camp were re-surfaced and have **not** deteriorated despite many significant rain events over the past six months.

The above upgrades and major works have been overseen by Cathy Mew and Mark Farris who in the two and a half years since they took over management of Top Camp have made a major contribution to making Top Camp a popular destination; not only with locals but with contractors visiting the area for work and the travelling caravan community. We thank them for their important commitment to this project.

Haoma shareholders travelling through the ‘district’ are welcome to call in at Top Camp and stay at a 50% discounted ‘cabin’ rate. To book, **please call Cathy Mew on (07) 4770 2168.**



**Figure 12: Aerial view of Haoma’s Top Camp Facility, Ravenswood, Queensland.**





**Figure 13: Top Camp swimming pool, housing accommodation in background.**

#### 4. Acknowledgements

The Directors wish to acknowledge and express their appreciation to all those who during the last year have contributed to the company's activities in the Pilbara and Ravenswood districts. In particular, the Board's thanks go to Mr. Peter Cole, Prof. Peter Scales, Mr. Hugh Morgan and other consultants who have contributed to help **Haoma solve the gold, silver and Platinum Group Metals (PGM) assay problem associated with Pilbara ores; and the extraction of gold, silver, PGM and other metals from Pilbara ores.**

The Board also acknowledges the significant efforts of those personnel working at the remote Pilbara and Ravenswood operations. These people include Tristin Cole, Oisin Carey, Gaynor Bowtell, Caitlin Hardy, Julie Peckham and Ryan Lowery at **Bamboo Creek**, Philip Newcombe at the **Comet Gold Mine** and Tourist Centre, Colin Derrell at the **Normay Gold Mine**, and Cathy Mew and Mark Farris at **Top Camp**, Ravenswood.

**Gary C. Morgan**  
**Chairman**

April 23, 2024



**Figure 14:** Haoma’s Comet Gold Mine Tourist Centre, Conglomerate Formations are on the right.



**Figures 15(a) and 15(b):** Historic Comet Gold Mine Plant



**Figures 16(a) & 16(b): Comet Gold Mine Blackstone Diesel Power Engine**



**Figure 17: Comet Gold Mine Ruston Diesel Power Engine**



**Figure 18: Comet Gold Mine National Diesel Power Engine**



**Figure 19: Bamboo Creek Processing Plant**



**Figure 20: Bamboo Creek Tailings Storage with Bamboo Creek Processing Plant in background**



**Figure 21: Bamboo Creek Plant, Bamboo Creek Valley and Bamboo Creek Range (right) which contains gold mineralisation**

**HAOMA MINING NL**  
**FINANCIAL STATEMENTS & REPORTS**  
**FOR THE YEAR ENDED**  
**JUNE 30, 2023**

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

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# **HAOMA MINING NL AND ITS CONTROLLED ENTITIES**

## **DIRECTORS' REPORT**

The Directors of Haoma Mining NL present their report on the company and its consolidated entities (referred to hereafter as the Group) for the financial year ended June 30, 2023.

### **DIRECTORS**

The following persons held office as Directors from the start of the financial year to the date of this report, unless otherwise stated:

Gary Cordell Morgan (Chairman)  
Michele Levine  
Wilton Timothy Carr Ingram

### **COMPANY SECRETARY**

The following person held the position of Company Secretary at the end of the financial year:

James A. Wallace CA

### **PRINCIPAL ACTIVITIES**

Haoma's continuing principal activities during the financial year were mineral exploration, the analysis of mineral deposits and the advancement of ore processing and extraction technology. There was no significant change in the nature of the principal activities during the year.

### **OPERATING AND FINANCIAL REVIEW**

The Annual Operating and Financial Review should be read in conjunction with the financial statements for the year ended June 30, 2023. During the year Haoma's core operations continued to be focused on mineral exploration and research and development at its primary areas of interest in the Pilbara district of Western Australia and in the Ravenswood district in North Queensland. Test work at Bamboo Creek continued to focus on refining the Elazac Process for assaying and extracting gold, other precious metals and Rare Earths from East Pilbara ores and prospective locations from Haoma's holdings in Queensland.

Haoma's Shareholder Updates have continued to provide shareholders with details of major developments in the company's operations and of the significant gold and other precious metal grades measured in both Bamboo Creek Tailings and Mt Webber ore samples using the Elazac Process. All updates are published on Haoma's website.

#### **Operating Results and Financial Position**

The consolidated loss of the Group for the year ended June 30, 2023 was \$8,003,225. This compares with the loss for the year ended June 30, 2022 of \$3,874,928. The net comprehensive loss for the year attributable to members was \$8,709,014 (2022: loss \$4,145,992). It should be noted that this result is after expensing accrued interest charges of \$3.528 million and writing off \$1.787 million of costs associated with research and test work.

The consolidated Statement of Financial Position at June 30, 2023 shows a deficiency of net assets of \$97,590,723 (2022: deficiency \$89,141,655). As detailed in Note 2(b) to the financial statements, a significant proportion of funding for Haoma's operations is provided by The Roy Morgan Research Centre Pty Ltd, a company owned and controlled by Haoma's Chairman, Gary Morgan. The Independent Auditor's Report on the financial statements includes a 'Material Uncertainty' statement in relation to Going Concern and the potential reliance by Haoma on ongoing financial support provided by The Roy Morgan Research Centre Pty Ltd.

The Roy Morgan Research Centre Pty Ltd has provided an assurance to the Board that it will continue to ensure funds are available to the company to fund operations for a period of at least 12 months from the date of this report.

My family investment company The Roy Morgan Research Centre Pty Ltd, has continued to provide the funding needed for Haoma to conduct its research and development activities. The Haoma financial statements show that the costs incurred over many years have been extensive and greatly exceed revenues generated from activities. At June 30, 2023 this resulted in a reported deficiency in Haoma's net assets approaching \$100 million.

Following the end of the June 30, 2023 financial year, on September 21, 2023 Haoma advised shareholders of a proposed capital raising via a Share Rights Issue to existing shareholders. Shareholders were offered the opportunity to acquire new shares in Haoma on the basis of three new shares for every two shares then held. The issue price of the new shares was 27 cents per share. The share rights offer opened on October 11, 2023 and closed on November 16, 2023.

At the time of announcing the share rights offer shareholders were advised that all entitlements attaching to shareholdings held by the Morgan family interests would be assigned to and fully taken up by The Roy Morgan Research Centre Pty Ltd. The consideration due for the new shares was paid from Haoma's debt owed to The Roy Morgan Research Centre Pty Ltd as of June 30, 2023 and amounted to a total consideration of \$51.75 million for 191,646,517 shares.



## **HAOMA MINING NL AND ITS CONTROLLED ENTITIES**

### **DIRECTORS' REPORT**

In conjunction with the announcement of the rights issue, shareholders were further advised that to the extent that the debt due to The Roy Morgan Research Centre would be applied to the rights issue, interest calculated but not paid on the debt as of June 30, 2023 would be extinguished.

The combined financial effect of these initiatives has been to remove \$94.8 million of debt from Haoma's balance sheet in the 2024 financial year. Haoma's 2023/24 revenue forecast is approximately \$11 million and an estimated profit after all costs, of \$4 million.

Following completion of the share rights offer in November 2023, there is an additional 107 million unsubscribed shares available for placement with a suitable investor. Haoma's Directors have approved an allocation of up to 10 million of those shares as performance rights incentives issued at 27 cents per share to be allocated to employees and contractors who contribute to and continue to be involved with Haoma until June 30, 2026.

#### **Future Developments, Prospects and Business Strategies**

Haoma's test work program in relation to the Elazac Process and how it may be commercially exploited in relation to various Pilbara ores is ongoing.

Haoma provides information in relation to developments and future direction of operations via Activities Updates that are periodically sent to shareholders and other interested persons. The Activities Updates are published on the company website at [www.haoma.com.au](http://www.haoma.com.au) which also contains copies of all previous updates.

#### **DIVIDENDS**

No dividends have been paid or declared during or since the end of the financial year.

#### **SIGNIFICANT CHANGES IN STATE OF AFFAIRS**

Apart from matters already described above, there were no significant changes in the state of affairs of Haoma during the year to June 30, 2023.

#### **EVENTS SUBSEQUENT TO THE REPORTING DATE**

Apart from matters already described above there have been no material or significant events subsequent to the Reporting Date that require additional disclosure.

#### **ENVIRONMENTAL ISSUES**

The gold mining, exploration and mining development activities of Haoma Mining NL are subject to significant environmental regulation. Environmental legislation under which the company conducts its activities is principally Australian State Government legislation and includes in Western Australia the *Mining Act 1978* (WA), the *Environmental Protection Act 1986* (WA) and the *Aboriginal Heritage Act 1980* (WA); and in Queensland the *Mineral Resources Act 1989* (Qld) and the *Environmental Protection Act 1994* (Qld).

The company has complied with environmental protection and rehabilitation requirements and has management and reporting systems for all the areas in which it has interests. Regular reviews are conducted about environmental compliance matters. The environmental impact of the operation of the company's processing plants at Normay and at Bamboo Creek, Western Australia is subject to continuous assessment. There were no significant matters regarding environmental control or management that arose during the year. The company will continue to monitor its performance in relation to the environment. That process will include the ongoing assessment of the environmental impact of each of the company's operations and the development of additional reporting and communications systems to ensure compliance and identify items for specific action.

#### **ACKNOWLEDGEMENTS**

The Directors wish to acknowledge and express their appreciation to all those who during the last year have contributed to the company's activities in the Pilbara and Ravenswood districts. In particular, the Board's thanks go to Mr. Peter Cole, Prof. Peter Scales, Mr. Hugh Morgan and other consultants who have contributed to help Haoma solve the gold, silver and Platinum Group Metals (PGM) assay problem associated with Pilbara ores; and the extraction of gold, silver, PGM and other metals from Pilbara ores.

The Board also acknowledges the significant efforts of those personnel working at the remote Pilbara and Ravenswood operations. These people include Tristin Cole, Oisín Carey, Gaynor Bowtell, Caitlin Hardy, Julie Peckham and Ryan Lowery at Bamboo Creek, Philip Newcombe at the Comet Gold Mine and Tourist Centre, Colin Derrell at the Normay Gold Mine, and Cathy Mew and Mark Farris at Top Camp, Ravenswood..

## **HAOMA MINING NL AND ITS CONTROLLED ENTITIES**

### **DIRECTORS' REPORT**

#### **INFORMATION ABOUT DIRECTORS AND OFFICERS**

Gary Cordell MORGAN, B.Comm

Appointment Date:

Experience:

Interest in Shares and Options:

Directorships held in other listed entities:

Special Responsibilities:

Michele LEVINE, B.Sc (Hons), Env. St

Appointment Date:

Experience:

Directorships held in other listed entities:

Interest in Shares and Options:

Special Responsibilities:

Wilton Timothy Carr INGRAM

Appointment Date:

Experience:

Directorships held in other listed entities:

Interest in Shares and Options:

Special Responsibilities:

James WALLACE B.Ec, CA

Appointment Date:

Experience:

Directorships held in other listed entities:

Interest in Shares and Options:

Special Responsibilities:

Chairman

May 10, 1991

Executive Chairman of Roy Morgan Research Ltd and is a member of several research and marketing organisations.

Indirect and beneficial interest in 128,182,961 Haoma Mining shares via directorships and interests in Leaveland Pty Ltd and Elazac Pty Ltd.

Holds no interest in any options to acquire shares.

Nil

Audit Committee

Non-Executive Director

August 8, 1994

Director and CEO of Roy Morgan Research Ltd.

Nil

Indirect and beneficial interest in 3,150,000 Haoma Mining shares via interest in the Levine Family Trust. Direct interest in 16,194 shares.

Total interests: 3,166,194 shares

Nil

Non-Executive Director

November 10, 2015

Mr Ingram has operated his own businesses in Australia and Hong Kong engaged in various fields including finance, corporate advice and marketing.

Mr Ingram has extensive skills in planning, communication and business development analysis to complement his broad base financial skills.

Nil

Indirect interest in 200,000 Haoma Mining shares via shareholding and directorships in Loftus Group Ltd.

Total interests: 200,000 shares.

Nil

Company Secretary

November 21, 1997

Chartered Accountant and Commercial Manager.

Nil

Direct interest in 21,000 shares. Indirect interest in 100,000 Haoma Mining shares.

Audit Committee Secretary

No Director, during or since the end of the financial year, has received or become entitled to receive a benefit by reason of a contract made by the Company or a related body corporate with the Director or with a firm of which he is a member, or with an entity in which he has a substantial financial interest other than as shown in Note 21 (Related Party Information) to the financial statements.

# **HAOMA MINING NL AND ITS CONTROLLED ENTITIES**

## **DIRECTORS' REPORT**

### **DIRECTORS' MEETINGS**

During the financial year there were three full meetings of the Board of Directors and one meeting of the Audit Committee. The number of meetings attended by each of the Directors is:

	<b>Full meetings of Directors</b>	<b>Meetings of Audit Committee</b>
<b>Number of meetings held:</b>	4	2
<b>Number of meetings attended by:</b>		
Mr. G C Morgan	4	2
Ms. M Levine	4	-
Mr. T Ingram	4	-

The Board of Directors' comprises 3 persons each of whom are in regular contact with each other and meet informally approximately once per week. The Board is in daily contact by telephone and email communication. These regular and efficient forms of contact enable each of the Directors to keep abreast of company business and to ensure informed and timely decisions are reached. Where urgent matters arise that require formal adoption of resolutions by the Board, circulated resolutions are executed to effect decisions.

### **INDEMNIFICATION OF OFFICERS AND AUDITORS**

The Company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the Company or related body corporate:

- indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability for the costs or expenses to defend legal proceedings.

### **PROCEEDINGS ON BEHALF OF ENTITY**

No person has applied for leave of Court to bring proceedings on behalf of the company or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

### **AUDITORS INDEPENDENCE DECLARATION**

The auditor's independence declaration as required under section 307C of the Corporations Act 2001 is included at page 5.

### **NON-AUDIT SERVICES**

There were no non-audit services provided by the auditor or by another person or firm on the auditor's behalf during the financial year.

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



**Gary C. Morgan**  
**Chairman**

Melbourne,  
April 23, 2024

**HAOMA MINING NL AND ITS CONTROLLED ENTITIES**

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED JUNE 30, 2023

	Note	CONSOLIDATED	
		2023	2022
		\$	\$
<b>Continuing Operations</b>			
Top Camp Retail Operations.....		1,123,295	1,110,377
Comet Mine Retail Operations.....		7,175	6,985
Elazac Quarry Sales .....		744,451	1,326,847
<b>Revenue</b> .....		<b>1,874,921</b>	<b>2,444,209</b>
Cost of sales and operations.....	3(a)	(1,934,510)	(1,271,705)
Test work and plant configuration expenditure .....		(1,949,379)	(2,257,175)
Exploration and tenement costs expensed .....		(1,163,409)	(960,767)
Administration and compliance expense .....	3(b)	(472,564)	(527,763)
Finance costs .....	3(c)	(3,547,244)	(937,583)
Depreciation and amortisation costs .....	3(d)	(212,453)	(171,062)
Movement in Rehabilitation Provision.....	16	(412,276)	(76,912)
<b>Loss before income tax</b> .....		<b>(7,816,914)</b>	<b>(3,758,758)</b>
Income tax expense .....	4	(186,311)	(116,170)
<b>Loss for the year after tax</b> .....		<b>(8,003,225)</b>	<b>(3,874,928)</b>
<b>Loss for the year</b> .....		<b>(8,003,225)</b>	<b>(3,874,928)</b>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Gain /(Loss) on revaluation of financial assets, net of tax .....		(705,789)	(271,064)
<b>Total comprehensive loss for the year attributable to members of Haoma Mining NL, net of tax</b> .....		<b>(8,709,014)</b>	<b>(4,145,992)</b>
<b>Earnings per share (cents per share)</b>			
- Basic loss per share for the year attributable to ordinary equity holders of the parent .....	5	(4.00)	(1.94)
- Diluted loss per share for the year attributable to ordinary equity holders of the parent .....	5	(4.00)	(1.94)

HAOMA MINING NL AND ITS CONTROLLED ENTITIES

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

AS AT JUNE 30, 2023

		CONSOLIDATED	
	Note	2023 \$	2022 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents .....	7	49,748	47,486
Trade and other receivables .....	8	269,725	181,116
Inventories .....	9	336,377	308,400
<b>Total Current Assets</b> .....		<b>655,850</b>	<b>537,002</b>
<b>Non-current Assets</b>			
Other financial assets .....	10	248,415	869,451
Property, plant and equipment .....	12	1,507,626	1,072,646
Exploration and evaluation .....	13	5,204,650	5,204,650
Other Assets .....		115,658	115,658
<b>Total Non-Current Assets</b> .....		<b>7,076,348</b>	<b>7,262,405</b>
<b>TOTAL ASSETS</b> .....		<b>7,732,198</b>	<b>7,799,407</b>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and other payables .....	14	2,467,977	2,038,822
Interest bearing loans and borrowings .....	15	96,010,653	88,461,630
Provisions .....	16	230,748	239,341
<b>Total Current Liabilities</b> .....		<b>98,709,378</b>	<b>90,739,793</b>
<b>Non-Current Liabilities</b>			
Provisions .....	16	6,613,543	6,201,267
<b>Total Non-Current Liabilities</b> .....		<b>6,613,543</b>	<b>6,201,267</b>
<b>TOTAL LIABILITIES</b> .....		<b>105,322,921</b>	<b>96,941,061</b>
<b>NET LIABILITIES</b> .....		<b>(97,590,723)</b>	<b>(89,141,655)</b>
<b>EQUITY</b>			
Contributed equity .....	17	63,955,708	63,966,826
Financial assets fair value reserve.....	17	(705,789)	(271,064)
Accumulated losses .....		(160,840,642)	(152,837,417)
<b>TOTAL SHAREHOLDERS'</b>			
<b>EQUITY DEFICIENCY</b> .....		<b>(97,590,723)</b>	<b>(89,141,655)</b>

HAOMA MINING NL AND ITS CONTROLLED ENTITIES

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

FOR THE YEAR ENDED JUNE 30, 2023

CONSOLIDATED	Share Capital	Financial Assets Fair Value Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
<b>Balance at July 1, 2021</b>	63,970,546	-	(148,962,489)	(84,991,943)
Loss after income tax for the year .....	-	-	(3,874,928)	(3,874,928)
Other comprehensive income for the year, net of tax.....				
Revaluation of investment.....	-	(271,064)	-	(271,064)
<i>Total comprehensive income for the year .....</i>	<i>-</i>	<i>(271,064)</i>	<i>(3,874,928)</i>	<i>(4,145,992)</i>
Transactions with owners in their capacity as owners				
Share Capital Buy-back.....	(3,720)	-	-	(3,720)
<i>Total transactions with owners in their capacity as owners, for the year</i>	<i>(3,720)</i>	<i>-</i>	<i>-</i>	<i>(3,720)</i>
<b>Balance at June 30, 2022.....</b>	<b>63,966,826</b>	<b>(271,064)</b>	<b>(152,837,417)</b>	<b>(89,141,655)</b>
<b>Balance at July 1, 2022</b>	63,966,826	(271,064)	(152,837,417)	(89,141,655)
Loss after income tax for the year .....	-	-	(8,003,225)	(8,003,225)
Other comprehensive income for the year, net of tax.....				
Revaluation of investment.....	-	(434,725)	-	(434,725)
<i>Total comprehensive income for the year .....</i>	<i>-</i>	<i>(434,725)</i>	<i>(8,003,225)</i>	<i>(8,437,950)</i>
Transactions with owners in their capacity as owners				
Share Capital Buy-back.....	(11,118)	-	-	(11,118)
<i>Total transactions with owners in their capacity as owners, for the year</i>	<i>(11,118)</i>	<i>-</i>	<i>-</i>	<i>(11,118)</i>
<b>Balance at June 30, 2023.....</b>	<b>63,955,708</b>	<b>(705,789)</b>	<b>(160,840,642)</b>	<b>(97,590,723)</b>

HAOMA MINING NL AND ITS CONTROLLED ENTITIES

**CONSOLIDATED STATEMENT OF CASH FLOWS**

FOR THE YEAR ENDED JUNE 30, 2023

	Note	CONSOLIDATED	
		2023	2022
		\$	\$
<b>Cash flows from operating activities</b>			
Receipts from customers .....		1,788,553	2,440,239
Payments to suppliers and employees .....		(2,477,400)	(2,143,203)
Exploration and development expenditure .....		(2,652,120)	(2,780,465)
Interest paid .....		(18,900)	(13,759)
<b>Net cash used in operating activities.....</b>	7(b)	<b>(3,359,867)</b>	<b>(2,497,188)</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment .....		(647,433)	(622,620)
Deposit for Restricted Cash.....		-	(18,150)
<b>Net cash used in investing activities .....</b>		<b>(647,433)</b>	<b>(640,770)</b>
<b>Cash flows from financing activities</b>			
Net movement in Loan funding from related parties .....		4,020,680	3,179,468
Payments to Shareholders - Haoma capital shares buy back .....		(11,118)	(3,720)
<b>Net cash provided by financing activities .....</b>		<b>4,009,562</b>	<b>3,175,748</b>
Net increase/(decrease) in cash held .....		2,262	37,791
Cash and cash equivalents at the beginning of the financial year .....		47,486	9,695
<b>Cash and cash equivalents at the end of the financial year .....</b>	7(a)	<b>49,748</b>	<b>47,486</b>

*The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.*



# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### 1 CORPORATE INFORMATION

The financial report of Haoma Mining NL for the year ended June 30, 2023 was authorised for issue in accordance with a resolution of the Directors on April 19, 2024.

Haoma Mining is an unlisted public company, incorporated and domiciled in Australia. The company's registered office is Tonic House, 386 Flinders Lane, Melbourne. The principal activities of the Group during the financial year were mineral exploration, the analysis of mineral deposits and the advancement of ore processing and extraction technology.

### 2 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

#### (a) Basis of Preparation

The financial report is a general purpose financial report of a for profit entity which has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standards and Interpretations.

The financial report has been prepared on a historical cost basis, except for available-for-sale assets, which have been measured at fair value and provisions which have been carried at fair value. The financial report is presented in Australian dollars.

#### (b) Going Concern

The Consolidated Group produced a net loss of \$8,003,225 (2022: \$3,874,928) for the year ended 30 June 2023, had net current liabilities of \$98,053,528 (2022: \$90,202,791), had negative shareholder's equity of \$97,590,723 (2022: \$89,141,655) and had negative cash flows from operating activities of \$3,359,867 (2022: \$2,497,188). The ability of the entity to continue as a going concern is dependent on the ongoing financial support from related parties, which indicates a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern.

To support the ongoing operations of the Group, The Roy Morgan Research Centre Pty Ltd (a company owned and controlled by Haoma's Chairman and majority shareholder, Mr. Gary Morgan) has provided an undertaking that it will make funds available to the consolidated entity to ensure that there is no shortfall of funding required for operations for a period of at least 12 months from the date of this report.

At June 30, 2023 the total debt owing in respect of funds provided to Haoma by related parties was \$52,949,335 (2022: \$48,928,655) along with accrued interest of \$43,061,319 (2022: \$39,532,975). The related parties have all confirmed that payment of monies owed by Haoma will not be required until such time as Haoma's Board of Directors determine that the company is able to commence repayments without adverse financial consequences to the consolidated entity. The Board of Directors is therefore satisfied that the going concern assumption is the appropriate basis for preparation of the financial report.

For the reasons detailed above, the financial statements have been prepared on the basis that the consolidated entity is a going concern, which contemplates the continuity of normal business activities and the realisation of assets and the discharge of liabilities in the normal course of business at the amounts stated in the financial statements.

If the consolidated entity is unable to continue as a going concern it may be required to realise its assets and discharge its liabilities other than in the normal course of business and at amounts different to those stated in the financial report. The report does not include any adjustments relating to the recoverability and classification of recorded asset carrying amounts or the amounts and classification of liabilities that might result should the consolidated entity be unable to continue as a going concern and meet its debts as and when they become due and payable.

#### (c) Statement of Compliance

The financial report of Haoma complies with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board.

In the current year, the consolidated group has adopted all the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for the current annual reporting period. Details of the impact of those changes are set out in the individual accounting policy notes.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### **2** STATEMENT OF ACCOUNTING POLICIES (continued)

#### **New, revised or amending Accounting Standards and Interpretations adopted**

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

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

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

#### **New Accounting Standards and Interpretations not yet mandatory or early adopted**

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2023. The consolidated entity's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the consolidated entity, are set out below.

#### **Conceptual Framework for Financial Reporting (Conceptual Framework)**

The revised Conceptual Framework is applicable to annual reporting periods beginning on or after 1 January 2020 and early adoption is permitted. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards. Where the consolidated entity has relied on the existing framework in determining its accounting policies for transactions, events or conditions that are not otherwise dealt with under the Australian Accounting Standards, the consolidated entity may need to review such policies under the revised framework. At this time, the application of the Conceptual Framework is not expected to have a material impact on the consolidated entity's financial statements.

#### **(d) Principles of Consolidation**

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of the Company as at 30 June 2023 and the results of all subsidiaries for the year then ended.

Subsidiaries are all those entities (including special purpose entities) over which the consolidated entity has control. The consolidated entity controls an entity when the consolidated entity is exposed to, or has rights to, variable returns from its involvement with the entity and can affect those returns through its power to direct the activities of the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases. They are de-consolidated from the date that control ceases. Controlled entities are detailed in Note 11.

In preparing the financial statements, the financial impact of all inter-company balances and transactions between entities in the Consolidated group during the year have been eliminated. Accounting policies of subsidiaries are consistent with the parent.

#### **(e) Significant judgements, estimates and assumptions used in applying accounting policies**

##### *Significant accounting judgements*

In the process of applying the Group's accounting policies, management has made the following judgements and estimations, which were they to change, would have the most significant effect on the amounts recognised in the financial statements in future years:

##### **Exploration and Mining Lease Commitments**

The Group holds various exploration and mining lease permits over areas of interest in Western Australia and Queensland. Annual minimum expenditure requirements exist to retain the exclusive right to explore and mine on these leases. In several cases, leases are located adjacent to or near each other and activities often overlap several leases. With the approval of the relevant State Government Departments, certain expenditures which are known to be applicable to a broad area covering a number of leases are aggregated and applied to the affected leases using allocation estimates. The decision as to which leases should be aggregated for this purpose requires an exercise of judgement.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**2 STATEMENT OF ACCOUNTING POLICIES (continued)**

**Exploration and evaluation costs**

Exploration and evaluation costs have been capitalised on the basis that the consolidated entity will commence commercial production in the future, from which time the costs will be amortised in proportion to the depletion of the mineral resources. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating overheads between those that are expensed and capitalised. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production at the mine include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices. To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made.

**Impairment of non-financial assets other than goodwill and other indefinite life intangible assets**

The consolidated entity assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the consolidated entity and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate several key estimates and assumptions.

The expected future cash flows used to determine the value-in-use of these assets are inherently uncertain and could materially change over time. They are significantly affected by several factors including reserves and production estimates, together with economic factors such as metal spot prices, discount rates, estimates of costs to produce reserves and future capital expenditure. It is reasonably possible that the underlying assumptions may change which may then impact the estimated life of mine determinant and may then require a material adjustment to the carrying value of mining plant and equipment, mining infrastructure and mining development assets.

**Rehabilitation Provision**

A provision has been made for the present value of anticipated costs for future rehabilitation of land explored or mined. The consolidated entity's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. The consolidated entity recognises management's best estimate for assets retirement obligations and site rehabilitations in the period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of this provision.

**(f) Revenue Recognition**

When in production, the Group's primary source of revenue is from the sale of precious metals, specifically gold and silver. Revenue is recognised at a point of time when performance obligations are satisfied; generally when the customer claims control of promised goods or services. Revenue from the sale of precious metal is therefore recognised upon supply of refined metal to the customer or on delivery against forward sale contracts. Other sources of revenue are recognised on the following basis:

Interest is recognised as it accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate.

The Group operates retail outlets at Comet Mine Tourist Centre at Marble Bar WA and at its Top Camp facility at Ravenswood, Queensland. Revenue from retail operations is recognised when the performance obligation has been satisfied, generally at the point of sale.

Revenue from the provision of consulting services is recognised upon the delivery of the service to the customer.

Haoma has negotiated royalty contracts with companies for materials mined from Haoma's tenements. Revenue is recognised upon confirmation that a royalty entitlement has been earned in accordance with the royalty agreement.

Revenue earned under 'Right to Mine' Agreements in respect to Group tenements is first applied against capitalised exploration costs in respect to those tenements. Revenue more than capitalised exploration is taken direct to income.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### **2** STATEMENT OF ACCOUNTING POLICIES (continued)

Revenue gains or losses from the sale of exploration and mining assets are recognised upon completion.

Government grants relating to costs are deferred and recognised on profit or loss over the period necessary to match them with the costs that they are intended to compensate.

All revenue is stated net of goods and services tax (GST).

#### **(g) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authority, are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

#### **(h) Impairment of assets**

At each reporting date the Group assesses whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Group makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of its fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets and the asset's value in use cannot be estimated to be close to its fair value. In such cases the asset is tested for impairment as part of the cash generating unit to which it belongs. When the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset or cash-generating unit is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Impairment losses relating to continuing operations are recognised in those expense categories consistent with the function of the impaired asset unless the asset is carried at the revalued amount (in which case the impairment loss is treated as a revaluation decrease).

An assessment is also made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the recoverable amount is estimated. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in profit or loss unless the asset is carried at revalued amount, in which case the reversal is treated as a revaluation increase. After such a reversal the depreciation charge is adjusted in future periods to allocate the asset's revised carrying amount, less any residual value, on a systematic basis over its remaining useful life.

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### **2** STATEMENT OF ACCOUNTING POLICIES (continued)

#### (i) **Income Tax**

Haoma Mining NL and its wholly-owned Australian subsidiaries formed an income tax consolidated group on July 1, 2003. Haoma Mining NL is responsible for recognising the current and deferred tax assets and liabilities for the consolidated tax group. The consolidated tax group has entered a tax sharing agreement whereby each group company contributes to income tax payable in proportion to the net result before tax of the consolidated tax group.

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to taxation authorities. The tax rates and tax laws used to calculate taxation assets and liabilities are those that applied at year end reporting date.

At the reporting date, deferred income tax is provided on all temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred income tax liabilities are recognised for all taxable temporary differences except when:

- the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, does not affect either accounting profit or taxable income; or
- the taxable temporary difference is associated with investments in subsidiaries, associates or interests in joint ventures and the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax assets are recognised for all deductible temporary differences, carry forward unused tax assets and unused tax losses, to the extent that it is probable that future taxable profits will be available to utilise the benefit of those deductible temporary differences, carry forward tax credits and tax losses, except when:

- the deferred income tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, does not affect either accounting profit or taxable income; or
- the deductible temporary difference is associated with investments in subsidiaries, associates or interests in joint ventures, in which case a deferred tax asset is only recognised to the extent that it is probable that taxable income will be generated in the foreseeable future against which the temporary difference will reverse.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable income will be available to utilise the deferred tax asset. Unrecognised deferred income tax assets are reassessed each reporting date and are recognised to the extent that it has become probable that future taxable income will allow the deferred tax asset to be recovered.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, using tax rates that have been enacted or substantively enacted at the reporting date.

Income taxes relating to items recognised directly in equity are recognised in equity and not in profit or loss.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and liabilities relate to the same taxable entity and taxation authority.

#### (j) **Borrowing Costs**

Borrowing costs incurred for the construction of any qualifying asset are capitalised during the period that is required to complete and prepare the asset for its intended use or sale. Other borrowing costs are recognised as an expense in the period in which they are incurred.

#### (k) **Cash and cash equivalents**

For the purposes of the Consolidated statement of cash flows, cash and cash equivalents includes:

- cash at bank, cash on hand and at call deposits with banks or financial institutions, net of bank overdrafts; and
- investment in money market instruments with less than 14 days to maturity.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**2**

**STATEMENT OF ACCOUNTING POLICIES (continued)**

**(l) Inventories**

Inventories are measured and valued as follows:

- Purchased consumables and materials are counted and valued at the lower of cost and net realisable value,
- Inventories of Run of Mine ore stockpiles, work in process, heap leach material and gold bullion are physically measured or estimated and are valued at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business, less estimated further costs of production and the estimated costs of selling.

**(m) Trade and other receivables**

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The consolidated entity has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses..

**(n) Investments and other financial assets**

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the consolidated entity has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial assets at fair value through profit or loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income include equity investments which the consolidated entity intends to hold for the foreseeable future and has irrevocably elected to classify them as such upon initial recognition.

Impairment of financial assets

The consolidated entity recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the consolidated entity's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**2 STATEMENT OF ACCOUNTING POLICIES (continued)**

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

**(o) Property, plant and equipment**

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and any impairment in value.

**Plant and equipment**

Plant and equipment is shown at cost less accumulated depreciation and any accumulated impairment losses. Cost includes the cost of replacement parts that are eligible for capitalisation. The subsequent carrying amount of plant and equipment is reviewed annually at financial year end by Directors to ensure it is not more than the recoverable amount of these assets. Recoverable amount is the greater of fair value less costs to sell and value in use determined by discounted net cash flows.

The cost of fixed assets constructed within the Group includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

**Depreciation**

All fixed assets including building and capitalised leased assets, but excluding freehold land, are depreciated on a straight line basis over their estimated useful lives to the economic entity commencing from the time the asset is held ready for use. Properties held for investment purposes are not subject to depreciation. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The default depreciation rates used where specific useful life estimates are not available for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Plant and equipment	4-25%

**(p) Exploration and development expenditure**

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of exploration interest. These costs are 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 which permits reasonable assessment of the existence of economically recoverable reserves.

The Directors have determined in which instances it is appropriate to capitalise or expense costs spent on these areas in the year to June 30, 2023.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to rate of depletion of the economically recoverable reserves.

**(q) Interest in Joint Ventures**

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Investments in joint ventures are accounted for using the equity method. Under the equity method, the share of the profits or losses of the joint venture is recognised in profit or loss and the share of the movements in equity is recognised in other comprehensive income.

Investments in joint ventures are carried in the statement of financial position at cost plus post-acquisition changes in the consolidated entity's share of net assets of the joint venture. Goodwill relating to the joint venture is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment. Income earned from joint venture entities reduce the carrying amount of the investment.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**2 STATEMENT OF ACCOUNTING POLICIES (continued)**

**(r) Trade and other payables**

Trade payables and other payables are carried at amortised costs and represent liabilities for goods and services provided to the Group prior to the end of the financial year that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services.

**(s) Employee Leave Benefits and Entitlements**

Provision is made for the expected future liability for employee benefits and entitlements arising from services rendered by employees to the reporting date. A current liability is recognised in respect of benefits and entitlements expected to be paid within one year and a non-current liability is recognised for benefits and entitlements expected to be paid later than one year.

Employee benefits together with entitlements arising in respect of wages and salaries, long service leave, annual leave and sick leave that are expected to be settled within one year are measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

Long service leave and other entitlements expected to be payable later than one year are measured at the present value of the estimated future cash flows to be made for those benefits. In determining the extent of liability, consideration is given to expected future salary and wage levels, related on costs, experience of employee retention and expired periods of service.

Liabilities for employer superannuation contributions are expensed when incurred.

**(t) Provisions**

Provisions are recognised when the Group has a present obligation because of a past event and it is probable that an outflow of economic resources will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

**Provision for Rehabilitation Costs**

Rehabilitation costs are costs that are expected to be incurred because of the Group undertaking its exploration and mining activities. Ground disturbance and other works that impact upon topography, environment and habitat may occur to varying degrees during exploration, evaluation, development, construction or production phases of the Group's activities.

As a consequence, there is a need for restoration work to be carried out either progressively or upon the abandonment of activity in an area of interest. The provision is measured as the present value of the future expenditure. On an ongoing basis, the rehabilitation liability will be re-measured in line with the changes in the time value of money (recognised as an expense in the profit or loss and an increase in the provision).

In determining the restoration obligations, the entity assumes no significant changes will occur in relevant Federal and State legislation in relation to restoration of disturbed areas.

**(u) Interest bearing loans and borrowings**

All loans and borrowings are initially recognised at the fair value of the consideration received less directly attributable transaction costs. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised. Interest on loans and borrowings is recognised as an expense as it accrues.





# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### CONSOLIDATED

2023  
\$

2022  
\$

#### 4 INCOME TAX

The amount provided in respect of income tax differs from the prima facie benefit on operating loss. The difference is reconciled as follows:

Operating loss before income tax .....	<u>(7,816,914)</u>	<u>(3,758,758)</u>
Prima facie income tax (benefit) calculated at 30%		
Economic entity .....	<u>(2,345,074)</u>	<u>(1,127,628)</u>
Tax effect of temporary differences:		
Deferred tax assets not recognised .....	<u>2,158,763</u>	<u>1,011,458</u>
Income tax expense .....	<u>(186,311)</u>	<u>(116,170)</u>
Net deferred tax assets which have not been brought to account comprise:		
Income tax losses and timing differences .....	<u>16,844,264</u>	<u>15,719,417</u>
Deferred income tax liability .....	<u>(1,561,395)</u>	<u>(1,561,395)</u>
	<u>15,282,868</u>	<u>14,158,022</u>

Deferred tax liabilities from exploration and evaluation assets of \$5,204,650 at 30% (2021: \$5,204,650 at 30%) that have arisen during normal operations have been offset against unutilised deferred tax assets and as such have not been shown separately.

This benefit for tax losses will only be obtained if:

- the consolidated entity derives future assessable income of a nature and an amount sufficient to enable the benefit from the deductions for the losses to be realised;
- the consolidated entity continues to comply with the conditions for deductibility imposed by Law; and
- no changes in tax legislation adversely affect the ability of the consolidated entity to realise these benefits.

#### 5 EARNINGS PER SHARE

Net loss attributable to ordinary equity holders or the parent from continuing operations .....	<u>(8,003,225)</u>	<u>(3,874,928)</u>
Weighted average number of ordinary shares for basic earnings per share .....	<u>199,922,916</u>	<u>199,966,904</u>
Weighted average number of ordinary shares adjusted for the effect of dilution.....	<u>199,922,916</u>	<u>199,966,904</u>

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of completion of these financial statements.

Basic earnings per share (cents per share) .....	<u>(4.00)</u>	<u>(1.94)</u>
Diluted earnings per share (cents per share) .....	<u>(4.00)</u>	<u>(1.94)</u>

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### CONSOLIDATED

2023                      2022  
\$                              \$

## 6 DIVIDENDS PAID AND PROPOSED

There were no dividends provided for or paid during the financial year.

### Franking credit balance

The amount of franking credits available for the financial year are:

Franking account balance at July 1 .....	685,523	685,523
Other movements .....	-	-
<b>Franking account balance at June 30 .....</b>	<b>685,523</b>	<b>685,523</b>

## 7 CASH AND CASH EQUIVALENTS

(Current)

### (a) Reconciliation to Statement of Cash Flows

Cash at the end of the financial year as shown in the Statement of Cash Flows reconciled to items in the Statement of Financial Position as follows

Cash and cash equivalents .....	49,748	47,486
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Cash at bank earns interest at floating rates based on daily bank deposit rates.

### (b) Reconciliation of net loss after tax to cash flows from operations

Loss after income tax .....	(8,003,225)	(3,874,928)
Depreciation and amortisation expense .....	212,453	171,062
Income tax expense .....	186,311	116,170
Accrued interest - director related entity .....	3,528,344	923,824
<i>Changes in assets and liabilities:</i>		
Decrease in trade debtors and other receivables .....	(86,368)	(3,970)
Decrease in prepayments .....	(2,241)	(65)
Decrease in inventories .....	(27,978)	(67,829)
(Decrease) in trade creditors and other creditors .....	429,155	144,686
Increase in provisions .....	403,683	93,863
<b>Net cash used in operating activities .....</b>	<b>(3,359,866)</b>	<b>(2,497,187)</b>

## 8 TRADE AND OTHER RECEIVABLES

(Current)

Trade and other receivables .....	256,319	169,951
Prepayments .....	13,406	11,165
	<b>269,725</b>	<b>181,116</b>

Trade and other receivables are non-interest bearing. Due to the short term nature of trade receivables amounts, the carrying value is assumed to approximate fair value. The average credit period on trade receivables is generally 30 day terms and no interest is charged on balances past due. The Group has a history of full collection of trade receivable amounts and having considered the current outstanding amount is satisfied no provision for impairment loss is required. Prepayments represent annual insurance premiums paid in advance with the benefit period extending beyond reporting date. Refer to note 21 for further information on financial instruments.

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### CONSOLIDATED

2023  
\$

2022  
\$

## 9 INVENTORIES

(Current)

Stores of consumables and spare parts .....	<u>336,377</u>	<u>308,400</u>
	<u>336,377</u>	<u>308,400</u>

## 10 OTHER FINANCIAL ASSETS

Current - Equity Investments at Fair Value through other comprehensive income

Shares in Calidus Resources.....	<u>248,415</u>	<u>869,451</u>
	<u>248,415</u>	<u>869,451</u>

In February 2022 all conditions precedent of a Binding Terms Sheet between Haoma and Calidus for the formation of Pirra Lithium Pty Ltd (ACN 656 564 457) were completed. Under the terms of the Agreement, Haoma transferred lithium rights over selected tenements Pirra Lithium. As consideration, Calidus Resources issued Haoma with 1,461,262 Ordinary Shares in Calidus Resources. Refer to Note 21 for further information on financial instruments.

## 11 CONTROLLED ENTITIES

Investments in Controlled Entities	Country of Incorporation	Percentage owned 2023 %	Percentage owned 2022 %
Parent Entity			
Haoma Mining NL .....	Australia	-	-
North West Mining NL .....	Australia	100	100
Exploration Geophysics Pty Ltd .....	Australia	100	100
Kitchener Mining NL .....	Australia	100	100
Shares held by Kitchener Mining NL			
- Bamboo Creek Management Pty Ltd .....	Australia	100	100

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

	CONSOLIDATED	
	2023	2022
	\$	\$

### **12** *PROPERTY, PLANT & EQUIPMENT*

(Non-current)

Property, Plant and Equipment at cost - Top Camp, Ravenswood .....	1,260,312	775,233
Accumulated depreciation - Top Camp, Ravenswood .....	(375,975)	(285,375)
Property, Plant and Equipment at cost - Bamboo Creek, Pilbara.....	10,945,671	10,783,317
Accumulated depreciation - Bamboo Creek, Pilbara .....	(10,322,382)	(10,200,530)
<b>Net carrying amount .....</b>	<b><u>1,507,626</u></b>	<b><u>1,072,646</u></b>

#### **Movements in carrying amounts**

Movements in the carrying amounts of property, plant and equipment between the beginning and the end of the financial year:

Opening balance at July 1 .....	1,072,646	621,088
Additions - Top Camp, Ravenswood .....	485,079	423,749
Additions - Bamboo Creek, Pilbara .....	162,354	198,871
Depreciation - Top Camp, Ravenswood .....	(90,600)	(39,304)
Depreciation - Bamboo Creek, Pilbara .....	(121,853)	(131,758)
<b>Net Carrying Amount .....</b>	<b><u>1,507,626</u></b>	<b><u>1,072,646</u></b>

### **13** *EXPLORATION & EVALUATION*

(Non-current)

#### **Exploration and Evaluation expenditure**

Net carrying amount .....	<b><u>5,204,650</u></b>	<b><u>5,204,650</u></b>
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#### **Movements in carrying amounts**

Movements in the carrying amount of exploration and evaluation expenditure between the beginning and the end of the financial year:

Opening balances July 1 .....	<b><u>5,204,650</u></b>	<b><u>5,204,650</u></b>
<b>Net carrying amount .....</b>	<b><u>5,204,650</u></b>	<b><u>5,204,650</u></b>

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

	CONSOLIDATED	
	2023	2022
	\$	\$
<b>14</b> <b>TRADE AND OTHER PAYABLES</b>		
(Current)		
Trade creditors and accruals .....	<b>846,916</b>	462,301
Other creditors .....	<b>119,837</b>	135,297
	<b>966,753</b>	597,598
Related party payables:		
Director's fees .....	<b>1,487,174</b>	1,427,174
Elazac Mining Pty Ltd .....	<b>14,050</b>	14,050
	<b>1,501,224</b>	1,441,224
	<b>2,467,977</b>	2,038,822

Due to the short term nature of trade creditors, their carrying value is assumed to approximate their fair value. The Group's payment policy is that creditors are paid within payment terms or as otherwise negotiated. As a consequence no discounts or penalty payments arise. Refer to Note 21 for further information on financial instruments.

## **15** **INTEREST BEARING LOANS AND BORROWINGS**

(Current)

Amount due to Director related entity (Secured).....	(a)	<b>52,949,335</b>	48,928,655
Accrued interest - Director related entity .....	(a)	<b>40,600,739</b>	37,072,395
Accrued interest - Director loans .....	(b)	<b>2,460,580</b>	2,460,580
		<b>96,010,654</b>	88,461,630

(a) Funding for the company's ongoing operations is being provided by The Roy Morgan Research Centre Pty Ltd., a company owned and controlled by Haoma's Chairman and majority shareholder, Gary Morgan. The Roy Morgan Research Centre Pty Ltd has provided an assurance to the Board that it will continue to ensure funds are available to the company to fund operations for a period of at least 12 months from the date of this report.

(b) Accrued interest of \$2,460,580 is comprised of \$77,982 accrued on a previous loan from Michele Levine, the balance is accrued to Gary Morgan.

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

	CONSOLIDATED	
	2023	2022
	\$	\$
<b>16 PROVISIONS</b>		
<b>(Current)</b>		
<b>Provision for employee benefits</b>	<b>230,748</b>	239,341
<b>(Non-current)</b>		
<b>Performance Obligation to Pirra Lithium (refer to Note 23)</b>	<b>1,256,685</b>	1,256,685.00
<b>Provision for rehabilitation</b>		
Opening balances July 1 .....	<b>4,944,582</b>	4,867,671
<i>Amounts charged to profit or loss</i>		
Change in Assumptions .....	<b>(4,431)</b>	74,499
Change in Liability .....	<b>416,707</b>	2,413
Provision for rehabilitation, closing balances June 30 .....	<b>5,356,858</b>	4,944,582
	<b>6,613,543</b>	6,201,267

Provision for rehabilitation recognises future costs expected to be incurred in the restoration of soil, environment and habitat as a result of undertaking exploration and mining activities. The provision is determined as the present value of the future expenditure and assumes that associated outflows will be evenly incurred over a period of 5 years. Refer to Note 23 for further details.

## 17 CONTRIBUTED EQUITY & RESERVES

### (a) Share Capital

Issued Shares - Ordinary shares fully paid	<b>63,955,708</b>	63,966,826
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### (b) Movements in Ordinary Share Capital

	Number of Shares	\$
<b>Contributed Equity</b>		
July 1, 2021		
Opening balance .....	<b>199,973,699</b>	63,970,546
Share Capital Buy-back .....	<b>(15,499)</b>	(3,720)
June 30, 2022	<b>199,958,200</b>	63,966,826
July 1, 2022		
Opening balance .....	<b>199,958,200</b>	63,966,826
Share Capital Buy-back .....	<b>(47,025)</b>	(11,118)
June 30, 2023	<b>199,911,175</b>	63,955,708

Haoma Mining NL has instituted a small parcel buy-back facility for shareholders with a holding of 5,000 shares or less and which comprise the entire holding of the registered shareholder/seller. The buy-back price is currently set at \$0.24 per share.

### (c) Ordinary Shares

Fully paid ordinary shares entitle the holder to participate in dividends and to one vote per share at meetings of the Company. Ordinary shares participate in the proceeds on winding up of the Company in proportion to the number of shares held.

Ordinary shares have no par value and the company does not have a limited amount of authorised capital.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**18** *COMMITMENTS & CONTINGENCIES*

*(i) Exploration & expenditure commitments*

In order to maintain current rights of tenure to exploration and mining tenements, the Consolidated Entity will be required to meet tenement lease rentals and minimum expenditure requirements of the respective State Departments of Minerals and Energy as follows:

Within one year .....	<b>3,602,360</b>	3,311,360
After one year but not more than five years .....	<b>7,086,174</b>	7,262,257
Longer than five years .....	<b>7,129,285</b>	8,266,412
	<b><u>17,817,819</u></b>	<u>18,840,028</u>

The Department of Mines & Petroleum (Western Australia) has agreed that, under the current circumstances, expenditure on testing Pilbara bulk ore samples using the Elazac Process at Kitchener Mining NL's Bamboo Creek mine site is eligible expenditure for the purpose of determining compliance with minimum expenditure requirements.

*(ii) Financial support for controlled Entity*

The Parent Entity has provided a "letter of support" to its controlled entity, Kitchener Mining NL, confirming that Haoma Mining NL will not call upon amounts due to it by Kitchener Mining NL unless Kitchener Mining NL has the capacity to pay. Total Kitchener Mining NL liabilities due at June 30, 2023 were \$ 7,437,924 (2022: \$7,398,314).

*Contingent Liabilities*

**Management Fee**

Following a settlement with a former director, Kitchener Mining NL agreed to pay the director \$68,658. Payment will only be made when other directors' fees and management fees owing by Kitchener Mining NL for the period 1989 to 1993 are paid. The Directors' fees and management fees are only payable when Kitchener Mining NL has an operating profit more than \$500,000 in a financial year. A related party contingent liability exists to both The Roy Morgan Research Centre for a total \$1,000,000 and to the Directors' of Kitchener Mining for a total \$155,000 in respect to the financial years from 1 July 1989 to 30 June 1993.

**Tenement Rehabilitation Bank Guarantees**

State Governments may require that bank guarantees be provided to ensure that funds are available for ground and habitat rehabilitation if a tenement holder does not complete restoration works upon cessation of exploration or mining activities.

At the reporting date, Haoma has provided bank guarantees to the Western Australia and State Government totaling \$120,000. Security for the bank guarantees has been provided by Gary Morgan.



# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

2023  
\$

2022  
\$

### 19 AUDITORS REMUNERATION

#### Remuneration of the auditor of the Group:

- auditing and reviewing the financial statements .....	77,500	75,000
	77,500	75,000

### 20 RELATED PARTY INFORMATION

#### Directors

Persons holding the position of Director of Haoma Mining NL during the financial year were Gary Cordell Morgan, Michele Levine and Wilton Timothy Carr Ingram.

#### Directors and Director-Related Entities

	Roy Morgan Research Ltd	The Roy Morgan Research Centre Pty Ltd	Elazac Mining Pty Ltd	Leaveland Pty Ltd	Elazac Pty Ltd
Mr. Gary Morgan	Director	Director	Director	Director	Director
Ms. Michele Levine	Director	-	-	-	-
Mr. Timothy Ingram	-	-	Director	-	-

#### Other transactions with Directors and Director-Related Entities

Funding for the company's ongoing operations is being provided by The Roy Morgan Research Centre Pty Ltd, a company owned and controlled by Haoma's Chairman and majority shareholder, Gary Morgan.

To June 30, 2023 the total funding provided by The Roy Morgan Research Centre Pty Ltd was \$52,949,335 (2022: \$48,928,655). The Board of Haoma has approved payment of interest on funds advanced by Mr. Morgan or entities associated with him at the 30 day commercial bill rate plus a 1% margin. Interest accrues but will not be paid until such time as Haoma has attained a financial position represented by a positive net asset ratio and the Board determines that the company is in a financial position to commence interest payments. During the year to June 30, 2023, interest accrued on the funds advanced by The Roy Morgan Research Centre Pty Ltd was \$3,528,343 (2022: \$923,824), with total accrued interest amount to \$40,600,739 (2022: \$37,072,395).

#### Other transactions with Senior Management

The services of Mr. Peter Cole as General Manager for WA are provided to Haoma by Peter Cole and Associates Pty Ltd for which it received consulting fees with amounts payable at 30 June 2023 for \$162,600 (2022: \$195,360).

#### Related Party Transactions – Economic Entity

On April 6, 1993 an agreement was reached between Kitchener Mining NL, Leaveland Pty Ltd and Elazac Mining Pty Ltd. The agreement acknowledges that all information obtained from test work undertaken by Kitchener Mining NL to resolve the metallurgical problems faced by the company is the property of Leaveland Pty Ltd, or its nominee Elazac Pty Ltd. On December 20, 1993 Elazac Pty Ltd sold the intellectual property to Elazac Mining Pty Ltd.

The reason information and intellectual property was owned by Leaveland Pty Ltd and Elazac Pty Ltd was that both companies paid consultant fees and other costs associated with the investigation and test work on Bamboo Creek and Normay ore at Bamboo Creek and other locations.

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### 20 RELATED PARTY INFORMATION (continued)

Kitchener Mining NL holds a licence to develop the process and both Kitchener Mining NL and Haoma Mining NL have the right to use the intellectual property for no fee.

The Roy Morgan Research Centre Pty Ltd is entitled to management fees from Kitchener Mining NL of \$1,000,000 for the financial years from 1 July, 1989, to 30 June, 1993. The management fees were treated as an accrued liability for the year ended June 30, 2004. However, due to the uncertainty of future profits, the liability has been reversed. For the year ended since June 30, 2015 this has been treated as a contingent liability. The amount is payable when Kitchener Mining NL resumes mining operations and has an operating profit more than \$500,000 pa. This debt is non-interest bearing.

#### Holding Company Transactions with Subsidiaries

No interest has been charged on the remaining balance. The balance receivable at June 30, 2022 was \$4,406,808. A provision for impairment loss is recognised when there is objective evidence that an individual trade receivable is impaired. A provision for impairment loss has been fully provided against this amount.

Receivables from controlled entities have no fixed repayment term.

	CONSOLIDATED	
	2023	2022
	\$	\$

#### Key Management Personnel Compensation

The aggregate compensation of the Key Management Personnel is set out below:

Short term employee benefits .....	262,600	295,360
Post employment benefits .....	10,500	10,000
	<u>273,100</u>	<u>305,360</u>

### 21 FINANCIAL RISK MANAGEMENT AND POLICIES

Haoma's principal financial instruments comprise cash, receivables, payables and finance leases. The main risks arising from the Group's financial instruments are interest rate risk, credit risk and liquidity risk.

Although the Consolidated Group do not have documented policies and procedures, the Directors' manage the different types of risks to which it is exposed by considering the risk and monitoring the levels of exposure to interest rates and by being aware of market forecasts for interest rate and commodity prices.

Ageing analyses and monitoring of specific credit allowances are undertaken to manage credit risk and liquidity risk, these are monitored through general budgets and forecasts.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**21** *FINANCIAL RISK MANAGEMENT AND POLICIES (continued)*

The Group and Haoma hold the following financial instruments:

	CONSOLIDATED	
	2023	2022
	\$	\$
<b>Financial Assets</b>		
Cash and cash equivalents .....	49,748	47,486
Trade and other receivables .....	269,725	181,116
Other financial assets .....	248,415	869,451
Other assets .....	115,658	115,658
<b>Total Financial Assets</b> .....	<b>683,545</b>	<b>1,213,711</b>
<b>Financial Liabilities</b>		
Trade and other payables .....	2,467,977	2,038,822
Borrowings .....	96,010,653	88,461,630
<b>Total Financial Liabilities</b> .....	<b>98,478,630</b>	<b>90,500,452</b>

*Risk Exposure and Responses*

**Interest Rate Risk**

**Assets**

Haoma's exposure to the risk of changes in market interest rates primarily relates to movements in cash deposit and borrowing rates. Risk is managed by continuous monitoring of these movements.

The Group's cash at bank and on hand had a weighted average floating interest rate at year end of 0.01% (2022: 0.01%).

**Liabilities**

Haoma's exposure to market interest rates relates primarily to the on-going funding provided by The Roy Morgan Research Centre Pty Ltd. The weighted average floating interest rate at year end was 3.93% (2022: 1.10%).

The Group presently does not engage in any hedging or derivative transactions to manage interest rate risk.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**21** *FINANCIAL RISK MANAGEMENT AND POLICIES (continued)*

**Interest Rate Risk**

The following sensitivity analysis is based on the interest rate risk exposure in existence at June 30, 2023.

At June 30, 2023, if interest rates had moved as illustrated in the table below, with all other variables held constant, post tax profit and equity would have been affected as follows:

	<b>CONSOLIDATED</b>			
	<b>Post tax loss</b>		<b>Equity</b>	
	<b>higher / (lower)</b>		<b>higher / (lower)</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	\$	\$	\$	\$
<b>Financial Liabilities</b>				
<i>Borrowings</i>				
<b>Consolidated</b>				
+ 0.75% (75 basis points) .....	<b>720,080</b>	663,462	<b>(720,080)</b>	(663,462)
- 0.75% (75 basis points) .....	<b>(720,080)</b>	(663,462)	<b>720,080</b>	663,462

The movements in loss are due to higher/lower interest costs from variable rate debt and cash balances.

The sensitivity in financial assets is higher/lower considering interest rate volatility.

The sensitivity in financial liabilities is relatively unchanged. Management believes the risk exposures as at the reporting date are representative of the risk exposure inherent in the financial liabilities. A movement of + / - 0.75% is selected because of review of recent interest rate movements and economic data suggests this range is reasonable.

**Credit Risk**

Credit risk arises from the financial assets of the Group, which comprise cash and cash equivalents and trade and other receivables. Haoma's exposure to credit risk arises from potential default of the counterparty, with a maximum exposure excluding the value of any collateral or other security is equal to the carrying amount of these instruments net of any allowance for expected credit losses as disclosed in the statement of financial position and notes to the financial report. There are no concentrations of credit risk within the Group.

Haoma trades only with recognised, creditworthy third parties, and as such collateral is not requested nor is it the Group's policy to securitise its trade and other receivables.

It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures including an assessment of their independent credit rating, financial position, past experience and industry reputation.

In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debts is not significant. Haoma does not have any significant customers and accordingly does not have any significant exposure to expected credit losses.

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### 21 FINANCIAL RISK MANAGEMENT AND POLICIES (continued)

#### Liquidity Risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. Haoma's approach to managing liquidity is to ensure as far as possible that the Group will always have sufficient liquidity to meet its liabilities when due. This objective is maintained through a balance between continuity of funding and flexibility using bank overdrafts, bank and other loans, finance leases and committed available credit lines. Additionally, Haoma manages liquidity risk by monitoring cash flow and maturity profiles of financial assets and liabilities.

The contractual maturities of financial liabilities, including estimated interest payments are provided below. There are no netting arrangements in respect of financial liabilities.

CONSOLIDATED	< 6 months \$	6-12 months \$	1-5 years \$	> 5 years \$	Total \$
<b><u>Year Ended June 30, 2023</u></b>					
<b>Financial Assets</b>					
Cash and cash equivalents	49,748	-	-	-	49,748
Receivables and other receivables	269,725	-	-	-	269,725
Other financial assets	-	-	248,415	-	248,415
	<b>319,473</b>	<b>-</b>	<b>248,415</b>	<b>-</b>	<b>567,888</b>
<b>Financial Liabilities</b>					
Trade and other payables	2,467,977	-	-	-	2,467,977
Interest bearing liabilities	96,010,653	-	-	-	96,010,653
	<b>98,478,631</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>98,478,631</b>
<b><u>Year Ended June 30, 2022</u></b>					
<b>Financial Assets</b>					
Cash and cash equivalents	47,486	-	-	-	47,486
Receivables and other receivables	181,116	-	-	-	181,116
Other financial assets	-	-	869,451	-	869,451
	<b>228,602</b>	<b>-</b>	<b>869,451</b>	<b>-</b>	<b>1,098,053</b>
<b>Financial Liabilities</b>					
Trade and other payables	2,038,822	-	-	-	2,038,822
Interest bearing liabilities	88,461,630	-	-	-	88,461,630
	<b>90,500,452</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>90,500,452</b>

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**21** *FINANCIAL RISK MANAGEMENT AND POLICIES (continued)*

**Commodity Price risk**

Haoma is exposed to commodity price risk. These commodity prices can be volatile and are influenced by factors beyond the Group's control. As the Group is currently engaged in exploration and development activities, no significant sales of commodities are forecast for the next 12 months, and accordingly, no hedging or derivate transactions have been used to manage commodity price risk. The group does not have a material commodity price exposure at this time.

**Capital risk management**

Haoma's objectives when managing capital is to safeguard Haoma's ability to continue as a going concern to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. Management of the Group and Haoma's capital is overseen by the Board.

Haoma is not exposed to any externally imposed capital requirements.

	<b>CONSOLIDATED</b>	
	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Financing Facilities Available</b>		
At reporting date, the following financing facilities has been negotiated and were available:		
<b>Total facilities</b>		
- Business lending - bank guarantees .....	<b>110,000</b>	110,000
	<b>110,000</b>	110,000
<b>Facilities used at reporting date</b>		
- Business lending - bank guarantees .....	<b>110,000</b>	110,000
	<b>110,000</b>	110,000
<b>Facilities unused at reporting date</b>		
- Business lending - bank guarantees .....	-	-
	-	-
<b>Total facilities</b>	<b>110,000</b>	110,000

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2023

### 22 PARENT ENTITY FINANCIAL INFORMATION

#### (a) Summary Financial Information

Haoma Mining NL is the Parent Entity of the Group. The individual financial statements for the parent entity show the following aggregate amounts:

	2023 \$	2022 \$
<b>Statement of Financial Position</b>		
Current Assets .....	655,850	537,002
Non-current assets .....	6,344,349	6,530,404
Total assets .....	<u>7,000,199</u>	<u>7,067,406</u>
Current liabilities .....	97,962,922	90,037,540
Non-current liabilities .....	4,328,883	3,912,017
Total liabilities .....	<u>102,291,805</u>	<u>93,949,557</u>
<b>Net Liabilities</b> .....	<u>(95,291,605)</u>	<u>(86,882,150)</u>
<b>Equity</b>		
Contributed equity .....	63,955,708	63,966,826
Accumulated Losses .....	(158,541,526)	(150,577,912)
<b>Total Shareholders' Deficiency</b> .....	<u>(94,585,818)</u>	<u>(86,611,086)</u>
Loss for the year .....	(7,777,304)	(3,694,216)
Total comprehensive income .....	<u>(8,483,094)</u>	<u>(3,965,280)</u>

#### (b) Guarantees entered into by the parent entity.

Haoma Mining NL has provided guarantees, indemnities and financial support as follows:

- A 'letter of support' has been provided by Haoma Mining NL to its controlled entity, Kitchener Mining NL to the amount necessary to ensure it can meet its obligations when they fall due.

#### (c) Contingent liabilities of the parent entity.

Contractual commitments for exploration and expenditure costs exist for Haoma Mining NL. Minimum expenditure commitments of \$17,817,819 (2021: \$18,840,028) are necessary to maintain current rights of tenure to mining tenements. Refer to Note 18.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED JUNE 30, 2023

**23** *INTEREST IN JOINT VENTURES*

**Pirra Lithium Pty Ltd**

Pirra Lithium Pty Ltd is equally owned by Haoma Mining NL and Calidus Resources Ltd.

In February 2022 all conditions precedent of a Binding Terms Sheet between Haoma and Calidus for the formation of Pirra Lithium Pty Ltd (ACN 656 564 457) were completed. The formation of Pirra Lithium followed the execution of a formal Mineral Rights Sharing Agreement which governs the grant of the lithium rights over several Haoma held tenements to Pirra Lithium in accordance with the Binding Terms Sheet.

Pirra Lithium has been assigned tenements or lithium rights across the most prospective lithium ground in each of the Calidus and Haoma portfolios. Under the terms of the Agreement, Calidus will transfer four exploration leases to Pirra and has issued Haoma with 1,461,262 Ordinary Shares in Calidus.

The tenements and lithium rights cover 1,063 square kilometres. The region has not previously been systematically evaluated for the presence of lithium and associated minerals, despite its location in favorable geological terrain in the Pilbara of Western Australia. Pirra Lithium is the first company to focus on the potential lithium endowment of this ground.

**Daltons Joint Venture**

In February 2021, Atlas Iron Ltd transferred its 75% interest in tenement E45/2922 to Haoma Mining. This was the last exploration tenement remaining in the Daltons JV (participated in by its wholly owned subsidiary, Giralia Resources Pty Ltd). This final transaction concluded the Joint Venture agreement with Haoma Mining NL. Atlas Iron and Giralia are owned by the Hancock Prospecting Group of companies.

**24** *EVENTS AFTER THE REPORTING DATE*

There have been no material or significant events after Reporting Date requiring additional disclosure.



## **Directors' Declaration**

The Directors' of Haoma Mining NL declare that:

In the director's opinion:

1. The attached financial statements and notes comply with the Corporations Act 2001, the Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements;
2. The attached financial statements and notes comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in note 2 to the financial statements;
3. The attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2023 and of its performance for the financial year ended on that date; and
4. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295 (5) (a) of the Corporations Act 2001.

On behalf of the directors,



**Gary Morgan**  
**Chairman**

Melbourne  
April 23, 2024





# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## ADDITIONAL INFORMATION

### A. 21 Largest Shareholders as at June 30, 2023

Shareholders	Shareholding	
	No. of shares	% held
Leaveland Pty Ltd	115,000,000	57.51
Aldinga Way Pty Ltd	18,224,315	9.11
Elazac Pty Ltd	11,339,704	5.67
Michele and Alexandra Levine	3,201,194	1.60
Konrad & Mary Christina Schroeder	2,480,000	1.24
George S Harris Superannuation	2,220,035	1.11
Charles & Sandra Curwen	1,992,000	1.00
GC & GJ Morgan	1,869,257	0.93
Geoffrey Mark Cottle	1,766,934	0.88
Etonwood Management Pty Ltd	1,504,500	0.75
Edwin & Susan Davies	1,400,000	0.70
Peter Cole & Associates Pty Ltd	1,105,000	0.55
PYC Investments Pty Ltd	1,010,000	0.51
Selstock Pty Ltd	1,010,000	0.51
First Charnock Pty Ltd	1,000,000	0.50
Peter Joseph Scales	1,000,000	0.50
Nicholas & Helen Meredith Ingram	910,000	0.46
Tara Leigh Pty Ltd	874,554	0.44
Archarl Pty Ltd	796,875	0.40
Gregory Young Pty Ltd	700,000	0.35
Harry Cooper	600,000	0.30
	<b>170,004,368</b>	<b>85.02</b>
<b>Total Shares on Issue</b>	<b>199,958,190</b>	

### B. Substantial Shareholders

Name	Number of Shares	Class of Share
Leaveland Pty Ltd	114,500,000	Ordinary
Aldinga Way Pty Ltd	18,224,315	Ordinary
Elazac Pty Ltd	11,339,704	Ordinary

### C. Distribution of Equity Securities

(i). Ordinary shares issued by Haoma Mining NL

Range of Shares held	# of Shareholders
1 - 1,000	635
1,001 - 5,000	788
5,001 - 10,000	279
10,001 - 100,000	361
100,001 - and over	79
<b>Total</b>	<b>2,142</b>

(ii) There were 1,423 holders with less than a marketable parcel of 5,000 shares comprising a total of 2,071,701 ordinary shares.

(iii) The twenty one largest shareholders holding in total 85.02% of the issued capital.

### D. Class of Shares and Voting Rights

Issued shares are of one class and carry equal voting rights.

# HAOMA MINING NL AND ITS CONTROLLED ENTITIES

## ADDITIONAL INFORMATION

### E. Mining Tenement Summary

#### (a) Tenements held by Haoma Mining NL (100%)

##### (i) Pilbara, Western Australia

Bamboo Creek	E45/3217	E45/4118	E45/5317	E45/5318	M45/480	M45/481	M45/874	P45/2948 to P45/2952		
	P45/2969 to P45/2971		L45/72	L45/174						
Blue Bar	M45/591	M45/906	P45/2966							
Copenhagen	M45/682	P45/2982								
Daltons - North Shaw / Kingsway	E45/2922	E45/4174	E45/4175	E45/4176	E45/4177	E45/4178	E45/4179	E45/4180	E45/4181	
	E45/4320	E45/4419	E45/4420	E45/4473	E45/4474	E45/4475	E45/4476	E45/4477	M45/1197	
Grace Project	E45/3655	E45/4850								
Lalla Rookh	M45/442									
Marble Bar	E45/4060	E45/4069	E45/4070	E45/4651	E45/5479	M45/515	M45/607	P45/2893		
Mickey's Find	M45/328									
Normay	M45/302	L45/86								
North Pole	E45/5440	M45/329								
North Shaw	E45/3940	E45/4098	E45/5044	L45/60	P45/2873	P45/2874	P45/2875	P45/2876		
Soansville	E45/4976									
Spear Hill /Hillside	E45/4586	E45/4587	P45/2973	P45/2974	P45/2975					
Stubbs Tassie Queen	P45/2985									
Wallingara/Cookes Hill	E45/4116									
Others	E45/4879	E45/5230	E45/5354	E45/5441						

##### (ii) Linden, Western Australia

Golden Ridge	M26/534	(Northern Star (HBJ) Pty Ltd is the beneficial owner of this tenement. Haoma has retained legal title and is entitled to royalties from gold produced.)								
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#### (b) Tenements beneficially held by Haoma Mining NL (100%)

##### Pilbara, Western Australia

Apex	P45/2979									
20oz Gully	M45/411	P45/2961	P45/2962	P45/2963						
Bamboo Creek	P45/2946	P45/2947	P45/2967	P45/2968						
Big Stubby	M45/57	M45/284	M45/453	M45/554						
Comet	G45/21	M45/14	M45/16	M45/385	M45/438	M45/459	M45/478	L45/4	L45/12	L45/37
Copper Hills / Stirling	G45/36	M45/238	M45/346	M45/357	M46/177					
Danks Areas	M45/692									
Lalla Rookh	M45/648	M45/649								
Lionel	M46/43	M46/44								
Marble Bar	M45/678	P45/2964	P45/2965	P45/2980	P45/2981					
McKinnon	M45/490	M45/606	M45/873							
Mercury Hill	M45/588									
Mustang	M45/680	P45/2954	P45/2955	P45/2956	P45/2957	P45/2958				
North Pole	M45/395	M45/514	M45/650	M45/651	M45/665					
Soansville	M45/847									
Tassie Queen	M45/76	M45/235	M45/296	M45/297	M45/655					
Wallingara	E45/2983	M45/1186								
Wyman (Coronation)	P45/3000									

#### (c) Tenements beneficially held by Kitchener Mining NL (100%)

##### i) Bamboo Creek, Western Australia

	M45/480	M45/481	L45/72	P45/2948	P45/2949	P45/2950
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##### (ii) Ravenswood, Queensland

Budgerie	ML1325		Barrabas	EPM8771
Old Man & Copper Knob	ML1326	ML1330		
Wellington Springs	ML1415	ML1483		
Waterloo	ML1529		Podoskys	ML10315