KINGFISHER MINING

For personal use only

HALF YEAR REPORT 2023

For the Period Ended 31 December

ASX KFM

Unit 2, 106 Robinson Avenue
Belmont WA 6104 AUSTRALIA

SOURCING THE FUTURE METALS OF TOMORROW

CONTENTS

CORPORATE DIRECTORY	1
DIRECTORS' REPORT	2
AUDITOR'S INDEPENDENCE DECLARATION	13
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	14
STATEMENT OF FINANCIAL POSITION	15
STATEMENT OF CHANGES IN EQUITY	16
STATEMENT OF CASH FLOWS	17
NOTES TO THE FINANCIAL STATEMENTS	18
DIRECTORS' DECLARATION	22
INDEPENDENT AUDITOR'S REVIEW REPORT	23

For personal use only

DIRECTORS

Warren Hallam	Non-Executive Chairman
James Farrell	Executive Director
Scott Huffadine	Non-Executive Director

SECRETARY
Stephen Brockhurst

REGISTERED OFFICE
Level 8, London House, 216 St Georges Terrace
Perth WA 6000
Telephone: +61 8 9481 0389
Facsimile: +61 8 9463 6103

BUSINESS OFFICE
Unit 2, 106 Robinson Avenue
Belmont WA 6104

WEBSITE & EMAIL
www.kingfishermining.com.au
info@kingfishermining.com.au

STOCK EXCHANGE LISTINGS
Australian Securities Exchange
ASX Code: **KFM**

AUDITORS
Criterion Audit Pty Ltd
Suite 2, 642 Newcastle Street
Leederville WA 6007

BANKER
National Australia Bank
1232 Hay Street
West Perth WA 6005

LEGAL ADVISORS
Hamilton Locke Pty Ltd
Level 48 ,152-158 St Georges Terrace
PERTH WA 6000

SHARE REGISTRY
Automic Registry Services Pty Ltd
Level 5, 191 St Georges Terrace
Perth WA 6000
Telephone: +61 8 9324 2099

For personal use only

Your Directors submit the financial report of the Company for the period ended 31 December 2023.

DIRECTORS

The names of Directors who held office during or since the end of the year:

Name	Title
Warren Hallam	Non-Executive Chairman
James Farrell	Executive Director
Scott Huffadine	Non-Executive Director

COMPANY SECRETARY

Name	Title
Stephen Brockhurst	Company Secretary

PRINCIPAL ACTIVITIES

The principal activities of the Company during the half were the exploration and development of natural resources. There have been no other significant changes in the activities of the Company during the half other than matters noted in this report.

REVIEW OF RESULTS

The loss after tax for the period ended 31 December 2023 was $1,224,984 (2022: $1,436,460). The earnings of the Group for the past 3 periods are summarised below:

	31 December 2023 $	30 June 2023 $	31 December 2022 $
Revenue	57,219	67,099	14,655
EBITDA	(1,190,019)	(1,957,769)	(1,412,615)
EBIT	(1,223,055)	(2,010,340)	(1,434,586)
Profit / (loss) after income tax	(1,224,984)	(2,013,952)	(1,436,460)

The factors that are considered to affect total shareholders return are summarised below:

	31 December 2023 $	30 June 2023 $	31 December 2022 $
Share price at financial year end	0.15	0.295	0.475

DIVIDENDS

No dividends were paid or declared during the period ended 31 December 2023 (2022: Nil).

CORPORATE

- On 4 December 2023, the Company announced the execution of a Binding Heads of Agreement with Black Cat Syndicate Ltd (ASX:BC8)("Black Cat") for the sale of a 100% interest in Kingfisher's Boolaloo Project.
- The consideration received for the divestment of the Boolaloo Project consists of:

For personal use only

- 2,000,000 fully paid ordinary shares in Black Cat based on a share price of $0.28 per share and valued at $560,000.
- A 0.5% net smelter return royalty on gold and copper produced from all the Boolaloo tenements.

- The Boolaloo transaction completed on 31 January 2024, with all outstanding conditions precedent being satisfied.
- On 11 December 2023 9,185,000 unquoted $0.25 options expired unexercised.

OPERATIONS: GASCOYNE CRITICAL METALS

Kingfisher is advancing its critical metals exploration at its extensive tenement holding and wholly owned projects in the highly prospective Gascoyne Mineral Field of Western Australia. The Company's breakthrough Mick Well REE discovery and its Chalby Chalby Lithium Project both occur within the crustal-scale Chalba Shear Zone which extends over a strike length of 54km within the Company's tenure (Figure 1). The exciting landholding is prospective for carbonatite REE mineralisation similar to Hastings Technology Metals' world-class Yangibana Deposit which includes 29.93Mt at 0.93% TREO (see ASX:HAS 11 October 2022) as well as the recent Yin and C3 discoveries of Dreadnought Resources which include mineral resources of 40.82Mt at 1.03% TREO (see ASX:DRE 30 November 2023). The Company's Gascoyne tenure is also prospective for lithium-bearing Thirty Three Suite Pegmatites that host Delta Lithium's Yinnetharra Project which has a mineral resource of 25.7Mt at 1.0% Li_2O (see ASX:DLI 27 December 2023).

MICK WELL REE PROJECT

Mick Well occurs within a large-scale carbonatite intrusion centre that extends over an area of 10km by 7km. The Company has delineated 20km of strike of high-grade REE mineralisation in dykes and veins which envelop and radiate away from three pipe-like features that have been delineated from geophysical surveys. Each of the large pips targets is more than 1,000m in diameter and close to surface with the depth to the top of each target being less than 50m below the ground surface. The carbonatite pipe targets are all located in the centre of the large-scale area of outcropping carbonatites and associated fenite alteration. Kingfisher has interpreted the three pipe-like features to be the potential source of the high-grade dyke and vein mineralisation as well as the clay-hosted REEs that also occur in the area (Figure 2).

High grade discoveries of REE mineralisation have been made by the Company at MW2, MW7, MW8, MW9, MW10, MW11, MW12, MW13 and MW14. The REE mineralisation dominantly occurs as monazite and is associated with ferrocarbonatite intrusions and exceptionally high-grade veins that fill structures around the modelled intrusion centres. Drilling at MW2 has returned the following highly encouraging results:

- **MWRC011:** 5m at 3.45% TREO with 0.65% $Nd_2O_3 + Pr_6O_{11}$ from 102m, including 3m at 5.21% TREO with 0.98% $Nd_2O_3 + Pr_6O_{11}$ from 102m.
- **MWRC033:** 3m at 2.52% TREO with 0.41% $Nd_2O_3 + Pr_6O_{11}$ from 46m.
- **MWRC035:** 4m at 3.24% TREO with 0.54% $Nd_2O_3 + Pr_6O_{11}$ from 46m.
- **MWRC059:** 4m at 1.90% TREO with 0.34% $Nd_2O_3 + Pr_6O_{11}$ from 65m, including 3m at 2.42% TREO with 0.43% $Nd_2O_3 + Pr_6O_{11}$ from 65m.
- **MWRC067:** 5m at 2.63% TREO with 0.54% $Nd_2O_3 + Pr_6O_{11}$ from 124m, including 3m at 4.11% TREO with 0.85% $Nd_2O_3 + Pr_6O_{11}$ from 124m (Figure 3).
- **MWRC068:** 5m at 1.54% TREO with 0.30% $Nd_2O_3 + Pr_6O_{11}$ from 75m.

For personal use only

For personal use only

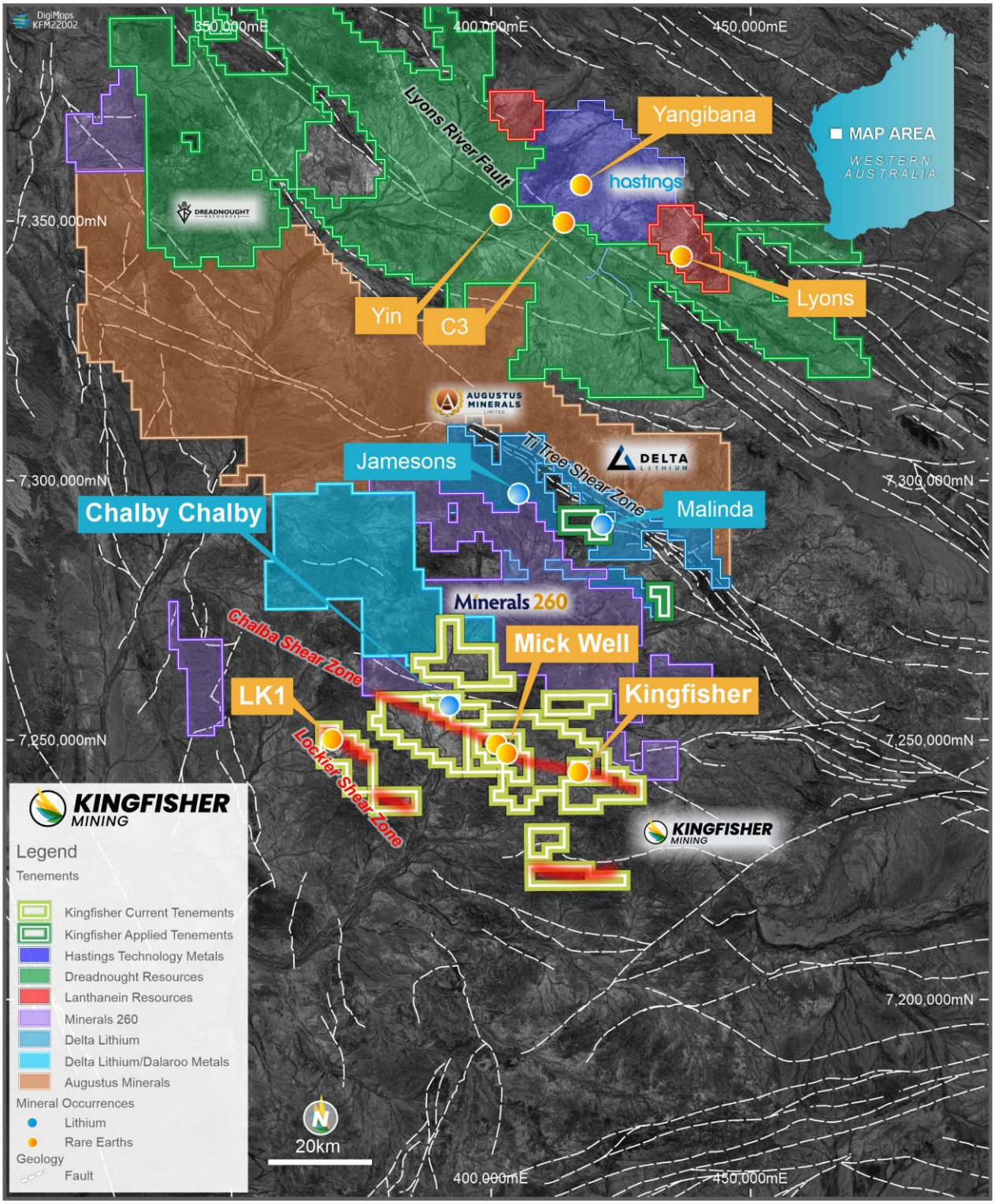


Figure 1: *Location of the Mick Well and LK1 REE Projects and the Chalby Chalby Lithium Project in the Gascoyne Mineral Field. The location of the Yangibana REE Deposit, Yin REE and C3 Deposits which are located 100km north of Kingfisher's projects as well as the Malinda Lithium Deposit which is located 45km north of Kingfisher's projects are also shown.*

For personal use only

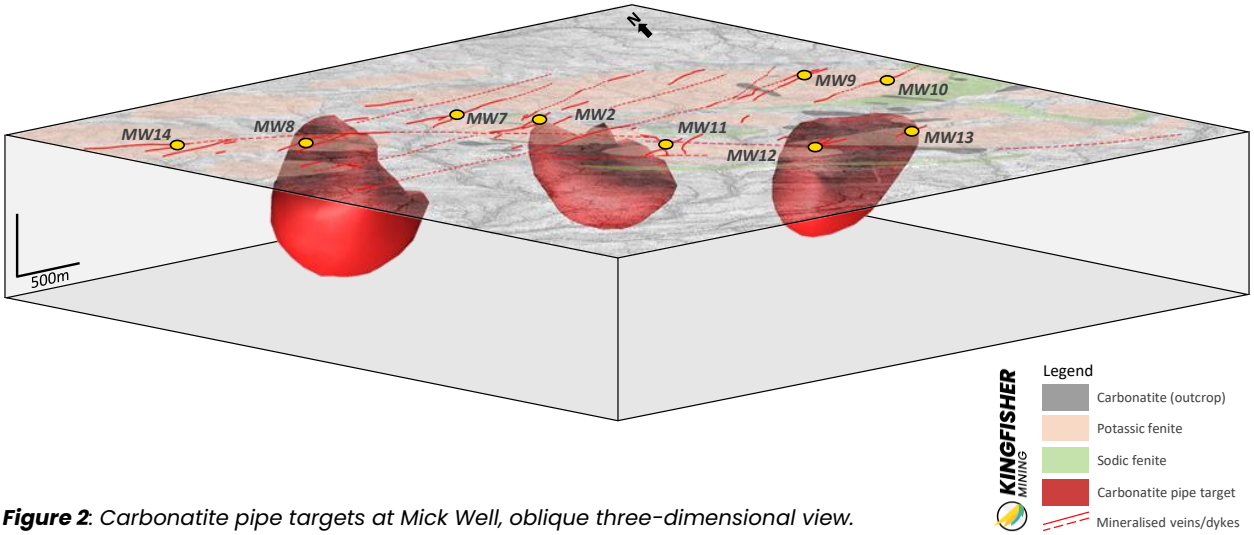


***Figure 2**: Carbonatite pipe targets at Mick Well, oblique three-dimensional view.*

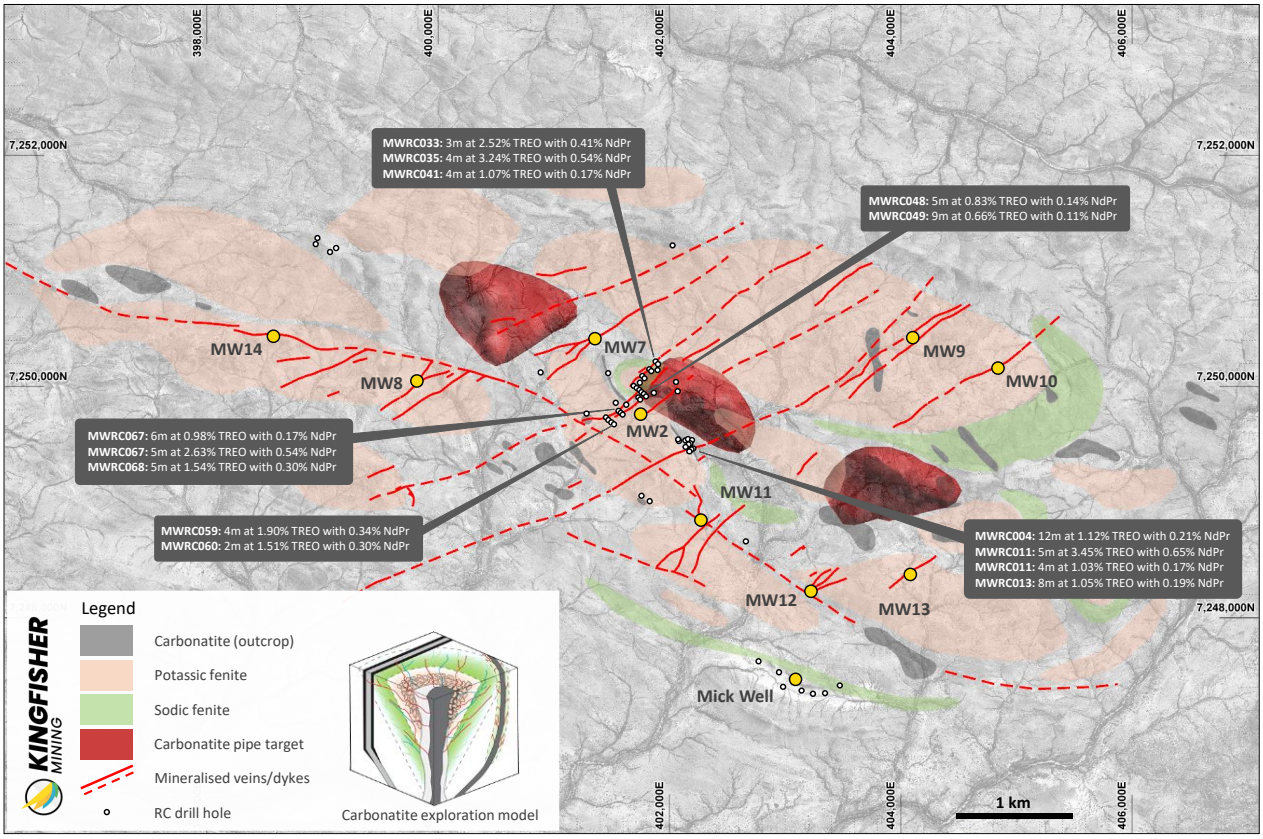


***Figure 3**: Mick Well project geology showing the carbonatite dyke targets. Drill results are shown in grey boxes (see ASX:KFM 7 February 2023, 5 July 2022 and 24 March 2022). Results are stated as Total Rare Earth Oxides (TREO%) and total Nd2O3 + Pr6O11 (%) content.*

A second style of REE mineralisation also occurs at Mick Well, with REE mineralisation hosted in kaolinite clays and weathered bedrock that occur from surface within the broad shears which are part of the extensive Chalba Shear Zone. Geological interpretation of the shear zone and associated clay mineralisation at Mick Well has highlighted a potential strike length of 6.5km and drilling has delineated widths of 100m with vertical extents to 40m depth from surface. Significant drilling results from the clay mineralisation at Mick Well include:

- **MWRC020:** 48m at 1265 ppm TREO with 257 ppm Nd_2O_3 + Pr_6O_{11} from 4m, including 40m at 1367 ppm TREO with 278 ppm Nd_2O_3 + Pr_6O_{11} from 8m.
- **MWRC021:** 16m at 1156 ppm TREO with 228 ppm Nd_2O_3 + Pr_6O_{11} from 8m, including 12m at 1301 ppm TREO with 259 ppm Nd_2O_3 + Pr_6O_{11} from 8m.
- **MWRC027:** 36m at 779 ppm TREO with 164 ppm Nd_2O_3 + Pr_6O_{11} from 4m.
- **MWRC028:** 48m at 1076 ppm TREO with 204 ppm Nd_2O_3 + Pr_6O_{11}, including 16m at 1580 ppm TREO with 325 ppm Nd_2O_3 + Pr_6O_{11} from surface.
- **MWRC029:** 20m at 734 ppm TREO with 146 ppm Nd_2O_3 + Pr_6O_{11} from 32m, including 4m at 1020 ppm TREO with 237 ppm Nd_2O_3 + Pr_6O_{11} from 48m.
- **MWRC030:** 24m at 2345 ppm TREO with 470 ppm Nd_2O_3 + Pr_6O_{11} from surface (Figure 4).

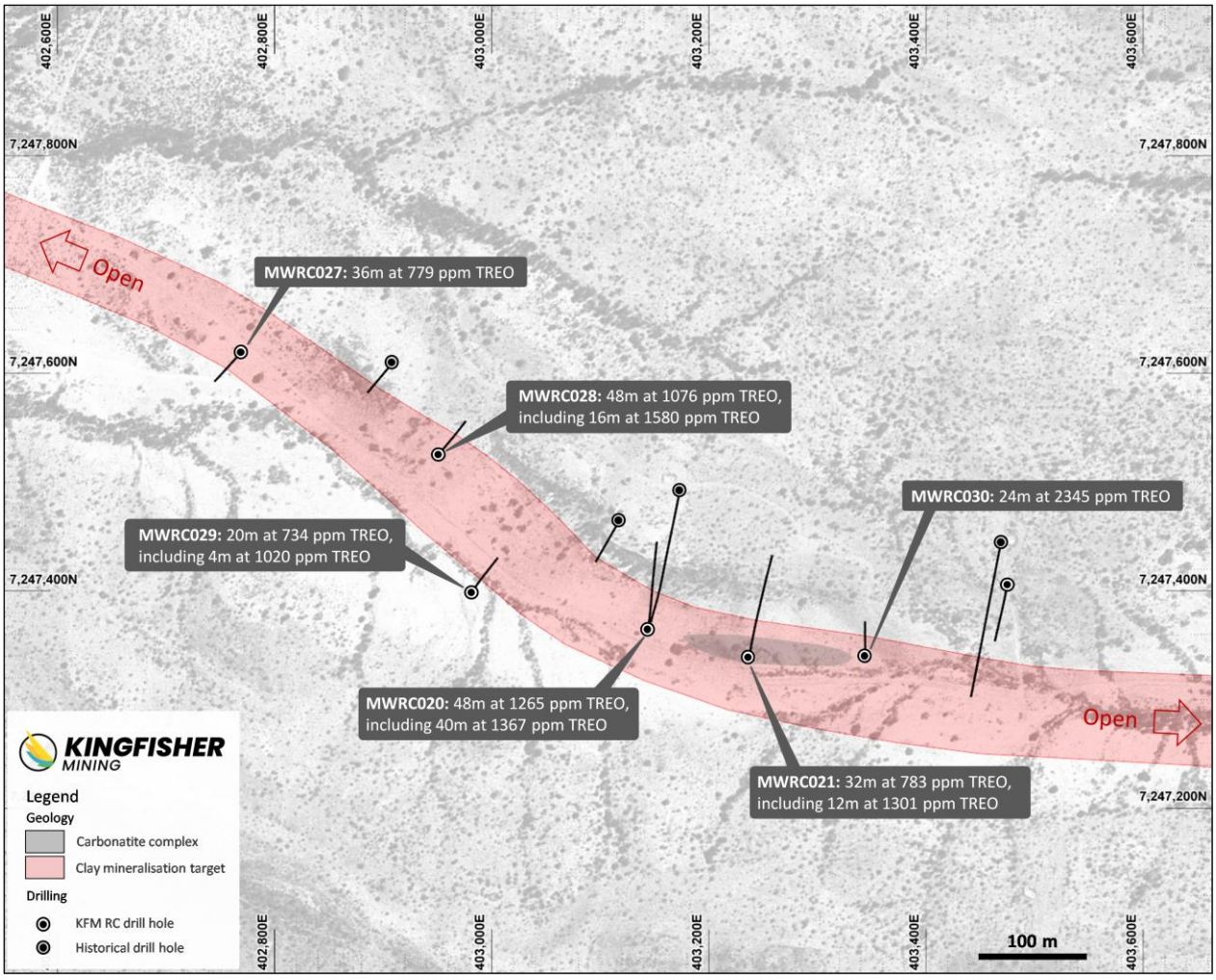


Figure 4: *Mick Well Prospect showing TREO results and the clay REE mineralisation target.*

LK1 REE PROSPECT

The large-scale LK1 Prospect is located 30km west of the Company's breakthrough Mick Well REE discoveries on a separate large shear zone, the Lockier Shear Zone. LK1 is more than 9km long and more than 6.5km wide and was identified by the Company due to similarities with the Company's breakthrough Mick Well REE discoveries. The large-scale prospect is comprised of multiple circular features which are defined by the magnetics and thorium responses, with a ring-shaped thorium feature having a diameter of 1.7km (see ASX:KFM 18 January 2023).

For personal use only

Four large carbonatite pipe targets have been identified at the LK1 Prospect from three-dimensional modelling of the gravity and magnetics data. The two larger LK1 pipe targets are both more than 1,000m in diameter, extending from the near surface to depths of more than 1,000m below the ground surface. The combination of magnetic, thorium and potassium responses of the target together with the three-dimensional geophysical models appear similar to the architecture of the carbonatite intrusion model, with potential for carbonatite pipes and the associated vein and dyke mineralisation (Figure 5, Figure 6).

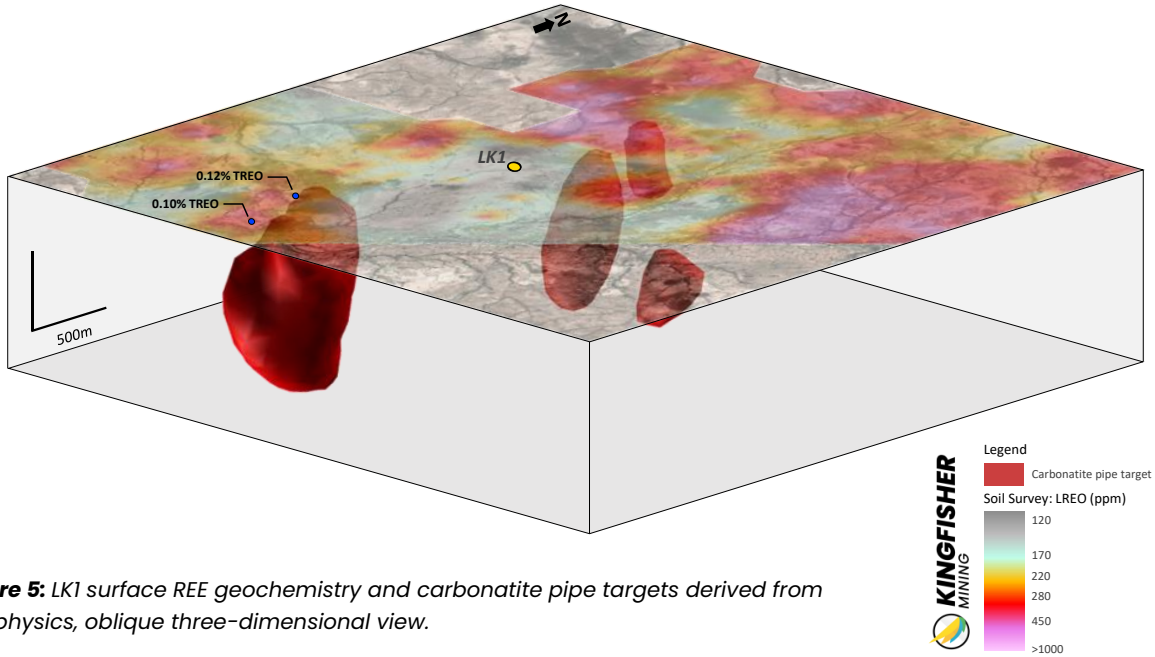


Figure 5: *LK1 surface REE geochemistry and carbonatite pipe targets derived from geophysics, oblique three-dimensional view.*

For personal use only

For personal use only

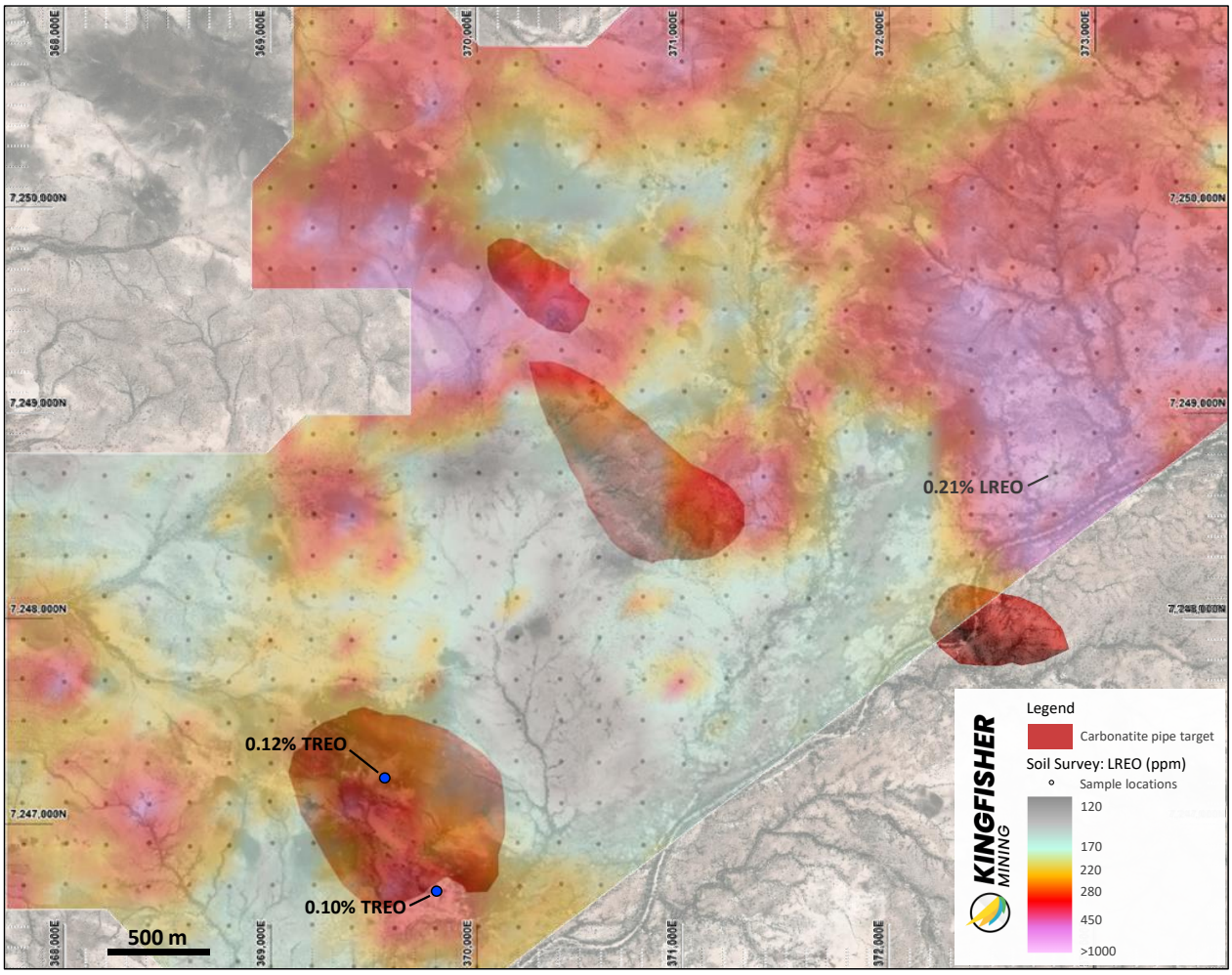


***Figure 6**: LK1 surface REE geochemistry and carbonatite pipe targets. The REE geochemistry has been calculated from a suite consisting of CeO_2, La_2O_3, Nd_2O_3 and Pr_6O_{11}. The carbonatite pipe targets were derived from three-dimensional modelling of the combined magnetics and gravity geophysics data. Anomalous rock chip results associated with the southwestern carbonatite pipe target as well as the peak soil geochemistry value of 0.21% LREO are also shown.*

Surface mapping at LK1 has confirmed the presence of ironstones, which have returned anomalous rock chip results of 0.12% and 0.10% TREO. The mapping, geophysics and geochemistry also indicate there are other rock types under cover which are yet to be fully identified.

Several areas with highly anomalous REEs, including a large area with a diameter which extends for more than 2km have also been identified from a soil geochemistry survey completed by the Company. The REE soil anomalies are based on an LREO suite consisting of CeO_2, La_2O_3, Nd_2O_3 and Pr_6O_{11}. The high magnitude surface geochemistry results which include a peak value of 0.21% LREO are spatially associated with the carbonatite pipe targets (Figure 6). The broad soil anomaly in the northeast of the target area is also coincident with a circular radiometric feature, a highly significant occurrence and one of the key features recognised during the early-stage target identification at LK1 (Figure 7).

For personal use only

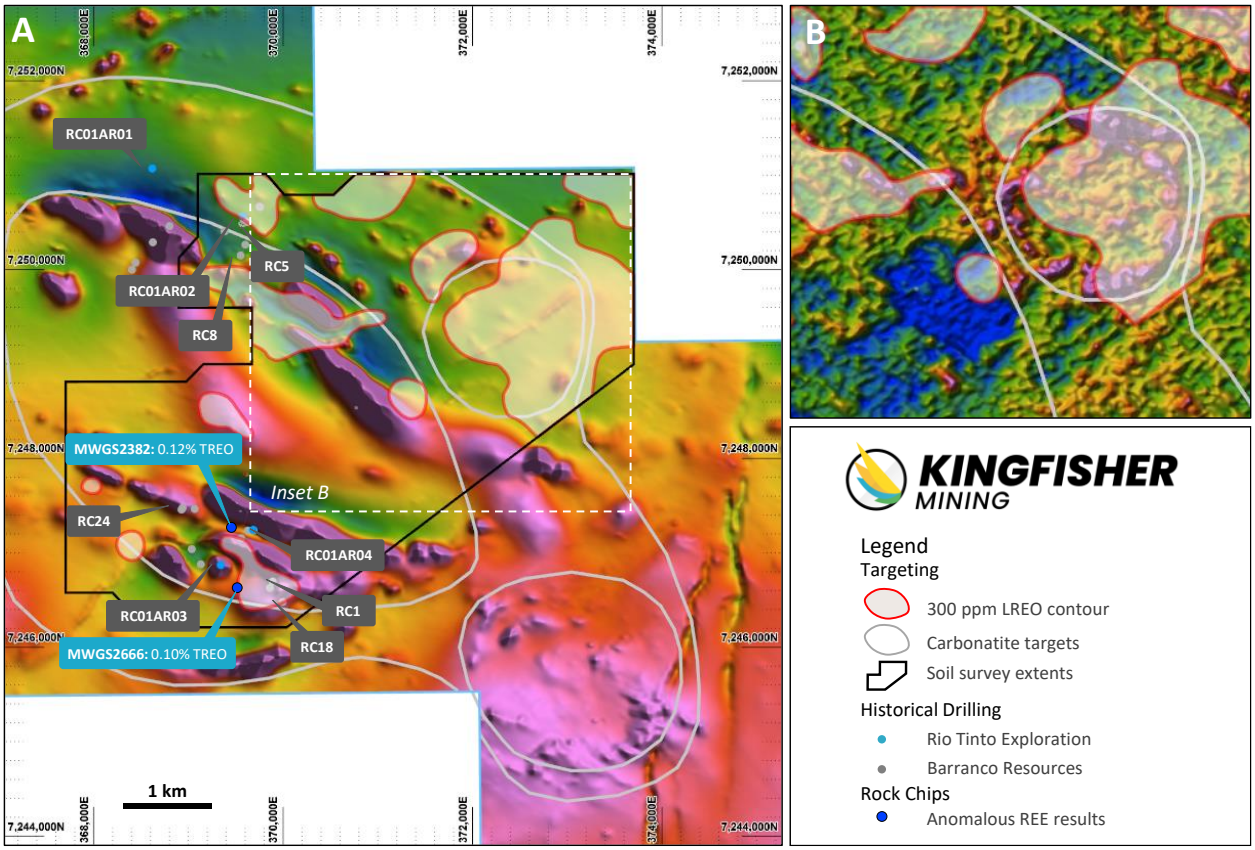


Figure 7: *Total magnetic intensity (A) and thorium responses coincident with anomalous REE soil geochemistry (B). Anomalous rock chips (blue boxes) and historical drill hole locations (grey boxes) described in Table 1 are also shown.*

Table 1: *Previous drilling results from the LK1 target area*

Rio Tinto Drill Hole	**Pathfinder elements: highest from 2m samples[1]**
ARC01AR01	340 ppm Ce, 195 ppm La, 1100 ppm Ba and 1150 ppm P
ARC01AR02	280 ppm Ce, 165 ppm La, 125 ppm Y, 2600 ppm Ba and 3100 ppm P
ARC01AR03	8900 ppm P
ARC01AR04	1250 ppm Ba and 1400 ppm P
Barranco Drill Hole	**Geology and elevated metals[2]**
RC1	Ironstone with 7m at 0.25% Zn from 20m
RC5	Ironstone with 25m at 0.29% Zn from surface
RC8	Ironstone with 5m at 0.17% Zn from 20m
RC18	Ironstone with 30m at 0.13% Zn from 10m
RC24	Ironstone with 22m at 0.29% Zn from 1m

[1] *Pathfinder elements in the reporting range are associated with REE mineralisation at Mick Well.*

[2] *Zinc is associated with the REE mineralisation at Mick Well. Drill holes not analysed for REEs.*

CHALBY CHALBY LITHIUM PROSPECT

The Chalby Chalby Lithium Prospect is in the north of Kingfisher's extensive Gascoyne tenement holding (Figure 8). Mapping and sampling for lithium at Chalby Chalby has delineated multiple stacked pegmatites with a cumulative strike length of over 13km and with rock chip results up to 0.61% Li_2O (see ASX:KFM 11 September 2023). The pegmatites occur within broad areas of lithium soil anomalism extending up to 1,600m in length and 800m in width. The lithium soil anomalies are associated with, and extend

beyond mapped pegmatites, highlighting the potential for discovery of additional lithium-bearing pegmatites (see ASX:KFM 26 October 2023).

Recent exploration by Delta Lithium Limited has highlighted the potential of the Gascoyne Thirty Three Suite Pegmatites to host potentially economic lithium mineralisation. Significant spodumene-bearing mineralisation has been reported from Delta Lithium's Yinnetharra Project, which is located 40km northeast of Chalby Chalby and now includes a mineral resource of 25.7Mt at 1.0% Li_2O (see ASX:DLI 27 December 2023). Minerals 260 Limited has also defined a 5km long continuous lithium trend at Pyramid Hill (see ASX:MI6 4 September 2023), which is immediately along strike from Chalby Chalby. The mapping of pegmatites highlights a pegmatite target zone which extends more than 22km around a large granite intrusion of the Durlacher Suite (Figure 9).

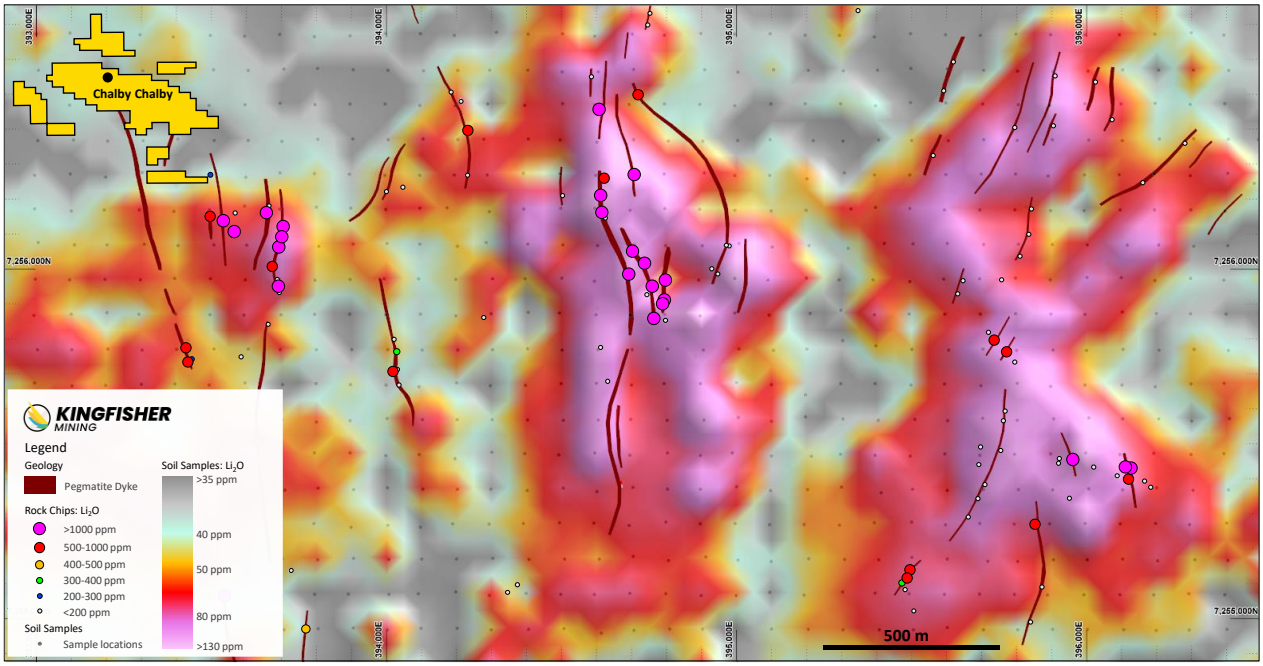


***Figure 8**: Chalby Chalby soil geochemistry and rock chip results (see ASX:KFM 11 September 2023 and 7 August 2023).*

For personal use only

For personal use only

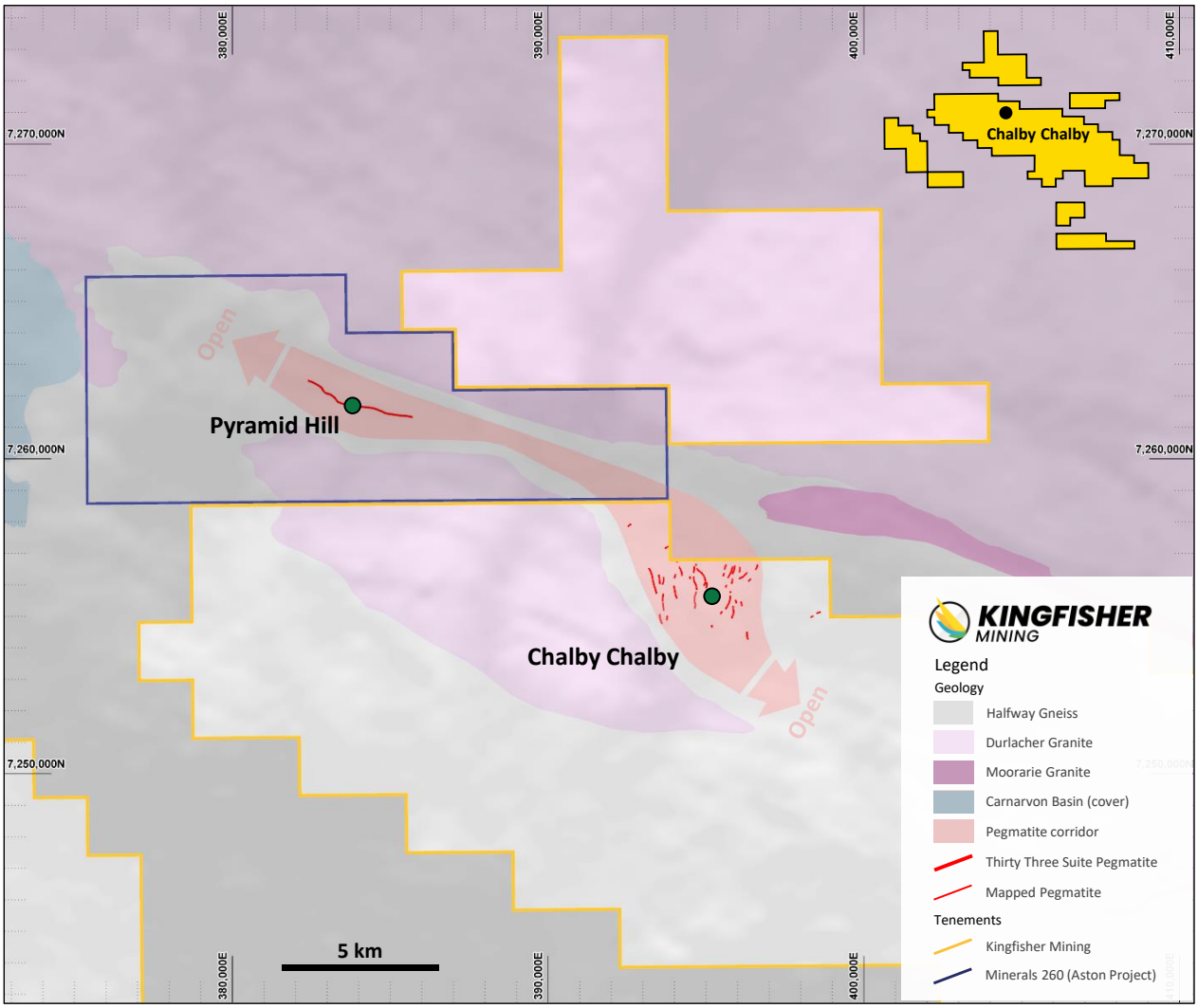


Figure 9: *Simplified geology of Kingfisher's Gascoyne projects showing the location of the Company's Chalby Chalby Lithium Prospect and Thirty Three Suite Pegmatite at Minerals 260's Pyramid Hill (Aston Project).*

Competent Person's Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr James Farrell, a geologist and Executive Director / CEO employed by Kingfisher Mining Limited. Mr Farrell is a Member of the Australian Institute of Geoscientists and has sufficient experience that is relevant to this style of mineralisation and type of deposit under consideration and to the activity that is being reported on to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Farrell consents to the inclusion in the report of the matters in the form and context in which it appears.

ENVIRONMENTAL REGULATION

The Company is subject to significant environmental and monitoring requirements in respect of its natural resources exploration activities. The Directors are not aware of any significant breaches of these requirements during the period. The Company's principal activities are exploration for clean energy metals which are a key component of global de-carbonisation.

EVENTS SUBSEQUENT TO REPORTING DATE

There are no matters or circumstances have arisen since the end of the period which will significantly affect, or may significantly affect, the state of affairs or operations of the reporting entity in future financial periods except for the following:

- On 4 December 2023, the Company announced the execution of a Binding Heads of Agreement with Black Cat Syndicate Ltd (ASX:BC8)("Black Cat") for the sale of a 100% interest in Kingfisher's Boolaloo Project.
- The consideration received for the divestment of the Boolaloo Project consists of:
  - 2,000,000 fully paid ordinary shares in Black Cat based on a share price of $0.28 per share and valued at $560,000.
  - A 0.5% net smelter return royalty on gold and copper produced from all the Boolaloo tenements.
- The Boolaloo transaction completed on 31 January 2024, with all outstanding conditions precedent being satisfied.

AUDITOR'S DECLARATION OF INDEPENDENCE

The auditor's independence declaration for the period ended 31 December 2023 has been received and is included within the financial statements.

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

Signed in accordance on behalf of the Directors.



James Farrell
Executive Director & CEO

12 March 2024

For personal use only

CRITERION AUDIT

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

For personal use only

To The Board of Directors

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

As lead audit director for the review of the financial statements of Kingfisher Mining Ltd for the half year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours faithfully



CHRIS WATTS CA
Director

CRITERION AUDIT PTY LTD

DATED at PERTH this 12th day of March 2024

CHARTERED ACCOUNTANTS
AUSTRALIA + NEW ZEALAND

Liability limited by a scheme approved under Professional Standards Legislation

	Note	Company 31 December 2023 $	Company 31 December 2022 $
Revenue		**57,219**	14,655
Accounting fees		**(27,736)**	(33,265)
Compliance fees		**(38,176)**	(41,272)
Consultancy fees		**(69,584)**	(51,540)
Depreciation		**(33,036)**	(21,971)
Directors' remuneration		**(193,243)**	(241,086)
Impairment of exploration expenditure	6	**(679,263)**	-
Insurance expense		**(15,984)**	(13,577)
Interest expense		**(1,929)**	(1,874)
IT expenses		**(15,106)**	(16,119)
Legal expenses		**(10,231)**	(17,871)
Marketing expenses		**(65,880)**	(102,427)
Occupancy expenses		**5,839**	-
Other expenses		**(120,377)**	(82,383)
Share based payments expense	9	**-**	(815,715)
Travel expenses		**(17,497)**	(12,015)
Loss before tax		**(1,224,984)**	(1,436,460)
Income tax benefit/(expense)		**-**	-
Net loss for the year from operations		**(1,224,984)**	(1,436,460)
Other comprehensive income		**-**	-
Total comprehensive loss for the year		**(1,224,984)**	(1,436,460)
Basic and diluted loss per share (cents)		**(2.28)c**	(3.25)c

The accompanying notes form part of these financial statements.

For personal use only

	Note	Company 31 December 2023 $	Company 30 June 2023 $
ASSETS			
Current Assets			
Cash and cash equivalents	4	**2,007,273**	3,378,934
Trade and other receivables	5	**106,596**	77,339
Other assets		**58,452**	48,500
Total Current Assets		**2,172,321**	3,504,773
Non-Current Assets			
Plant and equipment		**142,052**	163,565
Right of use assets		**59,400**	74,679
Exploration and evaluation expenditure	6	**4,216,641**	4,119,183
Total Non-Current Assets		**4,418,093**	4,357,427
Total Assets		**6,590,414**	7,862,200
LIABILITIES			
Current Liabilities			
Trade and other payables	7	**110,186**	138,404
Provisions		**65,841**	65,841
Lease liabilities		**24,000**	24,000
Total Current Liabilities		**200,027**	228,245
Non-Current Liabilities			
Lease liabilities		**35,826**	54,410
Total Non-Current Liabilities		**35,826**	54,410
Total Liabilities		**235,853**	282,655
Net Assets		**6,354,561**	7,579,545
EQUITY			
Contributed equity	8	**9,863,699**	9,435,699
Reserves	9	**1,269,454**	2,299,329
Accumulated losses		**(4,778,592)**	(4,155,483)
Total Equity		**6,354,561**	7,579,545

The accompanying notes form part of these financial statements.

For personal use only

Company	Note	Contributed Equity	Share Based Payments Reserve	Options Reserve	Accumulated Losses	Total
		$	$	$	$	$
Balance at 30 June 2023		**9,435,699**	**1,494,661**	**804,668**	**(4,155,483)**	**7,579,545**
Equity issues	8	-			-	-
Equity issue costs	8	-	-		-	-
Net share based payments	9	428,000	(428,000)	(601,875)	601,875	-
Loss for the period		-	-	-	(1,224,984)	(1,224,984)
Other comprehensive income		-	-	-	-	-
Total comprehensive loss for the period		-	-	-	(1,224,984)	(1,224,984)
Balance at 31 December 2023		**9,863,699**	**1,066,661**	**202,793**	**(4,778,592)**	**6,354,561**
Balance at 30 June 2022		**5,439,389**	**1,102,581**	**-**	**(2,141,531)**	**4,400,439**
Equity issue	8	4,420,000	52,250	-	-	4,472,250
Equity issue costs		(686,557)	-	-	-	(686,557)
Net share based payments	9	-	763,465	376,268	-	1,139,733
Loss for the period		-	-	-	(1,436,460)	(1,436,460)
Other comprehensive income		-	-	-	-	-
Total comprehensive loss for the period		-	-	-	(1,436,460)	(1,436,460)
Balance at 31 December 2022		**9,172,832**	**1,918,296**	**376,268**	**(3,577,991)**	**7,889,405**

The accompanying notes form part of these financial statements.

For personal use only

	Note	Company 31 December 2023 $	Company 31 December 2022 $
Cash flows from operating activities			
Payments to suppliers and employees		**(558,531)**	(615,392)
Proceeds from receipt of interest		**33,231**	14,655
Payment of interest: lease		**(1,929)**	(1,874)
Net cash (used in) operating activities		**(527,229)**	(602,611)
Cash flows from investing activities			
Payments for plant and equipment		**(917)**	-
Payment for exploration and evaluation assets		**(833,444)**	(1,148,115)
Net cash provided from / (used in) investing activities		**(834,361)**	(1,148,115)
Cash flows from financing activities			
Proceeds from equity issues		**-**	4,472,268
Payment of equity issue costs		**-**	(362,558)
Repayment of borrowings		**(10,071)**	(10,126)
Net cash provided from / (used in) financing activities		**(10,071)**	4,099,584
Net increase / (decrease) in cash held		**(1,371,661)**	2,348,858
Cash and cash equivalents at beginning of the year		**3,378,934**	2,184,093
Cash and cash equivalents at year end	4	**2,007,273**	4,532,951

The accompanying notes form part of these financial statements.

For personal use only

For personal use only

1. *Corporate information*

This half year report covers Kingfisher Mining Limited (the "Company"), a company incorporated in Australia for the 6 month period ended 31 December 2023. The presentation currency of the Company is Australian Dollars ("$"). A description of the Company's operations is included in the review and results of operations in the Directors' Report. The Directors' Report is not part of the financial statements. The Company is a for-profit entity and limited by shares incorporated in Australia whose shares are traded under the ASX code "KFM". The financial statements were authorised for issue on 12 March 2024 by the Directors of the Company. The Directors have the power to amend and reissue the financial statements. The principal accounting policies adopted in the preparation of the financial statements are set out below.

2. *Accounting policies*

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

a. Statement of compliance

The general purpose financial statements of the Company have been prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standards, including AASB 134: Interim Financial Reporting and other authoritative pronouncements of the Australian Accounting Standards Board.

b. Basis of preparation

The financial statements have been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australia dollars, unless otherwise noted. The accounting policies and methods of computation adopted in the preparation of the half year financial report are consistent with those adopted and disclosed in the Company's annual financial report for the financial year ended 30 June 2022, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australia Accounting Standards and with International Financial Reporting Standards.

c. Comparatives

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

d. New or amended Accounting Standards and Interpretations adopted

In the period ended 31 December 2023, the Company has reviewed all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current reporting period. It has been determined by the Company that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to the Company accounting policies.

For personal use only

	Company 31 December 2023 $	Company 30 June 2023 $
4. *Cash and cash equivalents*		
Cash at bank	**257,273**	878,934
Term Deposits	**1,750,000**	2,500,000
	2,007,273	3,378,934
5. *Trade and other receivables*		
GST receivable	**44,460**	39,191
Other receivables	**62,136**	38,148
	106,596	77,339
6. *Exploration and evaluation expenditure*		
Balance at beginning of period	**4,119,183**	2,179,958
Exploration expenditure incurred	**776,721**	1,930,152
Exploration expenditure expensed	**-**	9,073
Exploration expenditure impaired[i]	**(679,263)**	-
Balance at end of period	**4,216,641**	4,119,183
7. *Trade and other payables*		
Accrued expenses	**12,971**	30,649
Trade creditors	**97,216**	107,755
	110,186	138,404

	Company 31 December 2023		Company 30 June 2023	
	No.	$	No.	$
8. *Contributed equity*				
Balance at beginning of period	**53,715,001**	**9,435,699**	42,250,001	5,439,389
Share issue: 19 September 2022	**-**	**-**	10,000,000	4,250,000
Share issue: 30 November 2022	**-**	**-**	400,000	170,000
Share issue: 31 January 2023	**-**	**-**	1,015,000	253,750
Share issue: 14 February 2023	**-**	**-**	50,000	12,500
Share issue (costs)/reversed	**-**	**428,000**	-	(689,940)
Balance at end of period	**52, 715,001**	**9,863,699**	53,715,001	9,435,699

[i] Boolaloo project written down to consideration value as disclosed in Note 10.

For personal use only

	Company 31 December 2023 $	Company 30 June 2023 $
9. *Reserves*		
Share based payments reserve		
Balance at beginning of year	**1,494,661**	674,181
Share based payments[1]	**-**	820,480
Reversal of expired options	**(428,000)**	-
Balance at end of year	**1,066,661**	1,494,661
Options reserve		
Balance at beginning of year	**804,688**	428,400
Share based payments	**-**	376,268
Reversal of expired options	**(601,875)**	-
Balance at end of year	**202,793**	804,688

[1]Variables used to calculate the option valuations are as follows:

Inputs	Employee Options [FY21/22]	Broker Options[ii] [FY22/23]	Director, Employee & Contractor Options [FY22/23]
Number of options	250,000	1,800,000	2,450,000
Exercise price	$0.2403	$0.70	$0.691
Expiry date	30-Nov-24	30-May-25	05-Dec-25
Grant date	01-Dec-21	30-Nov-22	06-Dec-22
Share price at grant date	$0.17	N/A	$0.56
Risk free interest rate	0.53%	N/A	3.01%
Volatility	59.01%	N/A	100.00%
Option value	$0.0038	$0.18	$0.331

10. *Events after the end of the reporting year*

There are no matters or circumstances have arisen since the end of the year which will significantly affect, or may significantly affect, the state of affairs or operations of the reporting entity in future financial periods except for the following:

- On 4 December 2023, the Company announced the execution of a Binding Heads of Agreement with Black Cat Syndicate Ltd (ASX:BC8)("Black Cat") for the sale of a 100% interest in Kingfisher's Boolaloo Project.
- The consideration received for the divestment of the Boolaloo Project consists of:
  - 2,000,000 fully paid ordinary shares in Black Cat based on a share price of $0.28 per share and valued at $560,000.
  - A 0.5% net smelter return royalty on gold and copper produced from all the Boolaloo tenements.

[ii] Listed options therefore valued at KFMO price on grant date.

- The Boolaloo transaction completed on 31 January 2024, with all outstanding conditions precedent being satisfied.

	Company 31 December 2023 $	Company 30 June 2023 $

11. *Commitments and contingencies*

a. Commitments relating to operating expenditures

Not longer than 1 year	**482,177**	836,306
More than 1 year but not longer than 5 years	**937,154**	1,591,423
More than 5 years	**-**	-
	1,455,331	2,427,729

b. Contingent assets and contingent liabilities

On the Boolaloo project sale, there is a contingent asset of a 0.5% net smelter return royalty on gold and copper produced from all the Boolaloo tenements payable by Black Cat Syndicate Ltd.

Apart from the above, there are no other contingent assets nor any contingent liabilities as at 31 December 2023.

12. *Related party transactions*

Effective 26 February 2021 the Company entered into a sub-lease agreement with Nelson Resources Limited (a company of which both Warren Hallam and Adam Schofield were directors but resigned 31 May 2022 and 15 August 2022 respectively) for the occupancy of its premises. The transaction was on an arm's length term at a cost of $2,000 per month, expiring 31 December 2024 but ceased on 31 July 2023. The total amount paid to 31 December 2023 was $2,000 (30 June 2023: $12,000).

For personal use only

The Directors of the Company declare that:

The financial statements and notes are in accordance with the *Corporations Act 2001* and:

a. comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001;
b. give a true and fair view of the Company's financial position as at 31 December 2023 and of the performance for the period ended 31 December 2023;

In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

The Directors have been given the declarations required by section 295A of the Corporations Act 2001.

This declaration is signed in accordance with a resolution of the Directors made pursuant to section 303(5) of the Corporations Act 2001.

On behalf of the Directors



James Farrell
Executive Director
12 March 2024

For personal use only

CRITERION AUDIT

Criterion Audit Pty Ltd

ABN 85 165 181 822

PO Box 233 LEEDERVILLE WA 6902

Suite 2, 642 Newcastle Street
LEEDERVILLE WA 6007

Phone: 9466 9009

For personal use only

Independent Auditor's Review Report

To the Members of Kingfisher Mining Ltd

Conclusion

We have reviewed the half-year financial report of Kingfisher Mining Ltd ("the Company"), which comprises the statement of financial position as at 31 December 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Kingfisher Mining Ltd does not comply with the *Corporations Act 2001* including:

a. Giving a true and fair view of the Company's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and

b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the ethical requirements of the *Corporations Act* 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (*including Independence Standards*) (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibility of the Directors for the Half-Year Financial Report

The Directors are responsible for the preparation of the half-year financial report that gives us a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the

directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Half-Year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



CRITERION AUDIT PTY LTD



CHRIS WATTS CA
Director

DATED at PERTH this 12th day of March 2024

For personal use only

For personal use only

ASX KFM

Registered Office Address

Address
Unit 2, 106 Robinson Avenue
Belmont WA 6104 AUSTRALIA

ABN | 96 629 675 216

Phone
+61 8 9481 0389
Email
info@kingfishermining.com.au

kingfishermining.com.au

SOURCING THE FUTURE METALS OF TOMORROW