



**T A N A M I
G O L D N L**

ABN 51 000 617 176

**CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2021**

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DIRECTORS' REPORT

For the half-year ended 31 December 2021

The Directors' present their report together with the consolidated interim financial report of the Consolidated Entity, being Tanami Gold NL ("Tanami" or the "Company") and its controlled entities, for the half-year ended 31 December 2021 ("half-year") and the auditor's independent review report thereon.

1. Directors

The Directors of the Company at any time during or since the end of the half-year are:

<i>Name</i>		<i>Period of Directorship</i>
Mr A.G. Dew	Non-Executive Director and Chairman	Appointed 2 December 2011
Mr G.J. McMahon	Independent Non-Executive Director	Appointed 23 April 2013/Resigned 9 December 2021
Mr C.C. Procter	Independent Non-Executive Director	Appointed 9 December 2011
Mr B. Montgomery	Independent Non-Executive Director	Appointed 6 February 2013
Mr B.R. Smith	Non-Executive Director	Appointed 27 November 2018
Mr N.M. Edwards	Non-Executive Director	Appointed 28 May 2021

2. Results

The Consolidated Entity had a profit after tax for the half-year of \$11.993 million (HY 2020: loss \$0.0297 million).

As at 31 December 2021, the Company held cash and cash equivalents of \$33.550 million (30 June 2021: \$28.318 million) and in addition held 500,000 Northern Star Resources Limited ("Northern Star") shares at \$9.41 per share (equating to \$4.705 million at 31 December 2021).

3. Nature of Operations and Principal Activities

The Company is a no liability company and is domiciled and incorporated in Australia. The principal activity of the Consolidated Entity during the half-year period related to its involvement in the 50/50 Joint Venture ("JV") with ASX listed entity Northern Star to develop the Company's Central Tanami Project ("CTP") in the Tanami Desert in the Northern Territory.

4. Corporate and Financial Overview

Covid-19 Pandemic Response

The global COVID-19 pandemic has had a significant impact on individuals, communities, and businesses everywhere. In Australia, employees at all levels of the Company's business were asked to change the way they worked, and how they interacted professionally and socially. Together with the various State and Federal Government health measures, the Company implemented significant controls and requirements at all its sites to protect the health and safety of its workforce, their families, local suppliers, and neighbouring communities while ensuring a safe environment for operations.

The Company's COVID-19 response protocols reinforce the current public health advice in each State including:

- social distancing protocols;
- the wearing of face masks;
- suspension of large indoor gatherings;
- cancellation of all non-essential travel;
- flexible and remote working plans for employees;
- access to site restrictions and temperature screening;
- self-isolation following international travel, development of symptoms, or interaction with a confirmed case of COVID-19;
- increased inventory of hand sanitiser and hygiene supplies; and
- increased focus on cleaning and sanitation.

No adjustments have been made to the Company's result as at 31 December 2021 for the impacts of COVID-19. However, the scale and duration of possible future Government measures, vaccine rollout, and their impact on the Group's operations and financial situation, necessarily remains uncertain.

Changes in Composition of the Board of Directors

Mr Neale Edwards was appointed as a Non-Executive Director of the Company effective 28 May 2021. Mr Edwards has over 30 years' experience in the mineral exploration and mining industry, covering major geological regions throughout

DIRECTORS' REPORT

For the half-year ended 31 December 2021

Australia, the Pacific Rim, northern Africa, and Europe. Mr Edwards holds a Bachelor of Science (Hons) and is a Fellow of the Australian Institute of Geoscientists.

Mr Gerard McMahon resigned as a Non-Executive Director of the Company effective 9 December 2021 to pursue other business interests.

5. Joint Venture with Northern Star

On 16 September 2021, the Company announced that the transaction to establish a 50/50 joint venture covering the CTP in the Northern Territory had been completed following shareholder approval at the Company's EGM held on 17 August 2021, and the transfer of a 10% joint venture interest by Tanami to Northern Star for a A\$15.000 million cash payment which was received by Tanami on 15 September 2021.

Under the terms of new joint venture agreement ("Agreement") a joint venture management company ("CTP JV Pty Ltd") was registered, through which both Tanami and Northern Star will jointly fund all exploration and development activities on the CTP Joint Venture ("CTPJV").

The CTPJV has been established to advance exploration on the 2,211km² tenement area held in the Tanami Region by the CTPJV. The tenement area encompasses highly prospective, underexplored geological sequences, in an area that is known to be well endowed with gold mineralisation.

The immediate objective of the CTPJV is to develop and mine the Groundrush gold deposit and any other Ore Reserves and Mineral Resources delineated in the CTPJV tenements at the earliest possible time, utilising mining infrastructure already in place on the project area, commensurate with good mining practice.

The initial series of programs on the CTPJV have been designed to primarily focus on a series of priorities near surface targets associated with both the Groundrush and Jims gold deposits and the Tanami Mine Corridor, which have been insufficiently drilled in the past.

Updating of the Mineral Resources in accordance with the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code") will commence in 2022.

In addition, a Metallurgical Scoping Study, the results of which could be utilised in the updating of the Mineral Resources and other Scoping Study models, will be carried out to identify the potential optimal open pit and underground production limits at the Groundrush deposit.

As previously announced, Mr Joe McDiarmid, a consultant mining engineer, was appointed as General Manager of the CTPJV on 19 October 2021. Mr McDiarmid has over 20 years' experience in executive, management, operational, technical and leadership roles in resource companies globally giving him exposure to a variety of mining methodologies plus a well-developed understanding of commercial, functional and safety aspects of mining operations.

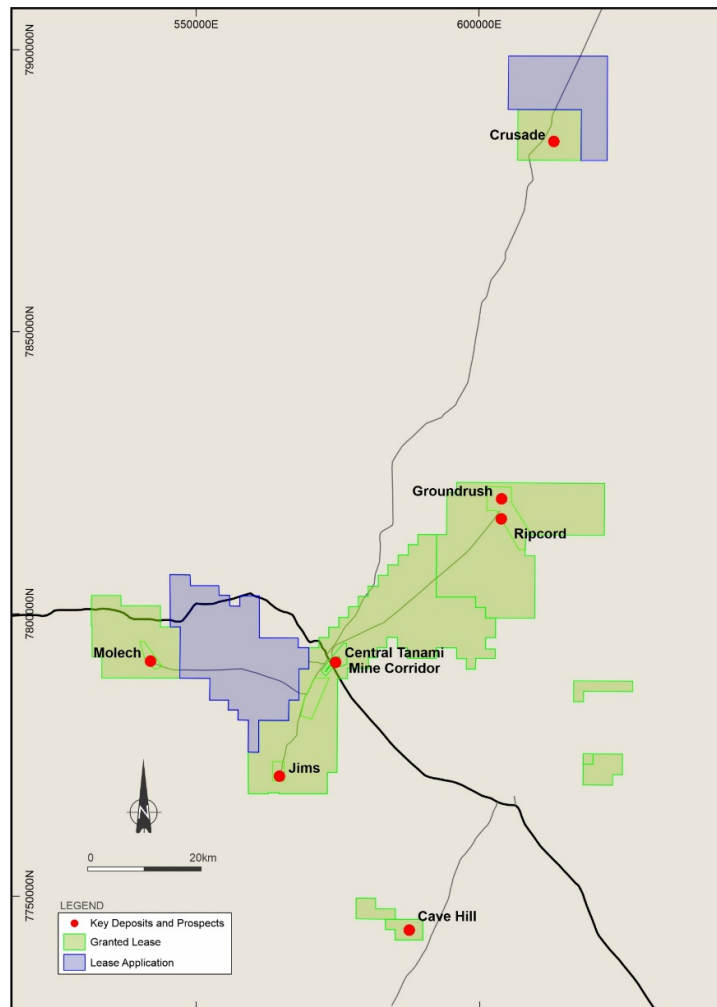
6. Exploration Activities Overview

Central Tanami Project (50% Tanami)

Heavy unseasonal rainfall impacted the movement of personnel in and around the project area during the period. Government mandated COVID restrictions in multiple States also materially impacted personnel travel, and on-ground exploration activities were minimal due to these restricted staff movements. This resulted in several work programs having to be deferred.

DIRECTORS' REPORT
For the half-year ended 31 December 2021

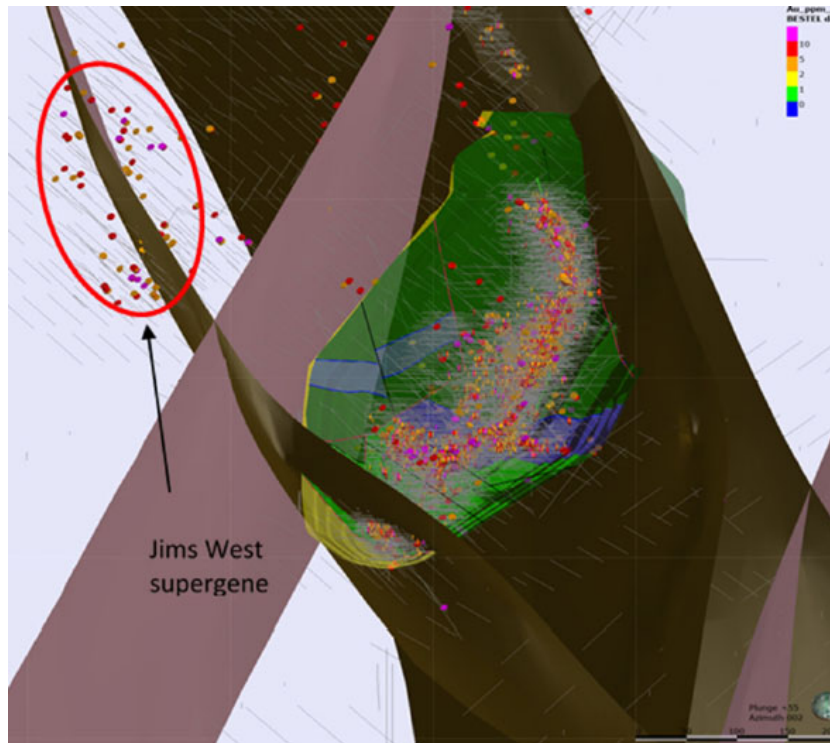
Figure 1 – Central Tanami Joint Venture Tenements



a) Jims

Following the distribution of a scope of work and drill tender to contractors, a drilling contractor was secured to complete a diamond core drill program at the Jims Gold Deposit. The program is designed to target the down-plunge extension of known mineralisation at Jims. All weather drill pads were constructed, and tracks were prepared, however road and border closures due to COVID and heavy seasonal rains prevented any exploration activity, and the drilling program was deferred depending on re-opening of State borders and roads.

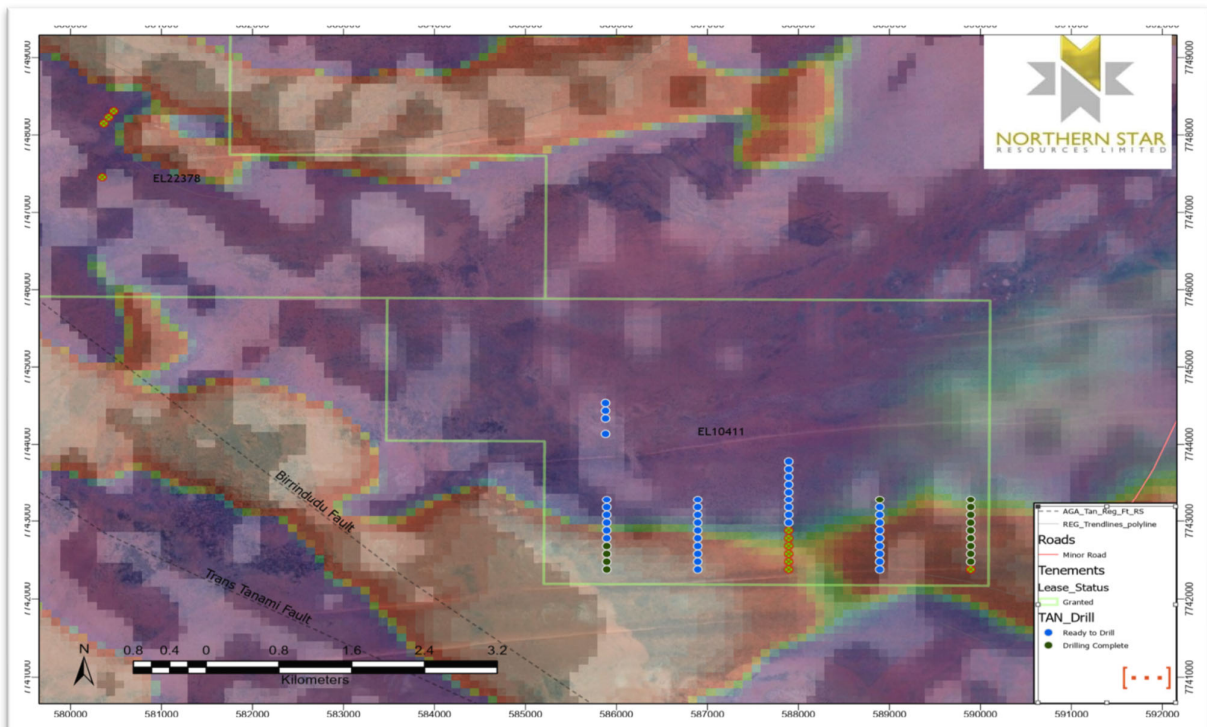
Figure 2 – Jims Main Open Pit and adjacent supergene mineralisation (oblique view, looking North)



b) Cave Hill

The Cave Hill air core (“AC”) drilling program was cancelled on 20 September 2021 following the contractor’s poor production rates and failure to reach targeted hole depths (60m). A total of 15 drill holes (678m) were completed out of a planned 53-hole program. Completed drill hole depths ranged from 18m to 108m, however the rig generally failed to penetrate the transported and clay cover sequences to intersect the bedrock. A total of 167 4m composite samples were collected and despatched for analysis by fire assay with ICP-AES finish with several end-of-hole samples sent for multi-element analysis. All assays are pending.

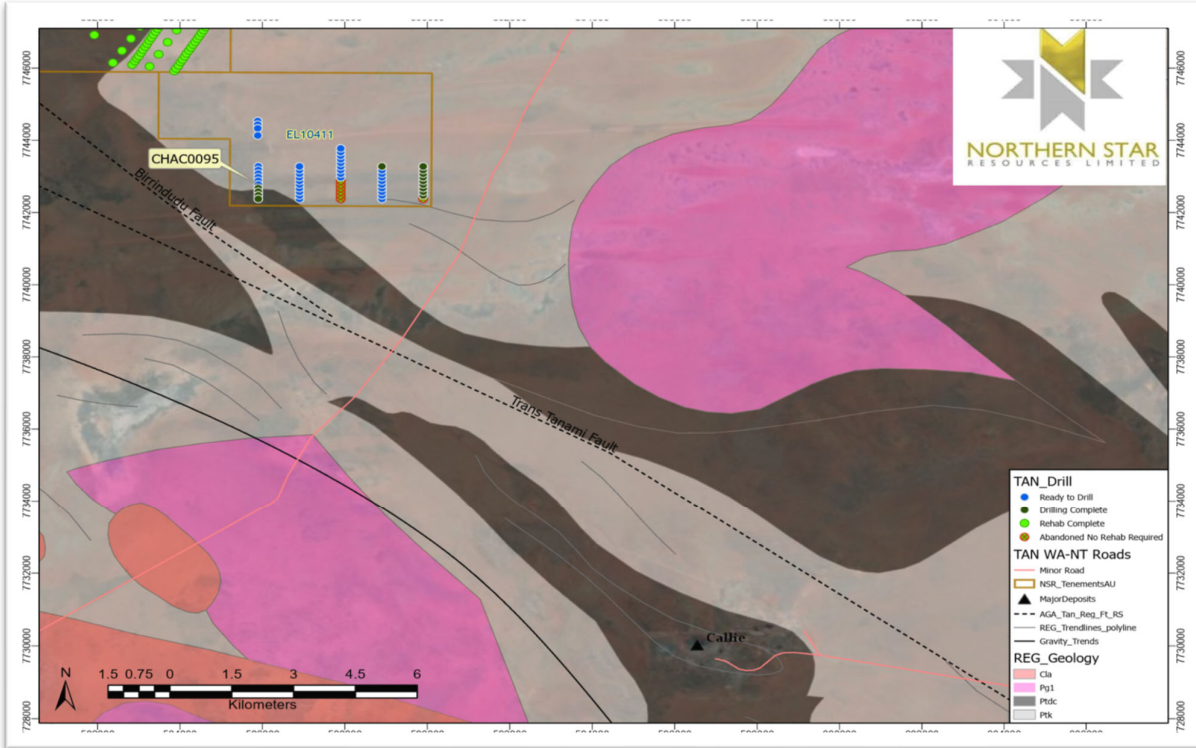
Figure 3 – Cave Hill AC design over Bouguer Gravity 1VD



DIRECTORS' REPORT
For the half-year ended 31 December 2021

The Caves Hill target area is approximately 16 kilometres northwest of Newmont Corporation's Callie Gold Mine adjacent to the interpreted Trans Tanami fault zone. Both the Cave Hill target and Callie Gold Mine are located in similar geological settings, highly magnetic corridor adjacent to interpreted granite contacts.

Figure 4: Drilling at Cave Hill over geological interpretation and relationship to Callie Gold Mine stratigraphy



7. Open Pit Survey and Modelling Project

During the period, aerial surveys using unmanned aerial vehicles (“UAV”) were scheduled to be undertaken over several open pits at the CTPJV to assist with mapping and pit stability assessments. The focus of the UAV surveys were to be the open pits at Groundrush, Hurricane-Repulse, Carbine and Jims. The survey program was deferred to early 2022 pending the re-opening of borders.

8. Resampling

During the period, nine samples from drill cores returned from the CSIRO GeoMet research project selected from high grade gold zones from the Ripcord, Carbine, Beaver, Hurricane, Jims and Groundrush deposits, and one sample from historical drilling at Crusade which was not included in the CSIRO project, were sent to ALS for analysis. All samples are being analysed for full multi-element suite plus rare earth elements, palladium, and platinum. Sample results are expected to be received by Q1 2022. *Table 1 – Drill Samples Dispatched*

Project	Prospect	Tenement Number	Number of Samples	Comments
CTP	Groundrush	ML22934	1	NGRCD00107
CTP	Ripcord	ML22934	1	RPDD0001G
CTP	Hurricane	MLS153	2	NHDD0001
CTP	Carbine	MLS167	3	CADD0023
CTP	Jims	MLS168	1	JDD001
CTP	Crusade	MLS172	1	CDH007
CTP	Pendragon	MLS180	1	PGDH009
		TOTAL	10	

DIRECTORS' REPORT
For the half-year ended 31 December 2021

9. Business Strategies and Prospects

As announced on 16 September 2021, Completion of the Agreement with Northern Star and its wholly owned subsidiary Northern Star (Tanami) Pty Ltd to establish the CTPJV occurred. The Company expects the CTPJV will continue with exploration and drilling at the CTP with the express purpose of commencing mining of the Groundrush deposit as soon as practicable commensurate with good mining practice.

10. Events Subsequent to Reporting Date

There are no subsequent events as at the date of this report.

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

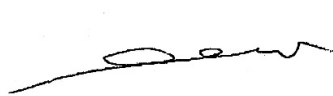
The Directors have received confirmation from the Lead Auditor of Tanami Gold NL that the auditors are independent of the Company.

A copy of the auditor's independence declaration as required under Section 307C of the Corporations Act 2001 is included on page 9 and forms part of the Directors' report for the half-year ended 31 December 2021.

12. Rounding

The amounts contained in this report and in the financial report have been rounded to the nearest \$1,000 (unless otherwise stated) and where noted (\$'000) under the option available to the Company under ASIC Corporations (Rounding in Financial/Directors Report) Instrument 2016/191. The Company is an entity to which the instrument applies.

Signed in accordance with a resolution of the Directors:



Arthur G Dew
Non-Executive Director and Chairman
Perth, Western Australia

15 March 2022



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

To the Directors of Tanami Gold NL

I declare that, to the best of my knowledge and belief, in relation to the review of Tanami Gold NL for the half-year ended 31 December 2021 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

GL + 177

KPMG

Graham Hogg

Partner

Perth

15 March 2022

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**
For the half-year ended 31 December 2021

	31 Dec 21	31 Dec 20
	\$'000	\$'000
Continuing operations		
Other income	120	75
Profit on sale of assets	7 11,221	-
Care and maintenance costs	8 (218)	-
Exploration and evaluation expenses	9 (285)	-
Corporate and other expenses	10 (525)	(425)
Results from operating activities	<u>10,313</u>	<u>(350)</u>
Financial income	50	108
Financial expense	(2)	-
Profit/(loss) before income tax	<u>10,361</u>	<u>(242)</u>
Deferred income tax expense	(55)	(55)
Profit/(loss) from operations	<u>10,306</u>	<u>(297)</u>
Profit/(loss) for the period	<u>10,306</u>	<u>(297)</u>
Other comprehensive income (OCI)		
Items that may be reclassified subsequently to profit or loss:		
Net loss on financial assets at fair value through OCI (net of tax)	(130)	(128)
Other comprehensive loss for the period (net of income tax)	<u>(130)</u>	<u>(128)</u>
Total comprehensive /(loss) for the year attributable to owners of the Company	<u>10,176</u>	<u>(425)</u>
Earnings/(loss) per share from continuing operations		
Basic and diluted earnings/(loss) per share (cents per share)	0.0088	(0.0253)

The condensed consolidated interim statement of profit or loss and other comprehensive income is to be read in conjunction with the condensed notes to the consolidated interim financial report.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
For the half-year ended 31 December 2021

	Note	31 Dec 21 \$'000	30 Jun 21 \$'000
Assets			
Current assets			
Cash and cash equivalents		33,550	28,318
Trade and other receivables	11	5,002	26
Financial assets at fair value through OCI	12	4,705	4,890
Assets classified as held for sale		-	2,085
Other assets		16	-
Total current assets		<u>43,273</u>	<u>35,319</u>
Non-current assets			
Rehabilitation deposits	11	6,652	2,513
Right of use assets		40	32
Property, plant, and equipment		424	423
Acquired exploration and evaluation		10,359	10,359
Total non-current assets		<u>17,475</u>	<u>13,327</u>
Total assets		<u>60,748</u>	<u>48,646</u>
Liabilities			
Current liabilities			
Trade and other payables		375	144
Interest bearing liabilities		14	13
Total current liabilities		<u>389</u>	<u>157</u>
Non-current liabilities			
Interest bearing liabilities		28	29
Rehabilitation provisions	13	3,358	1,663
Total non-current liabilities		<u>3,386</u>	<u>1,692</u>
Total liabilities		<u>3,775</u>	<u>1,849</u>
Net assets		<u>56,973</u>	<u>46,797</u>
Equity			
Issued capital	14	317,637	317,637
Accumulated losses		(261,032)	(271,338)
Reserves		368	498
Total equity attributable to equity holders of the Company		<u>56,973</u>	<u>46,797</u>

The condensed consolidated interim statement of financial position is to be read in conjunction with the condensed notes to the consolidated interim financial report.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
For the half-year ended 31 December 2021

	Issued Capital	Accumulated Losses	Financial Assets Fair Value Reserve	Total
	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2020	317,637	(270,650)	2,301	49,288
Loss for the period	-	(297)	-	(297)
Reclassify OCI to retained earnings on sale of shares	-	644	(644)	-
Net change in fair value of financial assets through OCI	-	-	(128)	(128)
Total comprehensive loss for the period	-	347	(772)	(425)
Balance at 31 December 2020	317,637	(270,303)	1,529	48,863
Balance at 1 July 2021	317,637	(271,338)	498	46,797
Profit for the period	-	10,306	-	10,306
Net change in fair value of financial assets through OCI	-	-	(130)	(130)
Total comprehensive profit for the period	-	10,306	196	10,176
Balance at 31 December 2021	317,637	(261,032)	368	56,973

The condensed consolidated interim statement of changes in equity is to be read in conjunction with the condensed notes to the consolidated interim financial report.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
For the half-year ended 31 December 2021

	Note	31 Dec 21 \$'000	31 Dec 20 \$'000
Cash flows from operating activities			
Cash payments in the course of operations		(673)	(448)
Interest paid		(2)	-
Interest received		39	133
Net cash used by operating activities		<u>(636)</u>	<u>(315)</u>
Cash flows from investing activities			
Proceeds from sale of financial assets		-	2,774
Purchase of financial assets		-	(2,691)
Purchase of property, plant, and equipment		(4)	-
Proceeds from sale of CTP	7	15,000	-
Cash calls to CTPJV		(5,000)	-
Dividends received		24	68
Payment for bonds		(4,138)	-
Net cash from investing activities		<u>5,882</u>	<u>151</u>
Cash flows from financial activities			
Lease liability payments		(14)	(6)
Net cash used by financing activities		<u>(14)</u>	<u>(6)</u>
Net increase/(decrease) in cash and cash equivalents held		5,232	(170)
Cash and cash equivalents at the beginning of the period		28,318	28,945
Cash and cash equivalents at the end of the period		<u>33,550</u>	<u>28,775</u>

The condensed consolidated interim statement of cash flows is to be read in conjunction with the condensed notes to the consolidated interim financial report.

DIRECTORS' DECLARATION

For the half-year ended 31 December 2021

1. Reporting Entity

Tanami Gold NL (the "Company") is a company domiciled in Australia. The condensed consolidated interim financial statements of the Company as at and for the half-year ended 31 December 2021 comprise the Company and its subsidiaries (together referred to as the "Consolidated Entity") and the Consolidated Entity's interests in associates and jointly controlled entities. The Company is a for profit entity and is primarily involved in gold exploration.

The condensed consolidated interim financial statements of the Consolidated Entity as at and for the half-year ended 31 December 2021 are available upon request from the Company's registered office at Unit 202, Level 2, 39 Mends Street, South Perth WA 6151 or on the Company's website at www.tanami.com.au.

2. Statement of Compliance

These condensed consolidated interim financial statements are a general-purpose financial report which has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Consolidated Entity as at and for the year ended 30 June 2021.

These condensed consolidated interim financial statements were approved by the Board of Directors on 15 March 2022.

3. Significant Accounting Policies

The accounting policies applied by the Consolidated Entity in these condensed consolidated interim financial statements are the same as those applied by the Consolidated Entity in its consolidated financial statements as at and for the year ended 30 June 2021.

4. Estimates

The preparation of the interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Consolidated Entity's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report as at and for the year ended 30 June 2021.

5. Standards and Interpretations applicable to 31 December 2021

In the period ended 31 December 2021, the Company has reviewed all new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the "AASB") that are relevant to the Company and effective for the current reporting period beginning on or after 1 July 2021.

As a result of this review, the Group has initially applied the following standards. There has been no material impact to profit or loss or net assets as a result of the adoption of these standards in the current or comparative years.

Conceptual Framework for Financial Reporting

The revised Conceptual Framework includes some new concepts, provides updated definitions and recognition criteria for assets and liabilities and clarifies some important concepts. It is arranged in eight chapters, as follows:

- Chapter 1 – The objective of financial reporting
- Chapter 2 – Qualitative characteristics of useful financial information
- Chapter 3 – Financial statements and the reporting entity
- Chapter 4 – The elements of financial statements
- Chapter 5 – Recognition and derecognition
- Chapter 6 – Measurement
- Chapter 7 – Presentation and disclosure
- Chapter 8 – Concepts of capital and capital maintenance

DIRECTORS' DECLARATION

For the half-year ended 31 December 2021

The changes to the Conceptual Framework may affect the application of accounting standards in situations where no standard applies to a particular transaction or event. In addition, relief has been provided in applying IFRS 3 *Business Combinations* and developing accounting policies for regulatory account balances using IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors*, such that entities must continue to apply the definitions of an asset and a liability (and supporting concepts) in the Framework for the Preparation and Presentation of Financial Statements (July 2004), and not the definitions in the revised Conceptual Framework.

Amendments to IAS 1 and IAS 8 - Definition of Material

This Standard amends IAS 101 Presentation of Financial Statements and IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors to align the definition of 'material' across the standards and to clarify certain aspects of the definition. The amendments clarify that materiality will depend on the nature or magnitude of information. An entity will need to assess whether the information, either individually or in combination with other information, is material in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users.

Amendments to IFRS 7, IFRS 9 and IAS 39 - Interest Rate Benchmark Reform

These amendments were issued in response to the effects of Interbank Offered Rates reform on financial reporting and provide mandatory temporary reliefs which enable hedge accounting to continue during the period of uncertainty before the replacement of an existing interest rate benchmark with an alternative nearly risk-free interest rate.

Standards and Interpretations in issue not yet adopted.

The Company has also reviewed all of the new and revised Standards and Interpretations in issue but not yet adopted for the half-year ended 31 December 2021. As a result of this review, the Company has determined that there is no material impact of the new and revised Standards and Interpretations on the Company and therefore, no material change is necessary to Group accounting policies.

6. Dividends

There were no dividends paid or provided for during the half-year and up to the date of this report.

7. Profit on Sale of Assets

	2021	2020
	\$'000	\$'000
Profit on sale of 10% interest in CTP	11,221	-

On 15 September 2021, the Company completed a transaction to establish a 50/50 joint venture covering the Central Tanami Project in the Northern Territory ("CTPJV"). At completion a further 10% joint venture interest was transferred by Tanami to Northern Star upon receipt of a A\$15.000 million cash payment to Tanami from Northern Star. Under the terms of the joint venture a joint management company was registered, through which both Tanami and Northern Star will jointly fund all exploration development activities on the CTPJV. The joint management company, CTP JV Pty Ltd is responsible for the management of the CTPJV. In addition, the company recognised a rehabilitation liability of A\$1.695million representing the Company's share of the provisions acquired. A reconciliation of the transaction is below:

	Sale 10%
	15 Sep 21
	\$'000
Consideration received:	
Cash consideration	15,000
	<u>15,000</u>
Asset and liabilities disposed of:	10%
Exploration and evaluation asset	(2,043)
Property, plant, and equipment	(41)
Rehabilitation provision liability assumed	(1,695)
Carrying value of CTP assets and liabilities disposed	<u>(3,779)</u>
Profit on sale of interest in CTP	<u>11,221</u>

DIRECTORS' DECLARATION
For the half-year ended 31 December 2021

8. Care and Maintenance Costs	2021	2020
	\$'000	\$'000
Care and maintenance costs	218	-
	<u>218</u>	<u>-</u>

Represents 50% of the care and maintenance costs incurred by the CTPJV during the half-year period.

9. Exploration and Evaluation Expenses	2021	2020
	\$'000	\$'000
Salaries and wages	141	-
Insurance	31	-
Other	113	-
	<u>285</u>	<u>-</u>

Represents 50% of the exploration and evaluation costs incurred by the CTPJV during the half-year period.

10. Corporate and Other Expenses	2021	2020
	\$'000	\$'000
Consulting fees	162	145
Directors' fees	159	139
Insurance	23	20
Legal fees	36	23
Statutory fees	29	38
Rent and outgoings	13	2
Financial services	23	-
Financial expense	(2)	-
Amortisation	7	7
Depreciation	3	1
Other	72	50
	<u>525</u>	<u>425</u>

11. Trade and Other Receivables
Current

Sundry debtors	15	26
Dividend receivable	97	-
Other receivables	4,891	-
	<u>5,002</u>	<u>26</u>

Non-current

Other receivables – performance bond facility	6,652	2,513
	<u>6,652</u>	<u>2,513</u>

Current other receivables of \$5.002 million includes cash calls advanced to the CTPJV of \$4.891 million, dividend receivables of \$0.097 million and interest of \$0.014 million.

Non-current other receivables represent term deposits placed in support of environmental performance bonds lodged with Newmont Australia Limited \$0.850 million (2020: \$0.850 million) and the Department of Industry, Tourism and Trade (NT) \$5.802 million (2020: \$1.663 million). The increase is due to the Company taking up 50% of the rehabilitation provision in line with the CTPJV. The fair value approximates cost.

Other receivables are initially recorded at the amount of proceeds due and are subsequently measured at amortised cost.

All trade receivables are due and payable within 30 days.

DIRECTORS' DECLARATION
For the half-year ended 31 December 2021

12. Financial Assets

At 31 December 2021, the Company has an investment of 500,000 listed equity shares in Northern Star (30 June 2021: 500,000 shares). Subsequent to their initial recognition, shares are measured at fair value being the published price quotation in an active market. Changes therein are recognised in Other Comprehensive Income ("OCI") and presented as an unrealised gain/(loss) reserve in equity. The fair value movement in the asset during the half-year period was a loss of \$0.130 million (31 December 2020: loss of \$0.128 million) after the recognition of deferred tax which has been recognised as the net change in the fair value of financial assets in OCI. A corresponding \$0.550 million deferred tax asset (30 June 2021: \$0.497 million deferred tax asset) was recognised with the associated tax expense/benefit reflected in the condensed consolidated interim statement of profit or loss.

13. Provisions

	31 Dec 21	30 Jun 21
	\$'000	\$'000
Non-current		
Provision for rehabilitation – 50% CTPJV	3,358	1,663
	<u>3,358</u>	<u>1,663</u>

Environmental obligations associated with the retirement or disposal of mining properties and/or of exploration activities are recognised when the disturbance occurs and are based on the extent of the damage incurred. During the period, the Company recognised an additional \$1.695 million representing Tanami's share of the CTPJV rehabilitation provision.

14. Issued Capital

At 31 December 2021, the Company had 1,175,097,046 (2020: 1,175,097,046) fully paid ordinary shares on issue for a total value of \$317.637 million (2020: \$317.637 million).

15. Segment Information

The Group has one reportable operating segment which is gold exploration in Australia.

The Group's operating segment has been determined with reference to the information and reports the Chief Operating Decision Makers use to make strategic decisions regarding Company resources.

Due to the size and nature of the Group, the Directors are considered to be the Chief Operating Decision Makers. Financial information is reported to the Directors as a single segment and all significant operating decisions are based upon analysis of the Group as one segment. The financial results of this segment are equivalent to the financial statements of the Group as a whole.

16. Interest in Joint Operations

On 15 September 2022, the Company announced that the transaction to establish a 50/50 joint venture covering the CTP in the Northern Territory. As a result, the Group's interest in the assets and liabilities of joint operations are included in the consolidated statement of financial position.

Central Tanami Project Joint Venture (CTPJV)

Subsidiary company Tanami (NT) Pty Ltd has a 50% interest and participating share in the CTPJV, which is operated and managed by CTP JV Pty Ltd.

Recognition and measurement

Joint arrangements are arrangements over which two or more parties have joint control. Joint Control is the contractual agreed sharing of control of the arrangement which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control. Joint arrangements are classified as either a joint operation or a joint venture, based on the rights and obligations arising from the contractual obligations between the parties to the arrangement.

To the extent the joint arrangement provides the Group with rights to the individual assets and obligations arising from the joint arrangement, the arrangement is classified as a joint operation and as such, the Group recognises its:

- Assets, including its share of any assets held jointly;
- Liabilities, including its share of liabilities incurred jointly;
- Revenue from the sale of its share of the output arising from the joint operation;
- Share of revenue from the sale of the output by the joint operation; and

DIRECTORS' DECLARATION
For the half-year ended 31 December 2021

- Expenses, including its share of any expenses incurred jointly.

To the extent the joint arrangement provides the Group with rights to the net assets of the arrangement, the investment is classified as a joint venture and accounted for using the equity method. Under the equity method, the cost of the investment is adjusted by the post-acquisition changes in the Group's share of the net assets of the joint venture.

17. Events Subsequent to Reporting Date

There are no subsequent events as at the date of this report.

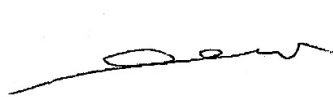
DIRECTORS' DECLARATION
For the half-year ended 31 December 2021

In accordance with a resolution of the Directors of Tanami Gold NL, I state that:

1. In the opinion of the Directors:

- a) the financial statements and notes of Tanami Gold NL for the half year ended 31 December 2021 are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of its financial position as at 31 December 2021 and performance;
 - (ii) complying with Accounting Standards AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.
- b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the board



Arthur G Dew

Non-Executive Director and Chairman

Perth, Western Australia

15 March 2022



Independent Auditor's Review Report

To the shareholders of Tanami Gold NL

Report on the Consolidated Interim Financial Report

Conclusion

We have reviewed the accompanying **Consolidated Interim Financial Report** of Tanami Gold NL.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Consolidated Interim Financial Report of Tanami Gold NL does not comply with the *Corporations Act 2001*, including:

- Giving a true and fair view of the **Group's** financial position as at 31 December 2021 and of its performance for the Half-year ended on that date; and
- Complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Consolidated Interim Financial Report** comprises:

- Condensed consolidated interim statement of financial position as at 31 December 2021;
- Condensed consolidated interim statement of comprehensive income, Condensed consolidated interim statement of changes in equity and condensed consolidated interim statement of cash flows for the Half-year ended on that date;
- Notes 1 to 17 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration.

The **Group** comprises Tanami Gold NL (the Company) and the entities it controlled at the Half year's end or from time to time during the Half-year.

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 Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.