

ANNUAL REPORT

For the year ended 30 June 2022

CORPORATE INFORMATION

DIRECTORS

Mr Sufian Ahmad Non-Executive Chairman
Dr Stephen Windle Non-Executive Director
Mr Robert Martin Non-Executive Director

COMPANY SECRETARY

Mr Harry Spindler

CHIEF FINANCIAL OFFICER

Mr Agha Shahzad Pervez

REGISTERED AND PRINCIPAL OFFICE

Level 50, 108 St Georges Terrace Perth, WA 6000

Telephone +61 (8) 6109 6689

Website <u>www.pathfinderresources.com.au</u> Email info@pathfinderresources.com.au

POSTAL ADDRESS

PO Box 7310 Cloisters Square PO WA 6850

AUDITORS

BDO Audit (WA) Pty Ltd Level 9, Mia Yellagonga Tower 2 5 Spring Street Perth, WA 6000

SHARE REGISTRY

Computershare GPO Box 2975, Melbourne Vic 3001

ASX Code PF1

ACN 085 905 997 **ABN** 80 085 905 997

In this report, the following definitions apply:

"Board" means the Board of Directors of Pathfinder Resources Limited

"Pathfinder" or the "Company" means Pathfinder Resources Ltd ABN 80 085 905 997

CORPORATE INFORMATION

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Directors Report

Your directors submit the financial report of the Company and its controlled entities (the Group) for the year ended 30 June 2022. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows.

Directors

The names and particulars of the directors of the Company in office during or since the end of the year to the date of this report are:

date of this report an			
Director	Position	Appointed	Resigned
Sufian Ahmad	Non-Executive Chairman	1 December 2020	Current
	Non-Executive Director	17 March 2020	1 December 2020
Stephen Windle	Non-Executive Director	5 October 2021	Current
Robert Martin	Non-Executive Director	12 April 2022	Current
Shannon Green	Managing Director	1 December 2020	23 September 2021
	Executive Chairman	30 March 2020	1 December 2020
Hugh Callaghan	Non-Executive Director	4 June 2021	2 November 2021
	Managing Director	2 November 2021	12 April 2022

Mr Sufian Ahmad | Non-Executive Chairman

Appointed on 17 March 2020 Direct interest in shares: 3,396,974 Indirect interest in shares: 745,372

Interest in options: nil

Mr Ahmad is the founder of Sixty Two Capital Pty Ltd, which specialises in providing corporate advice and capital raising services to emerging Australian companies across a diverse range of industries. Mr Sufian brings significant legal, business and marketing experience to the board with over 10 years of experience in trading, investing and the provision of corporate advisory services.

Mr Ahmad holds a Master of Business Administration, a Post-Graduate Diploma in Commercial and Resources Law, Bachelor of Law (Hons) and Diploma in Financial Planning.

Mr Ahmad has not held any other listed directorships in the past three years. The board considers Mr Ahmad not to be an independent director.

Dr Stephen Windle | Non-Executive Director Appointed on 5 October 2021 Direct interest in shares: nil Indirect interest in shares: nil Interest in options: nil

Dr Windle has over 30 years of experience in exploration management, geo-metallurgy, resource modelling and exploration technology, specialising in intrusion related copper-gold and base metals systems. Dr Windle previously held senior roles at Xstrata, managing exploration and assisting in the feasibility studies for the Frieda River Cu-Au deposit. He subsequently spent 9 years in Peru, serving as Geology Manager for the Cu-Zn Antamina project, the largest operating polymetallic skarn ore-body in the world.

Since 2017, Dr Windle has also provided consulting services to a number of projects hosting porphyry, skarn and epithermal systems, including the Zafranal project owned by Teck Resources and MMC (Mitsubishi Materials Corporation). Dr Windle holds an undergraduate degree from Cambridge University and completed MSc and PhD programmes at Otago and Southampton Universities respectively.

Dr Windle has not held any other listed directorships in the past three years. The board considers Dr Windle to be an independent director.

Directors Report

Mr Robert Martin | Non-Executive Director Appointed 12 April 2022 Direct interest in shares: nil Indirect interest in shares: nil Interest in options: nil

Mr Robert Martin is a commercial businessman with over 25 years of experience across a broad range of sectors including, mining, manufacturing, mining services and capital markets. Mr Martin previously operated a highly successful global mining services company which became a leading provider of products and services to the mining industry. Mr Martin now runs a family office in Western Australia with a focus on investing and supporting emerging private and public businesses.

Mr Robert Martin currently holds the position of Non-Executive Chairman at ASX-listed Critical Resources Limited (ASX: CRR), Non-Executive Chairman at Equinox Resources Limited (ASX:EQN) and Parkd Limited (ASX: PKD), former Executive Chairman Suvo Strategic Minerals (ASX:SUV).

The Board considers Mr Martin to be an independent director.

Mr Hugh Callaghan | Managing Director Non-Executive Director (appointed 4 June 2021, changed roles on 2 November 2021) Managing Director (new role 2 November 2021, resigned 12 April 2022) Direct interest in shares: nil Indirect interest in shares: nil

Mr Callaghan has a significant base of global resources experience from corporate roles with Rio Tinto and Xstrata that included roles in the UK, USA, Canada, Chile, Brazil, and Australia. Mr Callaghan was the founding Managing Director of ASX listed Riversdale Mining Limited which acquired and built metallurgical coal projects in Africa and has subsequently invested in and developed copper projects in Chile, potash projects in West Africa and the USA, and a zinc, lead and silver mine in Mexico. Hugh currently advises mining projects across base, precious metals and bulk minerals in the Americas.

Mr Callaghan has significant ASX experience including being a Director of Acacia Coal Limited (March 2017 to December 2017), GSF Corporation (February 2009 to June 2009), Tamaya Resources Limited (May 2006 to October 2008) and Riversdale Mining Limited (April 2004 to August 2006). He was the Director of Equinox Resources Limited (June 2021 to May 2022).

Mr Callaghan's qualifications include a Bachelor of Commerce and a Bachelor of Laws. The Board considers Mr Callaghan not to be an independent Director.

Mr Shannon Green | Managing Director Appointed 1 December 2020, Resigned 23 September 2021 Direct interest in shares: nil Indirect interest in shares: 500,000

Interest in options: nil

Interest in options: nil

Mr Green has over 20 years corporate, resource development and mining operations experience, with extensive experience working in Africa and Australia having managed several significant projects from feasibility through construction and into operation and held senior leadership roles with several Australian iron ore and gold mining operations. Shannon was the Managing Director of Lindian Resources Ltd, an African focussed resource company with projects in three African countries, from 14 June 2019 to 30 June 2020. Prior to joining Lindian Resources Ltd, Shannon held the position of General Manager Project Implementation for ASX-listed bauxite developer Canyon Resources (ASX: CAY) where he played an instrumental role in the development of the Minim Martap Bauxite Project in Cameroon, Central Africa.

Directors Report

Mr Green's professional qualifications include, Qld SSE Mine Managers Certificate, Graduate Diploma Mining Engineering, Diploma of Mining (Surface & underground) and a Diploma of (Finance) and is currently completing an MBA.

Mr Green is currently the Executive Chairman of Resource Base Limited (ASX:RBX).

Company Secretary

Mr Harry Spindler

Appointed 1 December 2021

Mr Spindler is an experienced corporate professional with a broad range of corporate governance and capital markets experience spanning 22 years. Previously he held various company secretary positions and has been involved with several public company listings, merger and acquisitions transactions and capital raisings for ASX-listed companies. Mr Spindler is a member of the institute of Chartered Accountants Australia and New Zealand and a member of the Financial Services Institute of Australia.

Ms Ailsa Osborne

Appointed 28 May 2021, Resigned 2 January 2022

Ms Osborne has had more than 17 years of professional experience in the mineral resources industry with expertise in finance, operations and development. Ailsa has held senior finance roles in several listed companies operating in Australia and Internationally in South America, Indonesia and Africa.

Ms Osborne's qualifications include, CPA, BComm. Accounting and Business Law and has completed a Graduate Diploma of Applied Corporate Governance and Risk Management with the Governance Institute of Australia.

Chief Financial Officer

Mr Agha Shahzad Pervez

Appointed 5 November 2021

Mr Agha Shahzad Pervez is an experienced corporate accountant, CFO, Director and Company Secretary, with over 10 years' experience working with ASX listed companies. Mr Pervez previously held the roles of CFO and Company Secretary at Resonance Health Limited (ASX: RHT). Mr Pervez is also a Executive Director and CFO at Equinox Resources Limited (ASX:EQN) and Executive Chairman at Virdis Mining and Minerals (ASX:VMM).

PRINCIPAL ACTIVITIES

The principal activities of the Group during the year ended 30 June 2022 consisted of:

- exploration activities in respect of the King Tut Project in Argentina;
- divestment of the Hamersley Iron Ore Project in Western Australia; and
- maintenance of the Bloom Lake Cobalt Project in Gowganda, in North-Eastern Ontario

REVIEW OF OPERATIONS

During the year ended 30 June 2022 the Group's primary focus was to advance exploration at the King Tut Project in Argentina, the Bloom Lake Project in Canada, and to finalise the divestment of the Hamersley Iron Ore Project completed in October 2021.

King Tut Project

Exploration Activities

During the reporting period, the Company continued to progress permitting for its maiden diamond drilling program.

On 16 August 2021, the Company announced the completion of the planned electric resistivity tomography geophysical survey of the King Tut tenement. The field work was undertaken by experienced professional ALH Geophysics (ALH) based in San Juan. Despite the steep terrain surveyed, (figure 1 below), the Company was

Directors Report

able to safely test the length of 4 of the 5 proposed sections, traversing across the known mineralised veins. The ERT Survey improved the Company's understanding of the size and spatial disposition of inferred mineralised structures which was used to further optimise drill planning over the project area. During the reporting period, the Company continued to pursue permitting for its maiden diamond drilling program at the King Tut Project, however, no successful outcome has been received to date.



Figure 1: Field workers placing electrodes

The company advanced its engagement with La Rioja State government departments, in addition to its community outreach programmes aimed at highlighting the economic and social upliftment that King Tut may offer to the local population.

The company continued to develop a comprehensive Social Management and Communication Plan (SMCP) with the support of a local consulting group, Papi Group Latam Consulting, who have extensive experience with mining operations in Argentina (see ASX announcement 31 January 2022).

COVID-19 has impacted progress due to restrictions of movements, lockdowns and closures of some administrative offices and functions. The Group's people on the ground have worked tirelessly to minimise the impacts that COVID-19 have had.

Bloom Lake Project

The Company maintained the tenements comprising the Bloom Lake Cobalt Project in Canada during the reporting period, and renewed the project tenements for an additional year. In addition, the Company took the opportunity to stake ground adjacent to the eastern boundary of Bloom Lake at a cost of CAD\$700 to enlarge the projects footprint as part of the Company's plans to potentially divest the project.

Results from the 2021 Bloom Lake Project sampling programme (see ASX announcement 4 February 2022) recorded high-grade copper and cobalt assays, including:

- sample 860478 with 38.4% Cu, 0.447% Co, and 2,670g/t Ag
- sample 860470 with 8.92% Cu, 0.47% Co, and 164g/t Ag
- sample 860471 with 3.41% Cu, 3.15% Co and 2.84% Ni
- sample 860482 with 3.06% Cu, 1.87% Co, 2.5% Ni and 15.1% Zn

Directors Report

The 2021 sampling campaign at Bloom Lake tested the narrow outcropping vein system, which has previously had trenches and mini-pits excavated in previous exploration programmes.

All 14 Samples recorded significantly anomalous results which confirmed the veins as having a geochemical footprint of high copper and cobalt values with accessory zinc. Grab samples were selective in nature, and the reported mineralization and assay results may not be representative.

Analyte Symbol	Au	Ag	Co	Cu	Ni	Pb	Zn	Bi
Unit Symbol	ppb	ppm	ppm	ppm	ppm	ppm	ppm	ppm
860469	18	2.8	391	4440	37	17	39	17
860470	25	164	4700	89200	878	20	16	630
860471	733	66.7	31500	34100	2840	84	15	9000
860472	9	1.6	258	1920	46	5	18	7
860473	8	27.8	340	21000	108	9	19	139
860474	< 5	2.5	1490	212	278	36	108	11
860475	7	2.2	97	138	16	71	47	9
860476	12	< 0.2	20	142	43	14	58	< 2
860477	8	0.2	65	48	29	6	30	< 2
860478	29	2670	4470	384000	436	32	2260	< 2
860479	12	120	1120	47800	149	133	452	5
860480	43	133	18900	11700	2770	52	143	59
860481	92	446	13500	55400	1660	20	77	74
860482	32	142	18700	30600	2550	374	15100	39

Divestment of the Hamersley Iron Ore Project

On 9 July 2021, the Group announced the execution of a binding heads of agreement with Lockett Fe Pty Ltd and Equinox Resources Limited (ACN 650 503 325) (**Equinox**) (ASX:EQN), whereby each of Pathfinder and Lockett (together, the **Vendors**) agreed to sell their respective interests in the Hamersley Iron Ore Project to Equinox. The sale of the Project was conditional upon shareholder approval in accordance with ASX Listing Rule 11.4.1(b), amongst other things. Shareholders approved the sale of the Project at the General Meeting of shareholders held on 27 August 2021.

Equinox undertook the initial public offer (IPO) with its prospectus lodged on 31 August 2021 and was admitted to the official list of the Australian Securities Exchange on 12 October 2021. The IPO raised \$9 million (before costs) through the offer of 45 million shares, at an issue price of \$0.20 per share. Under the transaction, Pathfinder received 35,000,000 shares and 6,650,000 performance shares and Lockett received 15,000,000 shares and 2,850,000 performance shares.

Business Development

On the 6 April 2022 Pathfinder requested a trading halt, and subsequently a voluntary suspension, of its securities pending an announcement in relation to a potential acquisition. The Company continues to actively review additional opportunities and partnerships that have a strategic fit for the Company and that have the potential to deliver value for shareholders.

Compliance Statement

This annual report contains information extracted from ASX Market announcements reported in accordance with the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" ("2012 JORC Code") and available for viewing at pathfinderresources.com.au. Pathfinder Resources Limited confirms that it is not aware of any new information or data that materially effects the information included in the original ASX market announcement. Such ASX announcements are as follows: 29 Apr 2022 - Quarterly Activities/Appendix 5B Cash Flow Report; 15 Mar 2022 Half Yearly Report and Accounts; 4 February 2022 - Bloom Lake Project Sampling Results; 31 January 2022 - Quarterly Activities Report; 29 October 2021 - Quarterly Activities Report; 29 September 2021 - Annual Report FY2021; 23 August 2021 - Quarterly Activities Report - Update; 17 August 2021 - JORC Tables for Geophysics Survey Results; 16 August 2021 - Geophysics Survey Results; 30 July 2021 - Quarterly Activities Report and Appendix 5B; 9 July 2021 - Divestment of Hamersley Iron Ore Project; 16 June 2021 - Field Exploration Update; 30 April 2021 - Quarterly Activity Report; 25 January 2021 - High-grade gold and cobalt mineralisation at King Tut and 16 September 2020 - Independent Geologist's Report.

Directors Report

FINANCIAL POSITION

The Group made a Profit for the year of \$3,854,943 (2021: loss \$1,228,111). At balance date, capitalised exploration costs totalled \$2,175,338 (2021: \$1,814,678). Cash reserves were \$928,865 (2021: \$3,412,277).

Key Management Appointment and Board Changes

On 23 September 2021, the Company announced the resignation of Managing Director Shannon Green.

On 5 October 2021, the Company announce the appointment of Dr. Stephen Windle to the Board, as a Non-Executive Director.

On 2 November 2021, the Company announce the appointment of Mr Hugh Callaghan as Managing Director, Mr Callaghan subsequently resigned from his role as a Non-Executive Director.

On 5 November 2021, the Company announced the appointment of Mr Harry Spindler as Company Secretary and Mr Agha Shahzad Pervez as Chief Financial Officer.

On 12 April 2022, the Company announced the appointment of Mr Robert Martin to the Board, as a Non-Executive Director and the resignation of Mr Hugh Callaghan as Managing Director.

INTEREST IN MINING TENEMENTS AS AT 30 JUNE 2022

Location	Tenement Reference	Nature of Interest	% Held
Western Australia ¹	M47/1450	Granted	36.5%
Canada, Bloom Lake	221266, 221267, 229223	Granted	100%
	243759, 251792, 251793		
	251794, 287807, 308044		
	325202, 336173, 582713		
	582714,716167 ² ,716168 ² ,716165 ²		
	716166^2 , 716170^2 , 716171^2 , 716169^2		
Canada, Ontario	727287 to 727452 ³	Granted	100%
Argentina ⁴	168-L-1939	Granted	100%
	66-C-2005	Granted	100%
	28-L-2011	Pending approval	100%

- 1. Pathfinder's interest in the Hamersely Iron Ore Project is held indirectly by way of its investment held in Equinox Resources Limited.
- 2. As noted above, during the June Quarter, the company acquired additional tenements adjacent to the eastern boundary of the Bloom Lake Project.
- 3. During the June Quarter, the Company has also pegged additional ground in Northwestern Ontario, Canada. This ground was acquired for nominal consideration and is not considered to be material to the Company's current operations.
- 4. Pathfinder's interest in the Tenements located in the La Rioja Province in Argentina are held through its wholly owned subsidiaries Blue Gold Mining Pty Ltd (BGM) and Sandrino Gold Pty Ltd (SG) which, through their respective Argentine subsidiaries Tres Elementos SA (TESA) and Tecno Minera SA (TMSA), collectively own the Tenements the subject of the King Tut Project.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Other than those items outlined in the Review of Operations, there were no other significant changes in the Group's state of affairs.

LIKELY DEVELOPMENTS AND ANNOUNCEMENTS

Any other information on the Group's business strategies and its prospects for future years have not been included in this report because the Directors believe it would be likely to result in unreasonable prejudice to the Group.

Directors Report

DIVIDENDS

No dividends were paid or declared by the Group to members since the end of the previous financial year and the directors do not recommend the payment of a dividend at this time.

SHARES UNDER OPTION

There are no unissued ordinary shares under option at the date of this report. During the year ended 30 June 2022, nil options have been issued, nil have lapsed or been exercised. Since 30 June 2022, no options have been issued, lapsed or been exercised.

The Company has a total of 7,000,000 Performance Shares on issue, comprising of 3,500,000 Class A Performance Shares and 3,500,000 Class B Performance Shares. During the year ended 30 June 2022, nil performance shares have been issued, nil have lapsed or been exercised. Since 30 June 2022, no performance shares have been issued, lapsed or been exercised.

Conversion of Performance Shares into Ordinary Shares is dependent upon the achievement of the following milestones:

- (a) Class A Performance Shares: the Company announcing no less than five (5) drill holes each intersecting at least two (2) continuous metres of gold at no less than 5g/tonne on the Tenements, of which no less than two (2) drill holes are located on the following Tenements: (A) 28-L-2011 Guille Exploration Permit La Rioja; and/or (B) 66-C-2005 Diana II Exploitation Concession La Rioja.
- (b) Class B Performance Shares: the Company announcing a JORC compliant Inferred gold Resource of at least 500,000 Oz at no less than 5g/tonne on one or more of the Tenements.

No Conversion if Milestone not Achieved: To the extent that: (i) the Class A Performance Shares have not converted into Shares on or before the date which is five (5) years from the Issue Date (Expiry Date), then all such unconverted Class A Performance Shares will automatically consolidate into one Class A Performance Share and will then convert into one Share; (ii) the Class B Performance Shares have not converted into Shares on or before the Expiry Date, then all such unconverted Class B Performance Shares will automatically consolidate into one Class B Performance Share and will then convert into one Share;

EVENTS SUBSEQUENT TO THE YEAR END

No reportable events subsequent to the year end.

MEETINGS OF DIRECTORS

Due to the size of the Group, the Group does not have separate nomination, remuneration, audit or risk committees and the Board of Directors performs the role of these committees, in accordance with committee charters.

The number of meetings held during the year and the number of meetings attended by each Director whilst in office are:

Director	Directors' meetings		Audit & Risk commit	tee meetings
	Held while in office	Attended	Held while in office	Attended
Sufian Ahmad	4	4	1	1
Shannon Green	2	2	0	0
Robert Martin	0	0	0	0
Stephen Windle	2	2	1	1
Hugh Callaghan	4	4	1	1

Directors Report

INDEMNIFICATION AND INSURANCE OF OFFICERS

During the year, the Group paid premiums in respect of a contract insuring all the directors and officers of the Group against liabilities incurred by the directors and officers that may arise from their position as directors or officers of the Group.

In accordance with normal commercial practice, the disclosure of the total amount of premiums under and the nature of the liabilities covered by the insurance contract is prohibited by a confidentiality clause in the contract.

Except for the above, the Group has not indemnified or made an agreement to indemnify any person who is or has been an officer or auditor of the Group against liabilities incurred as an officer or auditor of the Group.

AUDITOR'S INDEPENDENCE AND NON-AUDIT SERVICES

A copy of the Auditor's independence declaration as required under section 307C of the Corporations Act 2001 forms part of the Directors' Report and is included on page 16.

Details of amounts paid or payable to the auditor for non-audit services provided during the year are outlined in Note 17 to the financial statements. The directors are satisfied that the provision of non-audit services during the year is compatible with the general standard of independence imposed by the Corporations Act 2001.

ENVIRONMENTAL REGULATION

The Group's operations are subject to environmental regulation in relation to the discharge of hazardous waste and materials arising from any exploration activities. The Directors are of the opinion that sufficient procedures and reporting processes have been established to enable the Group to meet any environmental responsibilities in the year ended 30 June 2022.

CORPORATE GOVERNANCE

Pathfinder and its Board are committed to achieving and maintaining best practice in corporate governance, consistent with our sectors of operations and the size and maturity of the Group. Throughout the year, Pathfinder's corporate governance arrangements were consistent with the 4th Edition of the Corporate Governance Principles and Recommendations published by the ASX Corporate Governance Council (ASX Principles).

Pathfinder's 2022 Corporate Governance Statement and Policies are available at: https://www.Pathfinderresources.com.au/corporate-governance.

The Corporate Governance Statement outlines details in relation to Pathfinder's values, its Board, risk management framework and financial reporting, diversity and inclusion, key corporate governance policies and shareholder engagement. Pathfinder's website also contains copies of Pathfinder's Board and Committee Charters and key policies and documents referred to in the Corporate Governance Statement.

REMUNERATION REPORT

This report sets out remuneration information for the Group's non-executive and executive directors and other key management personnel of the Group. The non-executive and executive directors disclosed in this report are, those previously identified in the Directors' Report, listed below.

- Mr Sufian Ahmad
- Mr Shannon Green
- Mr Robert Martin
- Dr Stephen Windle
- Mr Hugh Callaghan

Directors Report

Directors' Fees

The Board determines the remuneration of non-executive directors from time to time.

Non-executive directors' fees are determined within an aggregate fee pool limit, which is periodically recommended for approval by shareholders. The maximum currently stands at \$300,000 per annum (including superannuation but excluding share-based payments).

Fees and payments to non-executive directors reflect the demands which are made on, and the responsibilities of, the directors. Non-executive directors do not receive performance-based pay. Independent advice on the appropriateness of remuneration packages is obtained should the Board consider it necessary.

Performance on Shareholder Wealth

In considering the Group's performance and benefits for shareholder wealth, the Board have regarded the following indices in respect of the current and previous four financial years:

	2022	2021	2020	2019	2018
Profit/(loss) per share (cents)	6.65	(2.83)	(9.24)	(72.19)	(16.71)
Dividends (cents per share)	-	-	-	-	-
Net profit / loss (\$)	3,854,943	(1,228,111)	(1,220,549)	(9,391,365)	(1,599,316)
Share price (\$)	0.50	0.33	0.024	0.024	0.024

Employment Contracts

Remuneration and other terms of employment of Directors and Other Key Management Personnel are formalised in an employment contract. The major provision of the agreements related to the remuneration are set out below.

Notice period	Base salary	Position	Director
3 months	\$300,000	Managing Director	Shannon Green
Nil	\$48,000	Non-Executive Chairman	Sufian Ahmad
6 months	\$272,500	Managing Director	Hugh Callaghan
Nil	\$48,000	Non-Executive Director	Robert Martin
Nil	\$48,000	Non-Executive Director	Stephen Windle

Managing Director Services Agreement – Shannon Green (resigned 23 September 2021)

Managing Director role started on 1 December 2020

- Mr Green's current salary is \$300,000 (exclusive of superannuation).
- Mr Green's employment commenced on the Commencement Date and will continue until validly terminated;
- the Company may terminate Mr Green's employment without reason, by giving three (3) months' written notice to Mr Green and making a payment to Mr Green equal to three months of his salary, or immediately if Mr Green is convicted of any major criminal offence which brings the Company or its related body corporate into disrepute.
- Mr Green may at his discretion, terminate the ESA if,
 - the Company commits any serious or persistent breach of the provisions contained in the ESA and the breach is not remedied within 28 days; or
 - by giving three (3) months' written notice to the Company.

The ESA otherwise contains provisions considered standard for an agreement of its nature (including representations and warranties and confidentiality provisions).

Directors Report

Managing Director Services Agreement – Hugh Callaghan (resigned 12 April 2022)

The consultancy agreement commenced on 2 November 2021 and will continue until validly terminated in accordance with its terms.

Managing Director role started on 2 November 2021

- The Company has agreed to pay Interminco Services Limited, an entity associated with Mr Callaghan \$272,500 per annum exclusive of GST which fees will be payable on and from 2 November 2021.
- The above amount is inclusive of all taxes and superannuation amounts.
- Mr Callaghan's consultancy commenced on the Commencement Date and will continue until validly terminated;
- The Company may terminate Mr Callaghan's consultancy agreement without reason, by giving six (6) months.

Non-Executive Director Service Contracts

On appointment to the Board all Non-Executive directors enter into a service agreement with the Company in the form of a letter of appointment. The term of appointment of all non-executive directors is subject to renomination and re-election at Annual General Meetings and non-executive directors are expected to serve a minimum of one term of three years. There is no notice period required by non-executive directors and non-executive directors are not entitled to annual or long service leave benefits.

Detail of remuneration of the directors and other key management personnel is set out below:

	Short Term	Long Term	Post				Performance
	Employment	Employment	Employment	Termination	Share Based		Based
30 June 2022	Benefits	Benefits	Benefits	Benefits	Payments	Total	Remuneration
			Super-				
	Salary & Fees	Entitlements	annuation	Salary	Shares		
	\$	\$	\$	\$	\$	\$	%
Directors							
Sufian Ahmad	48,000	-	-	-	-	48,000	-
Robert Martin ¹	12,000	-	-	-	-	12,000	-
Stephen Windle	32,727	-	3,273	-	-	36,000	-
Hugh Callaghan ²	197,667	-	-	-	-	197,667	-
Shannon Green ³	177,903	-	13,409	-	-	191,312	-
Total Remuneration	468,297	-	16,682	-	-	484,979	-
Agha Shahzad ⁴	75,000	-	-	-	-	75,000	-
Ailsa Osborne ⁵	99,174	-	9,130	-	-	108,304	-
Total Remuneration	642,471	-	25,812	-	-	668,283	-

- 1. Robert Martin was appointed Non-Executive Director on 12 April 2022.
- 2. Hugh Callaghan resigned as Non-Executive Director on 2 November 2021, Appointed as Managing Director on 2 November 2021, and Resigned as Managing Director on 12 April 2022.
- 3. Shannon Green resigned as Managing Director on 23 September 2021.
- 4. Agha Shahzad was appointed as Chief Financial Officer on 15 November 2021.
- 5. Ailsa Osborne resigned as Chief Financial Officer on 1 December 2021.

	Short Term	Long Term	Post				Performance
	Employment	Employment	Employment	Termination	Share Based		Based
30 June 2021	Benefits	Benefits	Benefits Super-	Benefits	Payments	Total	Remuneration
	Salary & Fees	Entitlements	annuation	Salary	Shares		
	\$	\$	\$	\$	\$	\$	%
Directors							
Sufian Ahmad	48,000	-	-	-	-	48,000	-
James Myers ²	44,000	-	-	-	-	44,000	-
Hugh Callaghan ³	185,877	-	-	-	-		-
Total Remuneration	96,000	-	-	-	-	96,000	-
Shannon Green ¹	243,192	-	21,437	-	100,000	364,629	27

Directors Report

	Short Term	Long Term	Post				Performance
	Employment	Employment	Employment	Termination	Share Based		Based
30 June 2021	Benefits	Benefits	Benefits	Benefits	Payments	Total	Remuneration
Ailsa Osborne ⁴	125,397	-	11,264	-	-	136,661	-
	368,589	-	32,701	-	100,000	501,290	-
Total Remuneration	464,589	-	32,701	-	100,000	597,290	17

- 1. Shannon Green was appointed Managing Director on 1 December 2020.
- 2. James Myers resigned as Non-Executive Director 4 June 2021.
- 3. Hugh Callaghan was appointed Non-Executive Director 4 June 2021.
- 4. Ailsa Osborne was appointed Chief Financial Officer on 5 November 2020 and Company Secretary on 28 May 2021.

Remuneration

Includes payment for their services as directors directly or through director related entities.

Equity Instruments Held

The movement during the reporting period in the number of ordinary shares in Pathfinder Resources Limited held directly, indirectly or beneficially, by each key management personnel, including their related parties, is as follows:

Shares	Held at start of the year or date of appointment	Granted as compensation	Granted on conversion of loans	Purchases	Held at end of the year or date of resignation
	No.	No.	No.	No.	No.
KMP					
Shannon Green ¹	500,000	-	-	-	500,000
Sufian Ahmad	4,067,346	-	-	-	4,067,346
Robert Martin	-	-	-	-	-
Hugh Callaghan	-	-	-	-	-
Stephen Windle	-	-	-	-	-
Agha Shahzad	1,006,409	-	-	-	1,006,409

Trading Policy

The Group has a trading policy which prohibits its personnel and associates of personnel to deal in the Group's securities during closed periods. These closed periods are:

- (a) within the period of 5 days prior to the release of annual, half yearly or quarterly results;
- (b) within the period of 5 days prior to the Annual General Meeting; and
- (c) if there is in existence price sensitive information that has not been disclosed because of an ASX Listing Rule exception.

Personnel can deal in the Group's securities outside of any closed period in the following circumstances:

- (a) they have satisfied themselves that they are not in possession of any Price Sensitive information that is not generally available to the public; and
- (b) they have contacted the Chairman or in his absence, the Managing/Executive Director and notified them of their intention to do so and the Chairman or Managing/Executive Director indicates that there is no impediment to them doing so.

Where the Chairman wishes to deal in securities, he must contact the Managing/Executive Director, or in his absence, the Company Secretary and notify them of their intention to do so and the Managing/Executive Director or Company Secretary must indicate whether there is no impediment to them doing so.

The requirement to provide notice of an intention to trade in the Group's Securities does not apply to the acquisition of securities through Director, officer or employee share or option plans.

However, the requirement does apply to the trading of the securities once they have been acquired or issued under the plans.

Directors Report

- End of Remuneration Report -

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

Non-Executive Chairman | Sufian Ahmad

30 September 2022 Auditors independent Declaration



Tel: +61 8 6382 4600 Fax: +61 8 6382 4601 www.bdo.com.au Level 9, Mia Yellagonga Tower 2 5 Spring Street Perth, WA 6000 PO Box 700 West Perth WA 6872 Australia

DECLARATION OF INDEPENDENCE BY ASHLEIGH WOODLEY TO THE DIRECTORS OF PATHFINDER RESOURCES LIMITED

As lead auditor of Pathfinder Resources Limited for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been:

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

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

Ashleigh Woodley

Director

BDO Audit (WA) Pty Ltd

Perth

30 September 2022

FINANCIAL STATEMENTS For the year ended 30 June 2022

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		2022	2021
	Notes	\$	\$
Continuing Operations			
Other income		9,708	15,613
Compliance and regulatory expenses		(183,538)	(211,211)
Consulting and professional fees	3	(366,624)	(454,968)
Employee benefits expense	3	(384,832)	(262,787)
Exploration expenditure		(65,374)	(232,859)
Litigation settlement	4	(617,513)	-
Depreciation		(28,965)	-
Share of loss of associates accounting for using equity method	12	(1,114,340)	-
Other gains	12	7,000,000	243,457
Other expenses		(391,453)	(175,261)
Results from operating activities		3,857,069	(1,078,016)
Finance income		2,041	8,286
Finance expense		(4,167)	(158,381)
Net finance expense		(2,126)	(150,095)
Profit/(loss) for the year before income tax		3,854,943	(1,228,111)
Income tax expense	5	-	
Profit/(loss) for the year from continuing operations		3,854,943	(1,228,111)
Other comprehensive income		40,755	(84,798)
Total comprehensive profit/(loss) for the year		3,895,698	(1,312,909)
Cents per share			
Basic and diluted profit/(loss)		6.65	(2.83)
Basic and diluted comprehensive profit/(loss) per share		6.72	(3.03)

The above consolidated statement of comprehensive income is to be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS For the year ended 30 June 2022

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

		2022	2021
	Notes	\$	\$
Assets			
Current assets			
Cash and cash equivalents	6	928,865	3,412,277
Trade and other receivables	7	32,113	47,093
Prepayments		145,248	50,062
Other current assets		10,000	29,978
Total current assets		1,116,226	3,539,410
Non-current assets			
Exploration and evaluation	8	2,175,338	1,814,678
Investments	12	5,885,661	-
Right-of-use-asset		40,812	-
Property, plant and equipment		-	9,759
Total non-current assets		8,101,811	1,824,437
Total assets		9,218,037	5,363,847
Liabilities			
Current liabilities			
Trade and other payables		145,642	146,768
Borrowings		-	46,370
Provisions		-	35,672
Lease liability		29,118	-
Total current liabilities		174,760	228,810
Non-Current Liabilities			
Lease liability		12,543	-
Total Liabilities		187,303	228,810
Net assets		9,030,734	5,135,037
Equity			
ssued capital	11	54,370,957	54,370,957
Reserves		(44,043)	(84,798)
Accumulated losses	13	(45,296,180)	(49,151,122)
Total Equity		9,030,734	5,135,037

The above consolidated statement of financial position is to be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS For the year ended 30 June 2022

CONSOLIDATED STATEMENT OF CASH FLOWS

		2022	2021
	Notes	\$	\$
Cash flows from operating activities			
Payments to suppliers and employees		(1,991,834)	(1,341,178)
Payments for exploration expenditure		(65,374)	(232,859)
GST received		-	38,515
Interest received		2,041	8,286
Interest paid		(4,196)	(33,908)
Net cash flows used in operating activities		(2,059,363)	(1,561,144)
Cash flows from investing activities			
Payment for exploration and evaluation		(406,014)	(535,647)
Payment for property, plant and equipment		-	(15,619)
Costs attributable to the acquisition of subsidiaries		-	(90,645)
Net cash acquired		-	5,621
Net cash flows used in investing activities		(406,014)	(636,290)
Cash flows from financing activities			
Proceeds from issue of shares		-	6,300,000
Repayment of borrowings		(46,056)	(31,189)
Share issue costs		-	(660,036)
Vendor Loan – Advance to Equinox		(196,547)	-
Repayment of Vendor Loan – Equinox		222,414	-
Net cash flows from/ (used) financing activities		(20,189)	5,608,775
Net increase / (decrease) in cash and cash equivalents		(2,483,412)	3,411,341
Cash and cash equivalents at beginning of period		3,412,277	936

The above consolidated statement of cash flows is to be read in conjunction with the accompanying notes.

FINANCIAL STATEMENTS For the year ended 30 June 2022

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total equity \$
Balance at 1 July 2021	54,370,957	(84,798)	(49,151,122)	5,135,037
Profit for the year	-	-	3,854,943	3,854,943
Other comprehensive profit	-	40,755	-	40,755
Total comprehensive profit for the period	-	(44,043)	(45,296,179)	9,030,735
Transactions with owners in their capacity as owners				
Shares issued	-	-	-	-
Cost of shares issued	-	-	-	-
Non-controlling interests acquired	-	-	-	-
Share based payments	-	-	-	-
Performance rights issued	-	-	-	-
Performance rights expired	-	-	-	-
As at 30 June 2022	54,370,957	(44,043)	(45,296,179)	9,030,735
Balance at 1 July 2020	45,772,527	564,000	(48,007,011)	(1,670,484)
Loss for the year	-	-	(1,228,111)	(1,228,111)
Other comprehensive loss for the year				
Exchange differences on translation of foreign operations	-	(84,798)	-	(84,798)
Total comprehensive loss for the year	-	(84,798)	(1,228,111)	(1,312,909)
Transactions with owners in their capacity as owners				
Shares issued	9,335,495	-	-	9,335,495
Capital Raising Costs	(737,065)	-	-	(737,065)
Performance rights issued	-	(480,000)	-	(480,000)
Performance rights expired during the period	-	(84,000)	84,000	-
Balance at 30 June 2021	54,370,957	(84,798)	(49,151,122)	5,135,037

The above consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

Notes to the Financial Statements For the year ended 30 June 2022

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Notes to the Financial Statements For the year ended 30 June 2022

CORPORATE INFORMATION

Pathfinder Resources Limited ("Pathfinder" or the "Company") is a company domiciled in Australia. The address of the Company's registered office is Level 50, 108 St George's Terrace, Perth, Western Australia.

The Group is a for-profit entity and is primarily involved in identifying and investing in mineral exploration assets and conducting exploration activities on those assets.

The financial statements were authorised for issue by the directors on 30 September 2022.

2. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

The financial statements are general-purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001 and Australian Accounting Standards adopted by the Australian Accounting Standards Board ("AASB").

The financial statements comply with International Financial Reporting Standards (IFRSs) adopted by the International Accounting Standards Board (IASB).

2.1. Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries. Control is achieved when the Company:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement in with the investee; and
- has the ability to use its power over the investee to affect its returns.

The Company reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements listed above.

Consolidation of a subsidiary begins when the Company obtains control over the subsidiary and ceases when the Company loses control of the subsidiary. Specifically income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated statement of profit or loss and comprehensive income from the date the Company gains control until the date when the Company ceases to control the subsidiary.

2.2. Basis of Preparation

The financial report has been prepared on a historical cost basis.

The financial report is presented in Australian dollars which is the functional currency of Pathfinder Resources Ltd.

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

2.3. Associates

Associates are entities over which the consolidated entity has significant influence but not control or joint control. Investments in associates are accounted for using the equity method. Under the equity method, the share of the profits or losses of the associate is recognised in profit or loss and the share of the movements in equity is recognised in other comprehensive income. Investments in associates 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 associate. Goodwill relating to the associate is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment. Dividends received or receivable from associates reduce the carrying amount of the investment.

Notes to the Financial Statements For the year ended 30 June 2022

When the consolidated entity's share of losses in an associate equals or exceeds its interest in the associate, including any unsecured long-term receivables, the consolidated entity does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

The consolidated entity discontinues the use of the equity method upon the loss of significant influence over the associate and recognises any retained investment at its fair value. Any difference between the associate's carrying amount, fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

2.4. Going Concern Basis

The financial report has been prepared on the going concern basis, which contemplates the continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

For the year ended 30 June 2022, the Group incurred cash outflow from operating and investing activities of \$2,463,223 (2021: \$2,197,434). The ability of the entity to continue as a going concern is dependent on securing additional funding to continue its planned exploration program. While the Directors are confident that they will be able to raise additional funding, the timing and extent of any additional funding is uncertain.

These conditions indicate a material uncertainty that may cast a significant doubt about the Company's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The financial statements have been prepared on the basis that the entity is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

- The Directors have assessed the likely cash flow for the 12 month period from the date of signing this report and its impact on the Group and believe there will be sufficient funds to meet the Group's working capital requirements as at the date of this report.
- The directors believe that in the event needed, the level of expenditure can be managed.

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

2.5. Changes in Accounting Policies

The Group has consistently applied the accounting policies set out in Note 2 to all periods presented in these financial statements. No new policies have been adopted during the financial year.

2.6. Financial Instruments

Recognition and initial measurement

Financial assets and financial liabilities are recognised when the Consolidated Entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Consolidated Entity commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through profit or loss', in which case transaction costs are expensed to profit or loss immediately.

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.

Notes to the Financial Statements For the year ended 30 June 2022

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.

Classification and subsequent measurement

Financial instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method, or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- the amount at which the financial asset or financial liability is measured at initial recognition;
- less principal repayments;
- plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

The Consolidated Entity does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of accounting standards specifically applicable to financial instruments.

The Consolidated Entity has the following financial instruments:

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period. (All other loans and receivables are classified as non-current assets.)

Debt and equity instruments

Debt and equity instruments are classified as either liabilities or as equity in accordance with the substance of the contractual arrangement.

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 the Financial Statements For the year ended 30 June 2022

For financial assets measured at fair value through other comprehensive income, the loss allowance is recognised within other comprehensive income. In all other cases, the loss allowance is recognised in profit or loss.

Derecognition of financial assets

Financial assets are derecognised when the contractual rights to the cash flows from the asset expire, or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Consolidated Entity neither transfers nor retains substantially all the risks or rewards of ownership and continues to control the transferred asset, the Consolidated Entity recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Consolidated Entity retains substantially all the risk and rewards to ownership of a transferred financial asset, the Consolidated Entity continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

2.7. Finance Income and Expense

Finance income consists of interest income on funds invested (including financial assets carried at fair value through profit or loss). Interest income is recognised as it accrues in profit or loss.

Finance costs comprise interest expense on borrowings and impairment losses recognised on financial assets.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest rate method.

2.8. Trade and other Receivables

Trade and other receivables are recognised for the major business activities as follows:

- All trade and other receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest rate method, less provision for impairment. Trade debtors are generally due for settlement within 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.
- Income receivable on financing and investment activities is accrued in accordance with the terms and conditions of the underlying financial instrument.
- Collectability of trade debtors is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for doubtful debts is raised where there is some doubt over collection.

The Consolidated Entity measures the loss allowance for trade and other receivables at an amount equal to lifetime expected credit loss. The expected credit losses on trade and other receivables are estimated with reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtor, general economic conditions of the industry in which the debtor operates and an assessment of both the current and the forecast direction of conditions at the reporting date.

The Consolidated Entity writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery; for example, when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or when the trade receivables are over two years past due, whichever occurs earlier.

2.9. Revenue Recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services.

The following specific recognition criteria must also be met before revenue is recognised:

• Management fee revenue is recognised at the fair value of fees received or receivable and are calculated based on actual costs incurred net of duties and taxes paid.

Notes to the Financial Statements For the year ended 30 June 2022

2.10. Income Taxes

The income tax expense for the period is the tax payable on the current period's taxable income based on the national income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax base of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

Deferred tax assets are recognised for all differences, between carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases, at the tax rates expected to apply when the assets are recovered or liabilities settled, based on those tax rates which are enacted or substantively enacted for each jurisdiction.

Deferred tax assets are only recognised for deductible temporary differences and unused tax losses if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

2.11. Exploration and Evaluation Expenditure

Expenditure on acquisition, exploration and evaluation relating to an area of interest is carried forward where rights to tenure of the area of interest are current and;

- It is expected that expenditure will be recouped through successful development and exploitation of the area of interest or alternatively by its sale; and/or
- Exploration and evaluation activities are continuing in an area of interest but at balance date have not
 yet reached a stage which permits a reasonable assessment of the existence or otherwise of
 economically recoverable reserves.

Where the technical feasibility and commercial viability of extracting a mineral resource have been demonstrated then any capitalised exploration and evaluation expenditure is reclassified as capitalised "mine properties in development". Prior to reclassification, capitalised exploration and evaluation expenditure is assessed for impairment.

Exploration and evaluation assets are reviewed at each reporting date for indicators of impairment and are tested for impairment where such indicators exist. If testing performed indicates that the carrying value might not be recoverable the asset is written down to its recoverable amount. Any such impairment is recognised in profit or loss for the year.

Accumulated costs in relation to an abandoned area are written off to profit or loss in the period in which the decision to abandon the area in made.

An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in previous years.

2.12. Cash and Cash Equivalents

For presentation purposes of the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.13. Foreign Currency

Transactions in foreign currencies are translated into the functional currency of the Consolidated Entity at the exchange rates at the date of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary items that are measured based on historical costs in a foreign currency are translated at the exchange rate at the date of the transaction. Foreign currency differences are generally recognised in profit or loss.

Notes to the Financial Statements For the year ended 30 June 2022

2.14. Earnings per Share

The Consolidated Entity presents basic and diluted earnings per share (EPS) data for its ordinary shares.

Basic Earnings per Share

Basic earnings per share is determined by dividing the net result attributable to ordinary shareholders of the Consolidated Entity by the weighted average number of ordinary shares outstanding during the financial year.

Diluted Earnings per Share

Diluted earnings per share is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

2.15. Employee Benefits

Accumulation Superannuation Funds

Obligations for contributions to accumulation superannuation funds are recognised as an expense in profit or loss when they are due.

Short-Term Benefits

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be wholly settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Long-Term Benefits

Liabilities for long service leave not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting date.

2.16. Trade and Other Payables

Trade and other payables represent liabilities for goods and services provided to the Consolidated Entity prior to year-end and which are unpaid. These amounts are unsecured and usually have 30 - 60 day payment terms.

2.17. Goods and Services Tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

2.18. Impairment of assets

Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

Notes to the Financial Statements For the year ended 30 June 2022

2.19. Interests in Joint Operations

A joint arrangement in which the Consolidated Entity has direct rights to underlying assets and obligations for underlying liabilities is classified as a joint operation.

The Consolidated Entity's share of the assets, liabilities, revenue and expenses of jointly controlled operations has been included in the appropriate line items of the financial statements. Details of the Consolidated Entity's interests are provided in Note 15.

Where the Consolidated Entity contributes assets to the joint operation or if the Consolidated Entity purchases assets from the joint operation, only the portion of the gain or loss that is not attributable to the Consolidated Entity's share of the joint operation shall be recognised. The Consolidated Entity recognises the full amount of any loss when the contribution results in a reduction in the net realisable value of current assets or an impairment loss.

2.20. Contributed Equity

Ordinary shares are classified as equity.

Costs attributable to the issue of new shares or options are shown as a deduction from the equity proceeds, net of any income tax benefit. Costs directly attributable to the issue of new shares or options associated with the acquisition of a business are included as part of the purchase consideration.

2.21. Fair Value

Fair values may be used for financial asset and liability measurement as well as for disclosures.

The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Consolidated Entity for similar financial instruments.

2.22. Adoption of New and Revised Accounting Standards

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

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

The following Accounting Standards and Interpretations are most relevant to the consolidated entity:

• Conceptual Framework for Financial Reporting (Conceptual Framework)

The consolidated entity has adopted the revised Conceptual Framework from 1 July 2021. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards, but it has not had a material impact on the consolidated entity's financial statements.

Standards and Interpretations in issue not yet adopted

The Directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the year ended 30 June 2022 and determined they will not have a material impact on the Consolidated Entity.

2.23. Use of Estimates and Judgements

The preparation of financial statements in conformity with AASBs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Notes to the Financial Statements For the year ended 30 June 2022

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

The key estimates and assumption that have a significant risk of resulting in a material adjustment within the next financial year are included in the following notes:

Note 9 – Exploration and evaluation

The Consolidated Entity's policy for exploration and evaluation is discussed in Note 211. The application of this policy requires management to make certain assumptions as to future events and circumstances. Any such estimates and assumptions may change as new information becomes available. If, after having capitalised exploration and evaluation expenditure, management concludes that the capitalised expenditure is unlikely to be recovered by future sale or exploration, then the relevant capitalised amount will be written off through the profit or loss. The carrying amount of exploration and evaluation is disclosed in the note.

For asset acquisitions settled via share based payment arrangements, the Consolidated Entity measures the cost of the asset at the fair value of the asset acquired, or if this cannot be determined, at the fair value of the equity instruments. During the year the Consolidated Entity acquired the King Tut Project via the issue of equity and as such the transaction is a share-based payment arrangement under AASB 2. Given the nature of the assets acquired, the fair value of the assets was unable to be determined and the transaction was recorded at the fair value of the equity instruments granted. The fair value of the Performance Shares that may be issued under the arrangement was deemed to be nil as the probability of conditions being met was assessed at 0% on acquisition date.

3. EXPENSES

Loss before income tax includes the following specific expenses: Consulting and professional fees		
Company secretarial fees	28,000	60,000
Legal fees	226,291	320,362
Other	112,333	74,606
Total consulting and professional fees	366,624	454,968
Employee benefits expense		
Directors' salaries and fees	266,826	129,334
Salary and wages	277,078	374,977
Contributions to superannuation funds	22,539	36,798
Wages allocation to projects	(145,939)	(278,321)
Provision for employee entitlements	(35,672)	-
Total employee benefits expense	384,832	262,787

4. Litigation Settlement

Airguide

In late May 2020, a request for payment arising under a historical consulting contract was submitted by Airguide Corporate Advice and Consulting a company based in Singapore. On 16 November 2020, the Group announced that it had received a letter from Airguide's solicitors in Singapore demanding payment of the allegedly

Notes to the Financial Statements For the year ended 30 June 2022

outstanding fees to Airguide, amounting to approximately USD\$693,000 in total, and asserting that payment of such fees was owing as a result of the completion of the Group's IPO capital raising.

On 18 December 2020, the Group was served with a Notice of Arbitration by Airguide's solicitors in Singapore, referring the dispute to arbitration by the Singapore International Arbitration Centre (SIAC). On 15 January 2021, the Group filed its Response to Notice of Arbitration with SIAC in relation to the claim by Airguide, as noted above. On 7 May 2021, Airguide filed with SIAC its statement of claim for approximately USD\$1,042,000.

On 16 November 2021, the Company settled the claim from Airguide International Pte Ltd, for a single cash payment of US \$482,500 (AUD \$617,000 equivalent) in full and final settlement of the disputes between the parties without admission of liability. Information relating to the settlement are set out below:

	2022	2021	
	\$	\$	
Airguide Settlement	617,000	-	
Total Impairment of Other Receivables	617,000	-	
. INCOME TAX			
	2022	2021	
	\$	\$	
a) Numerical reconciliation of income tax expenses to orima facie tax payable:			
Accounting profit/(loss) before tax	3,854,943	(1,228,111)	
Total accounting profit/(loss) before tax	3,854,943	(1,228,111)	
Tax at the Australian tax rate 25% (2021: 26%)	963,736	(319,309)	
Adjusted for tax effect of:			
Non-deductible expenditure	266,370	-	
Section 40-880 deduction	-	(77,320)	
Foreign entity gains	-	(3,239)	
Recognition of previously unrecognised tax losses	(1,234,915)	-	
Losses and other deferred tax balances not recognised during the period	4,810	399,868	
Aggregate income tax expense	-	-	
o) Tax losses:			
Unused revenue losses for which no deferred tax asset has been recognised	15,543,609	22,772,453	
Unused capital losses for which no deferred tax asset has been recognised	96,153	96,153	
Total Carried Forward Losses	15,639,762	22,868,606	

Notes to the Financial Statements For the year ended 30 June 2022

c) Unrecognised deferred tax assets:

Net deferred tax assets not recognised @25% (2021:26%)	4,406,777	5,862,838

The tax rate used in the above reconciliation is the concessional corporate tax rate of 25% payable by Australian 'Base Rate Entities' under Australian tax law. The concessional corporate tax rate has reduced by 1% compared with the previous reporting period.

Net deferred tax assets have not been brought to account as it is not probable that immediate future profits will be available against which deductible temporary differences and tax losses can be utilised. The value of the unrecognised deferred tax balance is calculated using the rate of 25% which is applicable to 2022 and future income years.

	2022	2021
	\$	\$
Cash at bank and in hand	928,865	3,412,277
Cash and cash equivalents	928,865	3,412,277
	2022	2021
	\$	\$
Reconciliation to cash flow statement		
For the purposes of the cash flow statement, cash and cash equivalents comprise the following at 30 June:		
Cash at bank and in hand	928,865	3,412,277
Cash for reconciliation of cash flow statement	928,865	3,412,277
7. TRADE AND OTHER RECEIVABLES		
	2022	2021
	\$	\$
Current		
Other receivables	826,848	828,467
Vendor loan receivable	-	25,867
GST receivables	32,113	19,408
Impairment of trade and other receivables (1)	(826,848)	(826,649
Total current trade and other receivables	32,113	47,093

Notes to the Financial Statements For the year ended 30 June 2022

Allowance for impairment loss

Balance at 1 July	826,848	1,394,608
Utilised	-	(567,959)
Balance at 30 June	826,848	826,649

(1) During the year ended 30 June 2021 the Group wrote-off the Cobalt Project DRC extension fee.

8. FXPI ORATION AND EVALUATION

8. EXPLORATION AND EVALUATION		
	2022	2021
	\$	\$
Bloom Lake Copper-Cobalt Project		
Exploration and evaluation phases - at cost	135,950	116,524
Net carrying amount Bloom Lake Project	135,950	116,524
	2022	2021
	\$	\$
King Tut Project – Argentina		
Exploration and evaluation acquired	1,247,520	1,247,520
Exploration and evaluation phases - at cost	698,222	535,647
Unrealised FX movement	93,960	(85,013)
Intercompany loan	(314)	-
Net carrying amount King Tut Project	2,039,388	1,698,154
Net carrying amount exploration and evaluation phases	2,175,338	1,814,678
Reconciliation of carrying amounts		
Balance at 1 July	1,814,678	116,524
Exploration and evaluation acquired	-	1,247,520
Exploration expenditure capitalised during the period	406,014	535,647
Unrealised FX movement	93,960	(85,013)
Intercompany loan	(139,314)	-
Balance at 30 June	2,175,338	1,814,678

The recoupment of cost carried forward in relation to areas of interest in the explanation and evaluation phase is dependent on the successful development and commercial exploitation or sale of the respective areas.

Notes to the Financial Statements For the year ended 30 June 2022

9 CONTRIBUTED FOUITY

		2022	2021	2022	2021
		No. shares	No. shares	\$	\$
Share capital					
Ordinary shares fully paid		57,968,163	57,968,163	54,370,957	54,370,957
Opening balance at 1 July		57,968,163	2,642,951,276	54,370,957	45,772,527
Airguide performance rights	06 Aug 2020	-	20,000,000	-	480,000
Pre IPO capital raise	25 Aug 2020	-	375,000,000	-	300,000
Initial consideration shares issued under the acquisition	27 Aug 2020	-	100,000,000	-	100,000
Share consolidation 200:1	03 Sep 2020	-	(3,122,260,587)	-	-
IPO shares issues	28 Oct 2020	-	30,000,000	-	6,000,000
Shares issued to the previous officer	28 Oct 2020	-	478,750	-	95,750
Shares issued on conversion of the convertible notes	28 Oct 2020	-	6,223,724	-	1,244,745
Shares issued under consulting agreement	28 Oct 2020	-	500,000	-	100,000
Shares issued under investor relations agreement	28 Oct 2020	-	75,000	-	15,000
Consideration shares issued under the acquisition	28 Oct 2020	-	5,000,000	-	1,000,000
Share issue costs		-	-	-	(737,065)
Closing balance at 30 June		57,968,163	57,968,163	54,370,957	54,370,957

Ordinary shares participate in dividends and the proceeds on winding up of the Group in proportion to the number of shares held and in proportion to the amount paid up on the shares held.

No dividends were paid or declared by the Group to members since the end of the previous financial year and the Directors do not recommend the payment of a dividend at this time.

At shareholders' meetings each ordinary share is entitled to one vote in proportion to the paid-up amount of the share when a poll is called, otherwise each shareholder has one vote on a show of hands.

Notes to the Financial Statements For the year ended 30 June 2022

10 ACCUMULATED LOSSES

10. ACCOMOLATED LOSSES		
	2022	2021
	\$	\$
Accumulated losses	(45,296,180)	(49,151,122)
Accumulated losses at 1 July	(49,151,122)	(48,007,011)
Net Profit/(loss) attributable to members	3,876,942	(1,228,111)
Transfer fair value of expired performance rights	-	84,000
Balance at 30 June	(45,296,180)	(49,151,122)

11. SEGMENT INFORMATION

The entity has three operating segments; Australia (Equinox Investment), Argentina (King Tut Project) and Canada (Bloom Lake Project). The entities are managed primarily on the basis of geographical area of interest. Each geographical area has different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis. The Board of Directors (the chief operating decision maker) reviews internal reports of each operating segment at least quarterly.

Information related to each operating segments is set out below.

	Australia	Canada	Argentina	Total
	\$	\$	\$	\$
2022				
Results				
Exploration expenses	(65,374)	-	-	(65,374)
Segment results before tax	(65,374)	-	-	(65,374)
Reconciliation of segment results before tax to net loss after tax Amounts not included in segment result:	-	-	-	
Compliance and regulatory expenses	-	-	-	(183,538)
Consulting and professional fees	-	-	-	(366,624)
Employee benefits expense	-	-	-	(384,832)
Impairment of other receivables	-	-	-	(617,513)
Depreciation	-	-	-	(28,965)
Other gains	-	-	-	5,885,660
Other expenses	-	-	-	(391,453)
Finance income	-	-	-	2,041
Finance expense	-	-	-	(4,167)
Other income Other comprehensive income	-	-	-	9,708 40,755
Segment results before tax	(65,374)	-	-	3,895,698

Notes to the Financial Statements For the year ended 30 June 2022

	Australia	Canada	Argentina	Total
	\$	\$	\$	\$
Total assets	5,885,661	-	-	5,885,661
Total liabilities	187,303	-	-	187,303
Other disclosures				
Exploration and evaluation	-	135,950	2,039,388	2,175,338

Segment assets and liabilities does not include the Group's corporate assets and liabilities.

	Australia	Canada	Argentina	Total
	\$	\$	\$	\$
Results				
Impairment	(232,859)	-	-	(232,859)
Segment results before tax	ent results before tax (232,859)		-	(232,859)
	Australia	Canada	Argentina	Total
	\$	\$	\$	\$
Reconciliation of segment results before tax to net loss after tax				
Amounts not included in segment result:				
Compliance and regulatory expenses	-	-	-	(211,211)
Consulting and professional fees	-	-	-	(454,968)
Employee benefits expense	-	-	-	(262,787)
Other gains	-	-	-	243,457
Other expenses	-	-	-	(175,261)
Finance income	-	-	-	8,286
Finance expense	-	-	-	(158,381)
Other income	-	-	-	15,613
Segment results before tax	(232,859)	-	-	(1,228,111)
Total assets	-	116,254	1,698,154	5,363,847
Total liabilities	-	-	-	228,810
Other disclosures				
Exploration and evaluation	-	116,524	1,698,154	1,889,313

Segment assets and liabilities does not include the Group's corporate assets and liabilities.

12. INTERESTS IN ASSOCIATES

Hamersley Iron Ore Project

Equinox undertook the initial public offer (IPO) with its prospectus lodged on 31 August 2021 and was admitted to the official list of the Australian Securities Exchange on 12 October 2021. The IPO raised \$9 million (before costs) through the offer of 45 million shares, at an issue price of \$0.20 per share.

On 9 July 2021, the Group together with Lockett Fe Pty Ltd ("Lockett") executed a Binding Terms Sheet with Equinox for the sale of their respective interests in the Hamersley Iron Ore Project. The sale of the Project is conditional upon Pathfinder shareholder approval in accordance with ASX Listing Rule 11.4.1(b), amongst other

Notes to the Financial Statements For the year ended 30 June 2022

things and finalised on 12 October 2021. On 26 July 2021, the Company issued a Notice of Meeting in respect of the Divestment of the Hamersley Iron Ore Project. The resolution was carried on poll at the meeting held on 27 August 2021.

The Hammersly Iron Ore Project was carried at nil and on completion of transaction on 6 October 2021, the group has recognised a gain on sale of \$7,000,000 (35,000,000 shares at IPO price of \$.20) on the consolidated statement of profit or loss and other comprehensive income including 6,650,000 performance shares and Lockett received 15,000,000 shares and 2,850,000 performance shares.

Interests in associates are accounted for using the equity method of accounting. Information relating to associates that are material to the consolidated entity are set out below:

Name	Principle business	place	of	Ownership interest
Equinox Resources Limited (Equinox)	Australia			36.65%
				30 Jun 2022
Pathfinder Resources Limited's equity investment in Equinox Resources Limited				\$
Balance at the beginning of the period				-
Investment in associate				7,000,000
Pathfinder Resources Limited's share of Equinox's net loss				(1,114,340)
Balance at 30 June 2022				5,885,660

Summarised financial information of the associate

The table below provide summarised financial information of Equinox Resources Limited. The information disclosed reflects the amounts presented in the financial statements of Equinox Resources Limited and not Pathfinder's share of those amounts. They have been amended to reflect adjustments made by the entity when using the equity method, including fair value adjustments and modifications for any differences in policy.

	30 June 2022
	\$
Summarised statement of financial position	
Current assets	6,189,276
Non-current assets	10,620,221
Total assets	16,809,807
Current liabilities	(163,326)
Non-current liabilities	(18,815)
Total liabilities	(182,141)
Net assets	16,627,666
Summaries statement of profit or loss and other comprehensive income	
Revenue	-
Expenses	(3,040,490)
Total comprehensive loss	(3,040,490)

Notes to the Financial Statements For the year ended 30 June 2022

Set out below are the associated of the group as at 30 June 2022 which, in the opinion of the directors, are material to the group. The entities listed below have share capital consisting solely of ordinary shares, which are held directly by the group. The country of incorporation or registration is also their principal place of business, and the proportion of ownership interest is the same as the proportion of voting rights held.

Name of entity	Place of business/country	% owne inte	rship	Nature of relationship	Measurement method	Quoted fair value		Carrying Amount	
		2022	2021			2022	2021	2022	2021 \$
						\$	Ş	Ş	Ş
Equinox Resources Limited	Australia	36.65	-	Associate	Equity Method	4,725,000	-	5,885,660	-
Total Equity	/-accounted investm	ent				4,725,000		5,885,660	-

13. PARENT ENTITY INFORMATION

The following details information related to the parent entity, Pathfinder Resources Limited, as at 30 June 2022. The information presented here has been prepared using consistent accounting policies as presented in Note 2.

	2022	2021
	\$	\$
Assets		
Current assets	1,116,231	3,532,350
Non-current assets	8,081,750	1,831,515
Total assets	9,197,981	5,363,865
Liabilities		
Current liabilities	174,778	228,828
Non-current Liabilities	12,543	-
Total liabilities	187,321	228,828
Net assets	9,010,660	5,135,037
Equity		
Issued Capital	54,348,957	54,370,957
Reserves	-	-
Accumulated losses	(45,338,297)	(49,235,920)
Total Equity	9,010,660	5,135,037
Profit/(loss) for the year	3,897,624	(1,240,188)

Notes to the Financial Statements For the year ended 30 June 2022

14. REMUNERATION OF AUDITORS

14. REMORENATION OF AGDITORS		
	2022	2021
	\$	\$
Amount received or receivable by auditor for:		
Audit and review of financial statements	42,000	34,440
Total auditor's remuneration	42,000	34,440

15. CONTINGENT LIABLITIES AND CONTINGENT ASSETS

Airguide

In late May 2020, a request for payment arising under a historical consulting contract was submitted by Airguide Corporate Advice and Consulting a company based in Singapore.

On 16 November 2020, the Group announced that it had received a letter from Airguide's solicitors in Singapore demanding payment of the allegedly outstanding fees to Airguide, amounting to approximately USD\$693,000 in total, and asserting that payment of such fees was owing as a result of the completion of the Group's IPO capital raising.

On 18 December 2020, the Group was served with a Notice of Arbitration by Airguide's solicitors in Singapore, referring the dispute to arbitration by the Singapore International Arbitration Centre (SIAC).

On 15 January 2021, the Group filed its Response to Notice of Arbitration with SIAC in relation to the claim by Airguide, as noted above.

On 7 May 2021, Airguide filed with SIAC its statement of claim for approximately USD\$1,042,000.

On 16 November 2021, the Company settled the claim from Airguide International Pte Ltd, for a single cash payment of US \$482,500 in full and final settlement of the disputes between the parties without admission of liability.

There are no contingent assets at the reporting date.

16. COMMITMENTS

	2022	2021
	\$	\$
Exploration tenements – King Tut		
Within one year	-	350,000
One year or later but no later than 5 years	-	-
More than 5 years	-	-
Total exploration tenements payable		350,000
Exploration tenements – Bloom Lake		
Within one year	6,770	4,400
One year or later but no later than 5 years	-	-
More than 5 years	-	-
Total exploration tenements payable	6,770	4,400

At the date of this report there are no commitments for capital expenditure.

Notes to the Financial Statements For the year ended 30 June 2022

Exploration tenements – Bloom Lake

In order to maintain the Group's tenements in good standing and available for renewal the Group is required to incur exploration expenditure under the terms of each licence.

Exploration tenements - King Tut Project

There are no minimum spend requirements in relation to the King Tut Project.

17. RELATED PARTIES

	2022	2021
	\$	\$
Key management personnel		
The key management personnel compensation comprised:		
Short term employment benefits	642,471	464,589
Superannuation	25,812	32,701
Share based payment	-	100,000
Total key management personnel remuneration	668,283	597,290

Transactions with Key Management Personnel

Managing Director

Shannon Green

Mr Green will receive a base salary of \$250,000 per annum plus superannuation, which increases to \$300,000 per annum plus superannuation on 1 March 2021. Mr Green resigned on 23 September 2021.

In addition, the Group may pay Mr Green a performance-based bonus over and above the base salary. In determining the extent of any performance-based bonus, the Group shall take into consideration the key performance indicators of the Managing Director and the Group, as the Group may set from time to time, and any other matter that it deems appropriate.

Salary Review Date

Annually during continuance of the Agreement.

Term

Mr Green's appointment as Managing Director commenced on 1 December 2020 (notwithstanding his existing employment with the Group commenced on 30 March 2020).

Termination

Either party may terminate Mr Green's appointment without reason on 3 months' notice, on 1 months' notice in certain circumstances of breach of contract or misconduct or immediately without notice if Mr Green is convicted of any major criminal offence which brings the Group or any of its related bodies corporate into lasting disrepute. The Group may terminate immediately on payment in lieu of required notice.

Hugh Callaghan

The consultancy agreement commenced on 2 November 2021 and will continue until validly terminated in accordance with its terms.

Managing Director role started on 2 November 2021

- The Company has agreed to pay Interminco Services Limited, an entity associated with Mr Callaghan \$272,500 per annum exclusive of GST which fees will be payable on and from 2 November 2021.
- The above amount is inclusive of all taxes and superannuation amounts.

Notes to the Financial Statements For the year ended 30 June 2022

- Mr Callaghan's consultancy commenced on the Commencement Date and will continue until validly terminated;
- The Company may terminate Mr Callaghan's consultancy agreement without reason, by giving six (6) months.

Chief Financial Officer

Ailsa Osborne

On 5 November 2020, the Group announced the appointment of Ms Ailsa Osborne to the position of Chief Financial Officer. The material terms of Ms Osborne's Executive Services Agreement, including remuneration, are set out below:

Remuneration Package

Ms Osborne will receive a base salary of \$180,000 per annum plus superannuation.

In addition, the Group may pay Ms Osborne a performance-based bonus over and above the base salary. In determining the extent of any performance-based bonus, the Group shall take into consideration the key performance indicators of the Chief Financial Officer and the Group, as the Group may set from time to time, and any other matter that it deems appropriate.

Ms Osborne will also be eligible to participate in the Group's performance rights and options plan adopted on 5 August 2020, subject to applicable laws and regulations, including the ASX Listing Rules. A summary of the performance rights and options plan is contained in the Group's prospectus lodged with ASIC on 31 August 2020.

Salary Review Date

Annually during continuance of the Agreement.

Term

Ms Osborne's appointment as Chief Financial Officer commenced on 4 November 2020.

Termination

Either party may terminate Ms Osborne's employment without reason on 3 months' notice, on 1 months' notice in certain circumstances of breach of contract or misconduct or immediately without notice if Ms Osborne is convicted of any major criminal offence which brings the Group or any of its related bodies corporate into lasting disrepute. The Group may terminate immediately on payment in lieu of required notice.

Agha Shahzad Pervez

On 1 December, the Group announced the appointment of Mr Agha Shahzad Pervez to the position of Chief Financial Officer. The material terms of Mr Pervez's Executive Services Agreement, including remuneration, are set out below:

Consultancy Agreement

The CFO consultancy agreement commenced on 15 November 2021 and will continue until validly terminated in accordance with its terms.

The Company has agreed to pay Horizon Corporate, an entity associated with Mr Pervez \$10,000 per month (exclusive of GST) which fees will be payable on and from the date of 15 November 2021. In addition, Horizon Corporate may bill the Company for additional fees for out-of- scope services to be agreed between the parties. The above amounts are inclusive of all taxes and superannuation amounts.

Notice/ termination period; without cause 3 months, material change to engagement 1 month.

Other transactions with Key Management Personnel

The terms and conditions of any transactions with Directors and their related parties were no more favourable than those available, or might reasonably be expected to be available, on similar transactions to non-related parties on an arms-length basis.

\$14,963 for the office rent and parking paid to Sixty Two Capital, a company associated with Mr. Sufian Ahmad.

At 30 June 2022 there were no loans from or to Directors.

Notes to the Financial Statements For the year ended 30 June 2022

18. CASHFLOW RECONCILIATION

	2022	2021
	\$	\$
Profit/loss from continuing operations	3,854,943	(1,228,111)
Non-cash items:		
Impairment of exploration assets	-	-
Depreciation and amortisation	28,965	5,859
Investment in associate	(5,885,660)	-
Share based payments	-	133,720
Accrued borrowing costs	-	_
Capitalised interest		124,473
Unrealised foreign currency movement	19,237	218
Operating assets acquired	-	(62,496)
Non-cash movement – insurance Premium funding		66,197
Change in operating assets and liabilities:		
(Increase)/decrease in trade and other receivables	(32,113)	(47,097)
ncrease in trade and other creditors	(44,735)	(589,579)
(Decrease)/Increase in employee entitlements		35,672
Net cash flows used in operating activities	(2,059,363)	(1,561,144)
9. EARNINGS PER SHARE		
	2022	2021
	\$	\$
Profit/(loss) used to calculate basic and diluted loss per share	3,854,943	(1,228,111)
Comprehensive profit/(loss) used to calculate basic and diluted loss per share	3,854,943	(1,312,909)
	Number	Number
Weighted average number of shares		
Weighted average number of ordinary shares for basic and diluted earnings per share	57,968,163	43,391,2118

At 30 June 2022 there were no options on issue (2021: nil).

Notes to the Financial Statements For the year ended 30 June 2022

20. FINANCIAL INSTRUMENTS

Financial Risk Management

The Group's financial instruments consist of deposits with banks, trade receivables and payables. Derivative financial instruments are not currently used by the Group.

The Board monitors and reviews the effectiveness of the Group's control environment in the areas of operational risk, legal/regulatory compliance and financial risk and reporting.

The Group's activities expose it to interest rate risk, credit risk, capital risk and liquidity risk and foreign exchange

Interest Rate Risk

The Group has no borrowings with a variable interest rate and hence there is no exposure to interest rate risk associated with debt. Interest bearing assets are all short-term liquid assets and the only interest rate risk is the effect on interest income by movements in the interest rate. There is no material interest rate risk.

Liquidity Risk

The Group manages liquidity risk by maintaining cash reserves and having limited borrowings or debt. All trade and other payables are expected to be paid within 30 to 60 day payment terms.

Leases

Lease policy - With the exception of leases with terms of less than 12 months and leases relating to low-value assets, right-of-use assets and lease liabilities are recognised in relation to all leases. The lease liabilities are recognised at the present value of the lease payments that are remaining to be paid and include, where applicable, any payments applicable under extension options expected to be exercised. The right-of-use assets are initially recognised as the amount of the initial lease liability adjusted for any lease payments made at or before commencement, lease incentives received, initial direct costs incurred, and an estimate of costs of dismantling, removing or restoring the asset that are required to be incurred under the terms of the lease. The right-of-use asset is then depreciated on a straight-line basis over the term of the lease.

Credit Risk

The Group's credit risk primarily arises from cash and deposits with Australian Authorised Deposit Taking Institutions (ADIs) and GST refundable from the ATO (refer Note 7). The maximum credit risk exposure of financial assets of the Group which have been recognised on the statement of financial position is the carrying amount, net of any provision for doubtful debts. There is no collateral or security held for those assets at balance date. There are no financial assets past due, refer below for details of impairment of financial assets

Capital Risk Management

The Group's objective in managing capital (consisting of total equity) is to provide shareholders with capital growth over the medium to long term and, over time, the provision of a return to shareholders through the payment of a fully franked dividend.

The Board recognises that, in order to continue its corporate strategy of becoming a significant mining company, in the future new equity issuances or scrip based acquisitions are highly likely to be a part of its capital management strategy.

Foreign Currency Risk

The Group's foreign currency risk primarily arises from its newly acquired King Tut Project in Argentina. The Group is exposed to foreign currency risk to the extent that there is a mismatch between the currencies in which purchases are denominated and the functional currency of the Group. The functional currency of the Group is Australian dollars and the currency of transactions in relation to the King Tut Project is primarily in Unite States dollars and Argentinian Real. The risk arises from the fluctuation in spot exchange rates between the Australian dollar and the United States dollar and Argentinian Real.

Notes to the Financial Statements For the year ended 30 June 2022

Net Fair Value of Financial Assets and Liabilities

The carrying amount of the Group's financial assets and financial liabilities in the financial statements approximates their fair values as at balance date as they are all short term in nature.

21. INTEREST IN SUBSIDIARIES

The consolidated financial statements include the financial statements of Pathfinder Resources Ltd. and its subsidiaries listed in the following table.

Subsidiary	Country of	% of in	terest
	Incorporation	2022	2021
2650076 Ontario Inc	Canada	100	100
Blue Gold Mining Pty Ltd	Australia	100	100
Sandrino Gold Pty Ltd	Australia	100	100
Tres Elementos SA	Argentina	100	100
Pathfinder Resources USA Inc.	USA	100	-
Tecno Minera	Argentina	100	100

Directors' Declaration For the year ended 30 June 2022

In accordance with a resolution of the directors of Pathfinder Resources Ltd., I state that:

- (1) In the opinion of the directors:
- (a) the financial statements and notes set out on pages 16 to 42 and the Directors' Report are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Group's financial position as at 30 June 2022 and of its performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.
- (2) The directors draw attention to Note 2 to the financial statements, which includes a statement of compliance with International Financial Reporting Standards.
- (3) The directors have been given the declarations by the chief executive officer and chief financial officer for the year ended 30 June 2022 required by section 295A of the Corporations Act 2001.

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

Non-Executive Chairman | Sufian Ahmad

30 September 2022



Tel: +61 8 6382 4600 Fax: +61 8 6382 4601 www.bdo.com.au Level 9, Mia Yellagonga Tower 2 5 Spring Street Perth, WA 6000 PO Box 700 West Perth WA 6872 Australia

INDEPENDENT AUDITOR'S REPORT

To the members of Pathfinder Resources Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Pathfinder Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies and the directors' declaration.

In our opinion the accompanying financial report of the Group, is in accordance with the *Corporations Act 2001*, including:

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2022 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with 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 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 report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Material uncertainty related to going concern

We draw attention to Note 2.4 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the entity's ability to continue as a going concern and therefore the entity may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Material uncertainty related to going concern section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Accounting for Investment in Associate

Key audit matter

As disclosed in note 12 of the financial report, during the year ended 30 June 2022, the group divested its interest in the Hammersly Iron Ore Project to Equinox Resources Limited ("Equinox").

Under the transaction, Pathfinder received 35m shares and 6.65m performance shares in Equinox, giving the group a 36.65% shareholding in Equinox as at acquisition date and 30 June 2022.

The classification of the asset is an investment under AASB 128 *Investment in Associates and Joint Ventures.*

Measurement thereof is a key audit matter due to the significance of the asset to the Group, and the judgement exercised by management in assessing the classification of the investment and determining whether there are any indicators to suggest that the investment in associate may be impaired.

How the matter was addressed in our audit

Our procedures included, but were not limited to the following;

- Reviewing the sale and purchase agreement to understand key terms and conditions;
- Reviewing management's calculation of the gain on disposal of the Hammersly Iron Ore Project;
- Evaluating management's determination of whether the Group maintained significant influence over the investment;
- Considering management's assessment of indicators that the investment in associate may be impaired;
- Agreeing the Group's share of associate loss, changes as a result of share issues, dilution and reserve movements to the audited financial reports of the associate;
- Reviewing the financial information of the associate including assessing if the accounting policies of the associate were consistent with the Group, and;
- Reviewing the adequacy of the disclosures in note
 12 of the financial report.



Carrying Value of Exploration and Evaluation Asset

Key audit matter

As the carrying value of the capitalised exploration and evaluation asset represents a significant asset of the Group at 30 June 2022, we considered it necessary to assess whether any facts or circumstances exist to suggest that the carrying amount of this asset may exceed its recoverable amount.

Judgement is applied in determining the treatment of exploration expenditure in accordance with Australian Accounting Standard AASB 6 Exploration for and Evaluation of Mineral Resources. In particular, whether facts and circumstances indicate that the exploration and evaluation assets should be tested for impairment.

How the matter was addressed in our audit

Our procedures included, but were not limited to:

- Obtaining a schedule of the areas of interest held by the Group and assessing whether the rights to tenure of those areas of interest remained current at balance date;
- Considering the status of the ongoing exploration programmes in the respective areas of interest by holding discussions with management, and reviewing the Group's exploration budgets, ASX announcements and director's minutes;
- Considering whether any such areas of interest had reached a stage where a reasonable assessment of economically recoverable reserves existed;
- Verifying, on a sample basis, exploration and evaluation expenditure capitalised during the year for compliance with the recognition and measurement criteria of AASB 6;
- Considering whether any facts or circumstances existed to suggest impairment testing was required; and
- Assessing the adequacy of the related disclosures in Note 8 to the Financial Statements.



Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2022, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (http://www.auasb.gov.au/Home.aspx) at:

https://www.auasb.gov.au/admin/file/content102/c3/ar1_2020.pdf

This description forms part of our auditor's report.



Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 11 to 15 of the directors' report for the year ended 30 June 2022.

In our opinion, the Remuneration Report of Pathfinder Resources Limited, for the year ended 30 June 2022, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BDO Audit (WA) Pty Ltd

Ashleigh Woodley

Director

Perth

30 September 2022

ASX ADDITIONAL INFORMATION For the year ended 30 June 2022

Additional information required by ASX Listing Rules and not shown elsewhere in the report is set out below. The information is current as of 27 September 2022.

CORPORATE GOVERNANCE

The Company's corporate governance policies are available on the corporate governance page on the Company's website at www.pathfinderresources.com.au/corporate-governance.

2. SUBSTANTIAL SHAREHOLDERS

The number of shares held by substantial shareholders and their associates as disclosed in substantial holding notices given to the Company are set out below:

Name of substantial shareholder	Number of shares	Percentage (%)
Lesko Constructions Pty Ltd Superfund	4,286,981	7.38
Sufian Ahmad	4,142,346	7.15

3. DISTRIBUTION OF EQUITY SECURITIES

Analysis of number of share holders by size of holding:

Fully paid ordinary shares		linary shares	Number of holders	Number of shares	% of shares
Range	_	1,000	87	26,027	0.04
1,001	-	5,000	472	1,324,558	2.28
5,001	-	10,000	131	1,035,415	1.79
10,001	-	100,000	220	6,803,370	11.75
100,001		and over	87	48,772,793	84.14
			997	57,968,163	100.00

4. NON-MARKETABLE PARCELS

There are 87 shareholders who hold less than a marketable parcel of shares.

VOTING RIGHTS

The relevant conditions about voting rights attaching to each share are set out in Articles 13.13 of the Constitution as follows:

Subject to any rights or restrictions for the time being attached to any class or classes of Shares, at meetings of Shareholders or classes of Shareholders:

- (a) each Shareholder entitled to vote may vote in person or by proxy, attorney or Representative or, if a determination has been made by the Board in accordance with clause 13.35, by Direct Vote);
- (b) on a show of hands, every person present who is a Shareholder or a proxy, attorney or Representative of a Shareholder has one vote (even though he or she may represent more than one member); and
- (c) on a poll, every person present who is a Shareholder or a proxy, attorney or Representative of a Shareholder (or where a Direct Vote has been lodged) shall, in respect of each fully paid Share held by him, or in respect of which he is appointed a proxy, attorney or Representative, have one vote for the Share, but in respect of partly paid Shares, shall have such number of votes being equivalent to the proportion which the amount paid (not credited) is of the total amounts paid and payable in respect of those Shares (excluding amounts credited).

Performance shares do not carry any voting rights.

ASX ADDITIONAL INFORMATION For the year ended 30 June 2022

6. TWENTY LARGEST SHAREHOLDERS

The twenty largest holders of ordinary fully paid shares are set out below:

		Number of	% of issued
	Name	ordinary shares	shares
		held	
1	LESKO CONSTRUCTIONS PTY LTD <super a="" c="" fund=""></super>	3,076,981	5.31
2	MS CHUNYAN NIU	2,622,000	4.52
3	CONDOR PROSPECTING PTY LTD	2,388,438	4.12
4	MR MENA HABIB	2,249,307	3.88
5	MR SUFIAN AHMAD	2,121,938	3.66
6	DDPEVCIC (WA) PTY LTD < DOMINIC FAMILY A/C>	1,620,436	2.80
7	BEARAY PTY LIMITED <brian a="" c="" clayton="" f="" s=""></brian>	1,500,000	2.59
8	TOSSOUN SUPER PTY LTD <tossoun a="" c="" super=""></tossoun>	1,465,403	2.53
9	MR BIN LIU	1,460,225	2.52
10	MR SHANE REEVES	1,444,837	2.49
11	MR SUFIAN AHMAD	1,275,036	2.20
12	STRAT PLAN PTY LTD <strat a="" c="" plan=""></strat>	1,219,029	2.10
13	MR STEVEN JOHN RUSHBROOK	1,189,336	2.05
14	MR BILAL AHMAD	1,134,000	1.96
15	MRS LISA MARLANE ROBERTS	1,082,601	1.87
16	Mr ALDO SACCO	1,000,000	1.73
17	MR STEPHEN DONALD + MS SHANDELLE SCHIPPLOCK <fayced a="" c=""></fayced>	912,000	1.57
18	JGM PROPERTY INVESTMENTS PTY LTD	871,152	1.50
19	MRS MARY TOSSOUN	796,204	1.37
20	MR BILAL AHMAD	781,250	1.35
		30,210,173	52.12

7. RESTRICTED SECURITIES

The Company has the following restricted securities on issue

Name	Restriction period	Number
Shares	Expiring 24 months from the date of quotation	4,847,153
Class A Performance Shares	Expiring 24 months from the date of quotation	2,295,660
Class B Performance Shares	Expiring 24 months from the date of quotation	2,295,661

8. ON-MARKET BUY-BACK

There is no current on-market buy-back.

9. Performance shares

As at 27 September 2022, the Company has a total of 7,000,000 Performance Shares on issue, comprising of 3,500,000 Class A Performance Shares and 3,500,000 Class B Performance Shares.

Analysis of number of class A performance share holders by size of holding:

ASX ADDITIONAL INFORMATION For the year ended 30 June 2022

Fully paid Range	ord	inary shares	Number of Number of performance shares	% of shares
1	-	1,000		=
1,001	-	5,000		-
5,001	-	10,000	-	-
10,001	-	100,000	4 264,208	7.55
100,001		and over	6 3,235,792	92.45
			10 3,500,000	100.00

Analysis of number of class B performance share holders by size of holding:

Fully paid ordinary shares Range			Number of holders	Number of performance shares	% of shares
1	-	1,000	-	-	=
1,001	-	5,000	-	-	-
5,001	-	10,000	-	-	-
10,001	-	100,000	4	264,210	7.55
100,001		and over	6	3,235,790	92.45
			10	3,500,000	100.00

Conversion of Performance Shares into Ordinary Shares is dependent upon the achievement of the following milestones:

- (c) Class A Performance Shares: the Company announcing no less than five (5) drill holes each intersecting at least two (2) continuous metres of gold at no less than 5g/tonne on the Tenements, of which no less than two (2) drill holes are located on the following Tenements: (A) 28-L-2011 Guille Exploration Permit La Rioja; and/or (B) 66-C-2005 Diana II Exploitation Concession La Rioja.
- (d) Class B Performance Shares: the Company announcing a JORC compliant Inferred gold Resource of at least 500,000 Oz at no less than 5g/tonne on one or more of the Tenements.

No Conversion if Milestone not Achieved: To the extent that: (i) the Class A Performance Shares have not converted into Shares on or before the date which is five (5) years from the Issue Date (Expiry Date), then all such unconverted Class A Performance Shares will automatically consolidate into one Class A Performance Share and will then convert into one Share; (ii) the Class B Performance Shares have not converted into Shares on or before the Expiry Date, then all such unconverted Class B Performance Shares will automatically consolidate into one Class B Performance Share and will then convert into one Share;

10. INTERESTS IN TENEMENTS

Location	Tenement Reference	Nature of Interest	% Held
Western Australia ¹	M47/1450	Granted	36.5%
Canada, Bloom Lake	221266, 221267, 229223	Granted	100%
	243759, 251792, 251793		
	251794, 287807, 308044		
	325202, 336173, 582713		
	582714,716167 ³ ,716168 ³ ,716165 ³		
	716166 ³ ,716170 ³ ,716171 ³ ,716169 ³		
Canada, Ontario	727287 to 727452 ⁴	Granted	100%

ASX ADDITIONAL INFORMATION For the year ended 30 June 2022

Location	Tenement Reference	Nature of Interest	% Held
Argentina ²	168-L-1939	Granted	100%
	66-C-2005	Granted	100%
	28-L-2011	Pending approval	100%

- L. Pathfinder's interest in the Hamersely Iron Ore Project is held indirectly by way of its investment held in Equinox Resources Limited
- 2. Pathfinder's interest in the Tenements located in the La Rioja Province in Argentina are held through its wholly owned subsidiaries Blue Gold Mining Pty Ltd (BGM) and Sandrino Gold Pty Ltd (SG) which, through their respective Argentine subsidiaries Tres Elementos SA (TESA) and Tecno Minera SA (TMSA), collectively own the Tenements the subject of the King Tut Project.
- 3. As noted above, during the June Quarter, the company acquired additional tenements adjacent to the easter boundary of the Bloom Lake Project.
- 4. During the June Quarter, the Company has also pegged additional ground in Northwestern Ontario, Canada. This ground was acquired for nominal consideration and is not considered to be material to the Company's current operations.