

DGO Gold Limited

DGO Gold Limited

ACN 124 562 849

Financial Report for the half-year ended 31 December 2021

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Corporate Directory

Directors	Mr. E. Eshuys (Executive Chairman) Mr. J. B. Parncutt AO (Executive Director) Mr. R. C. Hutton (Non-Executive Director) Ms. K. Law (Non-Executive Director)
Company Secretary and Chief Operating Officer	Mr. M. R. Ziemer
Chief Financial Officer	Mr. A. H. Cook
Registered office and principal administrative office	Level 9 63 Exhibition Street Melbourne VIC 3000 Telephone: + 61 3 9133 6251
Share registry	Link Market Services Limited Level 21 10 Eagle Street Brisbane QLD 4000 Telephone: 1300 554 474 Telephone: + 61 7 3320 2200 Facsimile: + 61 2 8280 0303
Auditor	BDO Audit Pty Ltd Level 10 12 Creek Street Brisbane QLD 4000 Telephone: + 61 7 3237 5999 Facsimile: + 61 7 3221 9227
Lawyer	Piper Alderman Level 23 459 Collins St MELBOURNE Vic 3000 Telephone: + 61 3 8665 5555
Stock exchange listings	DGO Gold Limited shares are quoted on ASX Limited (ASX Code: DGO).
Website	www.dgogold.com.au
ABN	96 124 562 849
Corporate Governance Statement	https://www.dgogold.com.au/corporate-governance

Directors' report

The Directors of DGO Gold Limited (the Company or "DGO") submit herewith the consolidated financial report of DGO Gold Limited and its controlled entities (the Group) for the half-year ended 31 December 2021. In order to comply with the provisions of the *Corporations Act 2001*, the Directors report as follows:

Directors

The names and details of the Directors of the Company in office during the half-year and until the date of this report are:

Mr. Eduard Eshuys (Executive Chairman)

Mr. J. Bruce Parncutt AO (Executive Director)

Mr. Ross C. Hutton (Non-Executive Director)

Ms. Katina Law (Non-Executive Director)

Principal activities

The principal activity of the Group is to provide participation in a discovery leveraged exposure to gold by investing in listed brownfield explorers that satisfy key selection criteria and building strategic greenfields land positions. DGO's focus is on building a portfolio of Western Australian and South Australian brownfield gold and greenfield copper and gold discovery opportunities, through strategic equity investment, tenement acquisitions and joint ventures.

Operating results

The Group recorded a net loss after income tax of \$12,706,038 for the half-year ended 31 December 2021 (31 December 2020: net loss after income tax of \$5,937,073). The financial position and performance of the Group was particularly affected by the following events and transactions during the six months to 31 December 2021:

- Non-cash share-based payments expense of \$541,826 relating to performance rights issued to directors, employees and consultants during the half year.
- Net loss of \$9,587,439 on investments classified as financial assets at fair value through profit or loss.
- Share in net loss on investment in associates of \$1,207,070.

Review of operations

DGO continues to advance its strategy of building a portfolio of strategic investments in the Australian gold and copper exploration sector. Whilst holding projects owned directly by DGO together with stakes in ASX-listed companies with prospective gold exploration projects, the emphasis is on creating wealth for DGO shareholders by capitalising on the substantial difference between the relatively low cost of gold discovery and the significantly higher market valuations applied to growing gold resource inventories. DGO exploration activities for the half year including ongoing drilling at Bryah and Yerrida in WA and Pernatty in SA.

Brownfield Discovery

Investment in De Grey Mining Limited (DGO 14.5%)

At 31 December 2021, DGO held 203,577,703 quoted shares in De Grey Mining Limited (DEG) with a market value of \$248,364,798 based on the closing share price on the ASX of \$1.22 (30 June 2021 203,577,703 shares with a market value of \$252,436,352). De Grey raised \$125 million in October 2021 through a placement in which DGO did not participate.

During the half De Grey announced the results of a scoping study for the 9Moz Mallina Gold Project. The study shows that a 10 year, 427,000 ounce per annum operation could be developed with a post-tax NPV5 of \$2 billion (ASX:DEG 5 October 2021). These results continue to demonstrate that the Mallina Gold Project is a Tier 1 asset.

DGO's initial investment in De Grey in May 2018 was based on the potential to discover world-class resources within an underexplored landholding comparable in scale to the 17Moz Yandal Belt¹. The discovery in February 2020 of the

¹ G Neil Phillips & J R Vearncombe 2011, 'Exploration of the Yandal gold province, Yilgarn Craton, Western Australia', *Applied Earth Science*, vol. 120, no. 1, pp. 44–59.

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6.8Moz Hemi resource (ASX:DEG 23 June 2021) endorsed DGO's investment thesis. Significant potential remains for further world-class discoveries within the 150km of strike held by De Grey in the Mallina Province.

Investment in Dacian Gold Limited (DGO 6.8%, options to 8.7%)

During the half, DGO supported a \$20 million capital raise acquiring 10.2 million shares increasing DGO's shareholding to 74.3 million shares or 6.8% of issued capital with options to 8.7%.

DGO's investment in Dacian was the result of a merger with NTM Gold Limited (NTM) in March 2021. DGO's October 2018 investment in NTM was based on the potential for a significant discovery on the Mertondale shear within 50km of 4 operating gold plants. The high grade Hub discovery and subsequent acquisition by Dacian validated the investment thesis.

Dacian's strategically located processing infrastructure and potential for significant resource increases at Mt Morgan's as evidenced by recent results from Jupiter (e.g. 202.6m @ 1.1g/t from 497.0m (ASX:DCN 18 January 2022) are the basis for DGO's continuing investment.

Investment in Yandal Resources Limited (DGO 20.1%)

During the half, DGO acquired an additional 3.3 million shares in Yandal Resources Limited (Yandal) through participation in a rights issue increasing DGO's shareholding to 23.4 million shares or 20.1% of issued capital. DGO is Yandal's largest shareholder.

The basis for DGO's 2020 investment in Yandal was that its significant landholding within close proximity of world class deposits such as Kanowna Belle (20km along strike of Gordon's Dam) and Jundee (50km along strike of Flushing Meadows) had high discovery potential. Yandal's intersection during the half of 42m @ 2g/t from 18m, including 10m @ 8.4g/t from 43m at Star of Gordon, highlights this potential. Assays for 73 RC and 5 diamond holes following up on this intersection remain outstanding.

Investment in Yilgarn Exploration Ventures Pty Ltd (DGO 40.0%)

Yilgarn Exploration Ventures (YEV) is a joint venture company between SensOre Limited (S3N) and DGO Gold to undertake gold exploration activities in areas identified by Discriminant Predictive Targeting (DPT®) in the Yilgarn region of Western Australia. SensOre's proprietary DPT® technology applied to its data cube of over 2500 layers of cleaned Yilgarn Craton data, uses AI/machine learning to define advanced, high potential gold targets.

During the half, DGO agreed to the addition of Balugundi, 20km east of Kalgoorlie, to the Joint Venture. An RC drilling program was completed to test the target generated by DPT®. Subsequent to the end of half results from the drilling were reported with the best result being:

- 34m @ 0.54g/t Au from 96m, including
 - 1m @ 5.4g/t Au from 96m; and
 - 2m @ 3.6g/t Au from 114m; and
 - 1m @ 2.5g/t Au from 127m

Greenfield Discovery

Pernatty, Stuart Shelf, SA (DGO 80% - 100%)

The Stuart Shelf contains BHP's world class Olympic Dam copper-gold-uranium mine, and a number of other major copper-gold deposits including Oz Minerals' Prominent Hill and Carrapateena operations. DGO's 5,571km² landholding on the Stuart Shelf is a significant position adjacent to BHP, FMG, and OZ Minerals. The Stuart Shelf hosts Zambian Copper Belt style sediment copper and Olympic Dam style iron oxide copper-gold (IOCG).

DGO's earlier drill program confirmed the presence of Zambian style copper mineralisation under cover on the Stuart Shelf. Results from the proof-of-concept drilling at Moseley included 4m @ 0.8% CuEq (0.41% Cu and 0.04% Co) from 73m.

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During the half DGO completed a further 6,340m program of reverse circulation (RC) drilling to test for Zambian Copper Belt (ZCB) style sediment hosted copper under shallow cover at Moseley. Drilling on wide spaced (+1km) lines defined a 15km long Transition Zone at Moseley. The best intersections from the program include:

4m @ 0.9% CuEq from 76m (0.57% Cu and 242ppm Co)

4m @ 0.7% CuEq from 172m (0.28% Cu and 326ppm Co)

A review of the IOCG potential of Pernatty has also generated a number of targets within DGO's land position at Pernatty. Targets with similar geophysical signatures to Carrapateena style hematite dominant systems at depths that can be tested by RC drilling have been prioritised. A detailed gravity survey over three priority targets is planned to commence in the March quarter.

DGO continued to progress land access approvals for a drilling program on its 100% owned tenements during the half. The negotiated Native Title Mining Agreement with Kokatha Aboriginal Corporation awaits approval by the Kokatha Board and the common law holders.

Refer to DGO's ASX announcement on 17 December 2021.

Bryah, Murchison, WA (DGO 70-100%)

Bryah is located 95km southwest of Sandfire Resources' DeGrussa copper-gold mine (0.65Mt Cu & 0.74Moz Au, ASX:SFR 4/03/2011), 70km north of Meekatharra, and includes Judge's Find, an area of known gold nugget occurrences where surface mining for gold has occurred for some time. The source of this alluvial gold is unknown.

During the previous half DGO completed a maiden diamond drilling program of seven holes for 3,412m to test for both sediment-hosted and volcanogenic-hosted massive sulphide (VHMS) style copper-gold mineralisation on the basin margin.

Several horizons of intense quartz/carbonate veining were intersected, containing pyrite, minor chalcopyrite, and intense magnetite zoning including traces of galena and sphalerite, in a highly altered sequence of sediments, acid and mafic volcanics and dolomites.

Detailed analysis of the drill core and initial multi-element assays has been conducted by DGO's expert geological consultants Professor Ross Large AO and Dr Stuart Bull. Professor Large and Dr Bull have identified 3 distinct horizons (M1, M2, and M3) approximately 100m apart in the volcano-sedimentary stratigraphy with potential for hosting VHMS mineralisation immediately northwest of Judges' Find gold nugget field. When extrapolated to the surface and along strike these horizons intersect an AEM anomaly further north west. Laser ICPMS analyses completed on pyrite from the M3 horizon has identified a Pb isotope ratio (207Pb/206Pb) in the same range as in the DeGrussa VHMS deposit suggesting both systems share a common mineralising fluid source.

The AEM anomaly overlying the high potential VHMS horizons will be tested with drilling in the March quarter.

During the half DGO completed the acquisition of the Judge's Find tenements located on the southern boundary of the Company's Bryah tenements.

Yerrida, Murchison, WA (DGO 100%)

Yerrida is located in the Yerrida Basin, 75km south of Sandfire Resources' DeGrussa copper-gold mine (0.65Mt Cu & 0.74Moz Au, ASX:SFR 4/03/2011) and 60km northeast of Meekatharra, Western Australia. DGO's 4,574km² landholding is a substantial position second only to Sandfire Resources in the Yerrida-Bryah Basin. The Yerrida Basin is prospective for both DeGrussa style copper-gold mineralisation and stratiform sediment-hosted copper deposits analogous to the world-class Zambian Copper Belt.

DGO's exploration and detailed analysis has identified coincident electromagnetic, magnetic, and signature VHMS geochemical anomalies. These coincident anomalies are within a geological sequence of the right lithology, age, and structure for hosting DeGrussa style VHMS mineralisation.

During the half, DGO completed a reverse circulation (RC) and diamond drilling program at Yerrida testing the equivalent stratigraphic position to DeGrussa over a strike length of 10km. During the half 3,743m of diamond and 6,488m of RC was drilled. The geological data generated by drilling is being evaluated to inform target selection for drilling in the current half.

Refer to DGO's ASX announcement on 22 July 2021.

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Mallina, Pilbara, WA (DGO 100%)

DGO holds 281km² of prospective tenements adjoining De Grey's Mallina Gold Project. The Mallina Basin hosts substantial structurally controlled gold resources including the intrusion related gold at Hemi, 75km east-northeast of DGO's tenure.

Detailed analysis by DGO suggests that mineralisation at Hemi is associated with the Millindinna intrusives which are present in DGO's Mallina tenements. Broad spaced (400m x 160m) UltraFine soil sampling completed over the Millindinna intrusives has identified a series of gold-in-soil anomalies including a high priority gold and semi-coincident arsenic anomaly. Detailed reprocessing and interpretation of geophysical data has identified a series of targets coincident with the Millindinna intrusives and the soil anomalies.

During the half the Kurlarnunya Tjinapi, who are seeking to register a native title claim over an area containing three DGO tenements, provided a survey report clearing DGO to recommence drilling. Subject to weather conditions and rig availability it is expected that this program will commence in the current half.

Refer to DGO's ASX announcements on 27 May 2021 and 13 July 2021.

Lake Randall, Eastern Goldfields, W.A (DGO 70-100%)

DGO holds 230km² of untested, prospective terrain under shallow lake and transported sediment cover 50km east of Kambalda and 7km south of Silverlake Resources' Mt Belches Mining Centre. The Lake Randall target was generated as a result of a comprehensive review for sediment hosted gold mineralisation in the Eastern Goldfields of Western Australia.

A ground gravity survey in late 2019 identified fourteen targets with potential to host granite-associated Granny Smith style, and banded iron formation-associated Mt Belches-style, gold mineralisation beneath the lake sediments.

Recent exploration by Lefroy Exploration (ASX:LEX) intersected 60m at 5.22g/t Au and 0.38% Cu from 112m to end of hole at Burns (ASX:LEX 23 February 2021), 15km west of DGO's Lake Randall. Mineralisation is associated with a large felsic intrusion which does not outcrop.

These results have led to DGO planning the drilling of intrusive-associated Granny Smith style targets at Lake Randall. Subsequent to the end of half, an 18-hole air core drilling program was conducted with results due in the current half.

Refer to DGO's ASX announcement on 28 January 2020.

Deleta, Eastern Goldfields, W.A (DGO 100%)

Interpretation of historical geochemical datasets has identified gold and arsenic soil anomalies associated with structures within the Deleta Greenstone Belt to the west of the Yamarna Belt. DGO is progressing heritage approvals in preparation for additional soil sampling and drilling programs to evaluate the under-explored Deleta targets.

Corporate

As announced on 13 July 2021, DGO established a \$15m secured loan facility with Bell Potter, to fund short term cash requirements and provide further flexibility for the business. DGO has strong confidence in its ability to fund future activities through realising its investments or further equity issuances. \$3m of the facility was drawn in the December half to fund purchases of additional shares in Yandal Resources Ltd and Dacian Gold Limited and since the end of the half year, a further \$3m was drawn to fund exploration expenditure. This competitively priced debt facility provides flexibility for the Company's funding decisions at a time when DGO's share price is at a considerable discount to the value of its listed assets and exploration portfolio.

As at 31 December 2021 the Company's holdings in DEG, DCN and YRL had a market value of \$270 million versus DGO's market capitalization of \$230 million. At the end of trading on 10 March 2022 the market value of DGO's listed investments was \$317.5 million compared to DGO's market capitalization of \$212.9 million.

As at 10 March 2022 the Company has 83,477,112 fully paid shares, 3,271,082 \$2.50 unlisted options, 505,000 \$4.50 unlisted options, 195,000 \$5.37 unlisted options, 1,000,000 Series C performance rights, 1,000,000 Series D performance rights, and 405,000 Series E performance rights on issue.

Traditional Owners

DGO acknowledges the traditional custodians of the land where we operate. Consistent with our Heritage and Community Policy, we endeavour to engage early, engage often and engage well with the Traditional Owners of the land where we conduct our exploration activities. DGO has native title agreements in place with eight Traditional Owner groups.

Events subsequent to reporting date

- The company issued 45,400 ordinary shares on 10 January 2022 as a result of various holders of \$1.00 options exercising their entitlement.
- The company made an investment in SensOre Limited via its IPO capital raise of \$460,020 on 27 January 2022. SensOre is the parent entity of Yilgarn Exploration Ventures Pty Ltd, of which DGO holds a 40% equity interest.
- As at the date of this report, the company has drawn a further \$3.5 million from its debt facility with Bell Potter, taking the total draw down from the facility at the date of this report to \$6.5 million.
- On 27 January 2022, the company issued 45,000 options to Bell Potter as drawdown fee for the secured loan facility. The unlisted options are exercisable at \$5.37 on or before 31 December 2023.

Auditor's independence declaration

The auditor's independence declaration is included on page 9 of the Half-Year Financial Report.

Signed in accordance with a resolution of directors made pursuant to s.306 (3)(a) of the *Corporations Act 2001*.

On behalf of the Directors,



Eduard Eshuys

Executive Chairman

Melbourne, 11 March 2022

Auditor's independence declaration



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DECLARATION OF INDEPENDENCE BY C K HENRY TO THE DIRECTORS OF DGO GOLD LIMITED

As lead auditor for the review of DGO Gold Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

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

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

A handwritten signature in black ink, appearing to read 'C K Henry', written in a cursive style.

C K Henry
Director

BDO Audit Pty Ltd

Brisbane, 11 March 2022

Consolidated statement of profit or loss and other comprehensive income for the half-year ended 31 December 2021

	Note	Consolidated	
		Half-year ended	
		31 Dec 2021	31 Dec 2020
		\$	\$
Revenue			
Interest income		852	3,344
Other Income		-	50,000
Net gains/(losses) on financial assets at fair value through profit or loss	6	(9,587,439)	2,218,009
Administration expenses		(372,319)	(790,631)
Consultants and contractor expenses		(531,528)	(275,009)
Depreciation expenses		(112,542)	(89,285)
Employee benefits expenses		(301,172)	(66,078)
Finance cost		(15,974)	(16,466)
Share based payments expenses	10	(541,826)	(5,220,558)
Exploration and evaluation expenditure		(37,020)	(149,638)
Share in net loss of investment in associate	7	(1,207,070)	(1,600,761)
Profit/(Loss) before income tax		(12,706,038)	(5,937,073)
Income tax expense		-	-
Net profit/(loss) for the half-year		(12,706,038)	(5,937,073)
Other comprehensive income, net of tax		-	-
Total comprehensive income/(loss) for the half-year		(12,706,038)	(5,937,073)
Profit/(Loss) per share			
Basic and diluted earnings/(loss) per share (cents per share)	11	(15.23)	(8.07)

Notes to the consolidated financial statements are included on pages 15 to 24.

Consolidated statement of financial position as at 31 December 2021

	Note	Consolidated	
		31 Dec 2021 \$	30 June 2021 \$
Current assets			
Cash and cash equivalents		333,781	7,086,624
Trade and other receivables		504,249	599,776
Total current assets		838,030	7,686,400
Non-current assets			
Financial assets at fair value through profit or loss	6	22,849,161	22,476,691
Investment in associates	7	57,512,785	57,663,983
Property, plant and equipment		653,211	203,735
Rights of use assets		372,839	199,221
Exploration and evaluation assets	5	18,187,934	11,106,877
Total non-current assets		99,575,930	91,650,507
Total assets		100,413,960	99,336,907
Current liabilities			
Trade and other payables		1,090,447	1,122,221
Lease Liabilities		204,889	82,086
Loans Payable	8	3,007,707	-
Provisions		127,911	75,577
Total current liabilities		4,430,954	1,279,884
Non-current liabilities			
Lease Liabilities		170,726	158,675
Total non-current liabilities		170,726	158,675
Total liabilities		4,601,680	1,438,559
Net assets		95,812,280	97,898,348
Equity			
Issued capital	9	131,983,312	122,094,448
Reserves		9,327,811	8,596,705
Accumulated losses		(45,498,843)	(32,792,805)
Total equity		95,812,280	97,898,348

Notes to the consolidated financial statements are included on pages 15 to 24.

Consolidated statement of changes in equity for the half-year ended 31 December 2021

	Issued capital	Accumulated losses	Share-based payments reserve	Option Reserve	Total
Consolidated	\$	\$	\$	\$	\$
Balance at 1 July 2020	76,841,403	(25,823,406)	592,109	4,313,740	55,923,846
Net Loss for the half-year	-	(5,937,073)	-	-	(5,937,073)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the half-year	-	(5,937,073)	-	-	(5,937,073)
<i>Transactions with owners in their capacity as owners:</i>					
Transfer from reserves for Performance Rights exercised	3,907,383	-	(3,907,383)	-	-
Share based payments expense (Note 10)	-	-	4,700,057	520,501	5,220,558
DEG/DGO Share Swap (Note 9)	4,191,782	-	-	1,030,442	5,222,224
Issue of shares (Note 9)	39,028,002	-	-	-	39,028,002
Share issue costs (Note 9)	(1,872,155)	-	-	-	(1,872,155)
Balance at 31 December 2020	122,096,415	(31,760,479)	1,384,783	5,864,683	97,585,402
Balance at 1 July 2021	122,094,448	(32,792,805)	3,252,523	5,344,182	97,898,348
Net Loss for the half-year	-	(12,706,038)	-	-	(12,706,038)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the half-year	-	(12,706,038)	-	-	(12,706,038)
<i>Transactions with owners in their capacity as owners</i>					
Share based payments expense (Note 10)	-	-	541,826	189,280	731,106
Issue of shares (Note 9)	9,888,864	-	-	-	9,888,864
Share issue costs (Note 9)	-	-	-	-	-
Balance at 31 December 2021	131,983,312	(45,498,843)	3,794,349	5,533,462	95,812,280

Notes to the consolidated financial statements are included on pages 15 to 24.

Consolidated statement of cash flows for the half-year ended 31 December 2021

	Note	Consolidated Half-year ended	
		31 Dec 2021 \$	31 Dec 2020 \$
Cash flows from operating activities			
Payments to suppliers and employees		(1,004,610)	(1,508,862)
Interest received		852	3,345
Other income		-	50,000
Payments for exploration and evaluation activities		(102,109)	(41,102)
Net cash used in operating activities		(1,105,867)	(1,496,619)
Cash flows from investing activities			
Receivables and deposits		-	15,291
Proceeds from sale of investments	6	-	539,814
Payments for property plant and equipment		(442,819)	(98,589)
Payments for exploration and evaluation assets	5	(7,081,057)	(2,236,541)
Payments for financial assets at fair value through profit or loss	6	(9,770,628)	(4,929,562)
Payments for investment in associates		(1,055,872)	(24,553,419)
Payments for deposits		(34,930)	-
Net cash used in investing activities		(18,385,306)	(31,263,006)
Cash flows from financing activities			
Proceeds from issue of equity securities	9	9,888,864	39,028,002
Payments for share issue costs	9	-	(1,872,155)
Principal paid on lease liabilities		(129,016)	(43,021)
Interest paid on lease liabilities		(20,399)	(16,466)
Proceeds from loans payable	8	5,000,000	-
Payments for loans payable	8	(2,000,000)	-
Finance costs		(1,119)	-
Net cash generated from financing activities		12,738,330	37,096,360
Net decrease in cash and cash equivalents		(6,752,843)	4,336,735
Cash and cash equivalents at the beginning of the period		7,086,624	11,544,067
Cash and cash equivalents at the end of the period		333,781	15,880,802

Notes to the consolidated financial statements are included on pages 15 to 24.

Notes to the consolidated financial statements for the half-year ended 31 December 2021

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1. Significant accounting policies

(a) Basis of preparation of half-year report

This general purpose interim financial report for the half year ended 31 December 2021 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2021 and any public announcements made by DGO Gold Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies and methods of computation applied in this interim financial report are consistent with those applied in the previous financial year and the corresponding interim reporting period. There have been no new or amended standards applicable to the Group since the last reporting date.

(b) New and amended standards adopted by the Group

There have been no new or amended standards that have become applicable to the Group for the current reporting period and there have been no standards that require retrospective adjustments.

(c) Going concern

The Group generated a net loss of \$12,706,038 for the half-year ended 31 December 2021. As at 31 December 2021, the Group has cash reserves of \$333,781 and its statement of financial position showed a net current asset deficit of \$3,592,924.

The ability of the Group to continue as a going concern is principally dependent upon one or more of the following:

- the successful exploration and subsequent exploitation of the Group's tenements;
- the ability of the Group to sell its investments in shares traded on the ASX to fund its continued operations;
- the ability of the Group to raise additional capital in the future; and
- the ability of the Group to raise debt funding.

The directors believe that the going concern basis of preparation is appropriate due to the following reasons:

- The Group has had success in raising capital in the past and the directors believe it will be able to fund its future activities through further issuances of equity securities;
- The directors believe there are sufficient liquid assets available for the Group to continue operating over the next 12 months from the date of signing of these financial statements, particularly the holding in De Grey Mining Limited with a market value of approximately \$247 million at half year end;
- The directors believe they would be able to sell its investments in shares and options, if required, to fund the Company's continued operation over the next 12 months; and
- The Group has an available \$15.0 million secured debt facility which has been drawn to \$3.0 million at 31 December 2021, leaving a further \$12.0 million available to draw upon.

2. Segment information

The Group operates predominantly in the evaluation and exploration of mineral deposits in sediment hosted gold deposits in Australia including the investment in listed brownfield explorers and exploration tenements. All significant operating decisions are based upon analysis of the consolidated entity as one segment. The financial results from the segment are equivalent to the financial statements of the consolidated entity as a whole. The Group does not have any products/services that derives revenue.

3. Critical accounting judgments

In the application of the Group's accounting policies management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The following are the critical judgements (apart from those involving estimations, which are dealt with below), that management has made in the process of applying the Group's accounting policies and that have the most significant effect on the amounts recognised in the financial statements:

Impairment of assets and exploration and evaluation expenditure

The Group determines whether non-current assets should be assessed for impairment based on identified impairment triggers. At each reporting date, the management assesses the impairment triggers based on their knowledge and judgement. For the half year ended 31 December 2021, the Group has determined an amount of \$nil as the impaired loss on the carrying value of assets.

Assessment of significant influence

De Grey Mining Limited

Although the Group holds less than 20% of voting rights over De Grey Mining Limited at 31 December 2021, the Group concluded that it has the power to participate in the financial and operating policy decisions of these investments and it was therefore determined that the Group has significant influence under accounting standards. Additional information is disclosed in note 7.

Yandal Resources Limited

DGO holds 20.12% of voting rights over Yandal Resources Limited (YRL) at 31 December 2021, therefore, it is presumed that the Group have significant influence over YRL unless it can be clearly demonstrated that this is not the case. The Group concluded that none of the factors set out in paragraph 7 of AASB 128 *Investments in Associates and Joint Ventures* as identifiers of significant influence existed. The Group has assessed that it does not have 'significant influence' over YRL as the Group does not have any contractual right to nominate directors to the Board of YRL, it does not participate in policy decisions of YRL and it does not conduct any material transactions with YRL.

The directors believe it clearly does not have significant influence over YRL at 31 December 2021 and on that basis will continue to account for its investment in YRL as an investment measured at fair value through profit or loss (FVPL).

4. Results for the period

The Group recorded a net loss after tax of \$12,706,038 for the half-year ended 31 December 2021 (31 December 2020: net loss after tax of \$5,937,073). The financial position and performance of the Group was particularly affected by the following transactions during the six months to 31 December 2021:

- Non-cash share-based payments expense of \$541,826 relating to performance rights issued to directors, employees and consultants during the half year.
- Net loss of \$9,587,439 on investments classified as financial assets at fair value through profit or loss
- Share in net loss of associates of \$1,207,070.

5. Exploration and evaluation assets

Gross carrying amount balance:

	31 Dec 2021 \$	30 June 2021 \$
Balance at the beginning of the period	11,106,877	4,823,239
Exploration expenditure incurred during the financial period (i)	7,081,057	6,283,638
Research and development tax refund	-	-

DGO Gold Limited
Notes to the consolidated financial statements
31 December 2021

Balance at end of the period	18,187,934	11,106,877
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- (i) The above amounts represent capitalised costs of exploration areas of interest carried forward as an asset. The ultimate recoupment of the exploration and evaluation expenditure in respect to the areas of interest carried forward is dependent upon the discovery of commercially viable reserves and the successful development and exploitation of the respective areas or alternatively the sale of the underlying areas of interest for at least their carrying value. Details of the current holdings in tenements are contained in the unaudited additional information section of this report.

6. Financial assets at fair value through profit or loss

	31 Dec 2021 \$	30 June 2021 \$
Quoted shares - Yandal Resources Ltd (i)	8,644,239	7,824,240
Quoted shares - Dacian Gold Ltd (ii)	14,115,830	13,405,222
Total equity securities	22,760,069	21,229,462
Unlisted options – Dacian Gold Ltd (ii)	44,445	1,199,181
Unlisted options – Kairos Minerals Ltd	-	48,048
Unlisted options – Yandal Resources Ltd (i)	44,647	-
Total derivative financial assets	89,092	1,247,229
Total financial assets held at fair value through profit or loss (FVPL)	22,849,161	22,476,691

(i) Investment in Yandal Resources Limited (ASX:YRL)

On 16 July 2021, the Company acquired 6,612,781 quoted shares in Yandal Resources Limited for consideration of \$3,181,118. In December 2021, a further 3,375,259 quoted shares were purchased for consideration of \$1,349,509.

During December 2021 the Company was issued 1,665,630 unlisted options with an exercise price of \$0.65 and an expiry date of 31 December 2022.

DGO holds 20.12% interest in the issued capital in YRL at 31 December 2021. Refer to Note 3 for commentary on assessment of Significant Influence.

(ii) Investment in Dacian Gold Limited (ASX:DCN)

During July and December 2021, the Company acquired 10,235,295 quoted shares in Dacian Gold Limited for consideration of \$5,240,000. The Company continues to hold the shares.

At 31 December 2021 the company holds 74,293,843 Ordinary Shares in Dacian Gold Limited.

The table below details the unrecognised amount for unlisted options as at 31 December 2021:

	Fair Value at 31 Dec 2021	Un-recognised amount	Fair value recognised at 31 Dec 2021
Unlisted options – Dacian Gold Ltd	44,445	-	44,445
Unlisted options – Kairos Ltd	-	-	-
Unlisted options – Yandal Resources Limited	616,283	(571,636)	44,647
Total derivative financial assets	660,728	(571,636)	89,092

6. Financial assets at fair value through profit or loss (continued)

The table below details the unrecognised amount for unlisted options as at 30 June 2021:

	Fair Value at 30 June 2021	Un-recognised amount	Fair value recognised at 30 June 2021
Unlisted options – Dacian Gold Ltd	1,199,181	-	1,199,181
Unlisted options – Kairos Ltd	97,750	(49,702)	48,048
Total derivative financial assets	1,296,931	(49,702)	1,247,229

Classification

Investments in equity securities have been measured at fair value through profit or loss and subsequently measured at each reporting date based on the quoted share price. The unlisted options which do not meet the criteria for amortised cost or FVOCI (Fair Value through Other Comprehensive Income) are measured at FVPL (Fair Value through Profit or Loss). During the half year ending 31 December 2021, a net loss on equity securities and unlisted options amounting to \$9,587,439 (2020 net gain: \$2,218,009) has been recognised in profit or loss.

7. Investment in associates

Set out below are the associates of the group as at 31 December 2021 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.

	Principal place of business / country of incorporation	Proportion of ownership held as at		Carrying Values	
		31 Dec 2021	30 June 2021	31 Dec 2021	30 June 2021
De Grey Mining Limited (i)	Australia	14.47%	15.80%	53,996,846	54,864,245
Yilgarn Exploration Ventures Pty Ltd (ii)	Australia	40.00%	40.00%	3,515,939	2,799,738
Total				57,512,785	57,663,983

The principal activity of De Grey Mining Limited (DEG) and Yilgarn Exploration Ventures Pty Ltd (YEV) was exploration and development activities of mining tenements. These are strategic investments as it advances the Group's strategy of building a portfolio in the West Australian gold exploration sector and provides access to tenements and land with key sediment hosted mineral deposits that meet defined criteria.

Assessment of Significant Influence

The group has assessed that it remained to have significant influence over two companies during the half year ended 31 December 2021:

(i) De Grey Mining Limited

De Grey Mining Limited ("DEG") is an Australian based Exploration company that is listed on the Australian Securities Exchange ("ASX"). During the six months ended 31 December 2021 the Group did not acquire any further shares in DEG, however, the Group's interest in DEG was diluted by the issue of securities through the period. DGO's total holding in DEG as at 31 December 2021 was 14.47%.

Under the original placement agreement DGO has a right (but not an obligation) to nominate two directors to the Board of DEG. Consequently, at the date of completion of that placement it was determined that DGO had the power to participate in the financial and operating policy decisions of DEG. It was therefore determined that DGO has significant influence under accounting standards from that date. Upon completion of the placement, DGO's

7. Investment in associates (continued)

representatives Eduard Eshuys and Bruce Parncutt AO were appointed to the board of De Grey and remain as directors at the date of this report. It was therefore determined that DGO has significant influence under accounting standards from that date.

The dilution of the Group's interest in DEG to 14.47% as at 31 December 2021 did not affect the Group's right under the original placement agreement

(ii) Yilgarn Exploration Ventures Pty Ltd

Yilgarn Exploration Ventures Pty Ltd ("YEV") is an Australian based exploration company that utilizes proprietary machine learning / AI technology generated by SensOre in its exploration activities. DGO acquired a 40% interest in YEV during the last financial year and has 1 director on the YEV Board. During the six months ended 31 December 2021 the Group did not acquire any further shares in YEV.

(ii) Yilgarn Exploration Ventures Pty Ltd (continued)

It is considered that the Company holds a significant influence over YEV and as such, the interest in YEV has been accounted for as an equity accounted associate.

There were no changes during 31 December 2021 to the Group's right under the original placement agreement, therefore, DGO remained to have significant influence over YEV.

a) Summarised financial information

The tables below provide summarised financial information for those associates that are material to the group. The group did not have any immaterial associates.

As at 31 December 2021	DEG	YEV
	\$	\$
Current assets	124,948,497	350,141
Non-current assets	178,436,595	2,921,403
Current liabilities	9,826,540	225,086
Non-current liabilities	2,804,231	11,347
Equity	290,754,321	3,035,111
Group's share in equity (DEG 14.47%; YEV 40.00%)	42,072,150	1,214,044
Goodwill	11,924,696	2,301,895
Group's carrying amount of the investments	53,996,846	3,515,939

	31 Dec 2021	30 June 2021
	\$	\$
Total carrying amount of investment in associates	57,512,785	57,663,983

For the half-year ended 31 December 2021	DEG	YEV
	\$	\$
Revenues	468,817	17,868
Interest income and other income	95,339	-
Expenses	(6,556,617)	(867,043)
Profit before tax	(5,992,461)	(849,175)
Income tax expense	-	-
Profit for the half-year	(5,992,461)	(849,175)
Other comprehensive income	-	-

7. Investments in associates (continued)

Total comprehensive income for the half-year	(5,992,461)	(849,175)
Group's share of profit/(loss) for the half-year	(867,400)	(339,670)
	31 Dec 2021	31 Dec 2020
Total Group's share of profit/(loss) for the half-year	\$	\$
	(1,207,070)	(1,600,761)

8. Loans Payable

A short term loan of \$2,000,000 from Lion Capital Management was received on 13 July 2021 and repaid in full on 30 July 2021.

On the 8 June 2021, the group entered into a new loan facility (Facility) secured against a portion of the DGO's shareholding in De Grey Mining Limited. The Facility will be drawn down as required to fund short-term cash requirements over the next twelve months prior to the anticipated exercise of options expiring in June 2022. The total available amount under the facility is \$15,000,000 of which \$3,007,707 was drawn down as at 31 December 2021. The facility is repayable on demand therefore it is classified as current liability at 31 December 2021.

The loan is a fixed rate, Australian-dollar denominated loan which is carried at amortised cost.

Establishment fees of 150,000 DGO options were issued to the lender upon signing the new loan agreement and drawdown fees of 45,000 DGO options were issued during the half-year.

The fair value of the options of \$189,280 was debited as a transaction cost to the loan account and recognised as an expense in the statement of profit or loss and comprehensive income during the half-year ended 31 December 2021.

9. Issued capital

	31/12/21	30/06/21	31/12/21	30/06/21
	No.	No.	\$	\$
Fully Paid Ordinary Shares	83,440,612	73,551,748	131,983,312	122,094,448

Movements in ordinary share capital

Details	Date	No. of Shares	\$
Balance	01 July 2020	58,570,538	76,841,403
Issue of shares in exchange for DEG shares		1,293,760	4,191,782
Issue of shares under private placement		11,761,450	39,002,002
Issue of shares under option conversion		26,000	26,000
Performance rights vested and exercised		1,900,000	3,907,383
Share issue costs		-	(1,874,122)
Balance	30 June 2021	73,551,748	122,094,448

Details	Date	No. of Shares	\$
Balance	01 July 2021	73,551,748	122,094,448
Issue of shares under option conversion (i)		9,888,864	9,888,864
Balance	31 December 2021	83,440,612	131,983,312

9. Issued Capital (continued)

2021 Share Issues

- (i) During the 6 months from 1 July 2021 to 31 December 2021, holders of \$1.00 options exercised their entitlement, raising a total of \$9,888,864. Subsequent to 31 December 2021, proceeds for a total of 36,500 options was received on 7 January 2022, raising \$36,500.

Share Options

Share options outstanding at the end of the year have the following expiry dates and exercise prices:

Grant date	Expiry date	Exercise price	No. of Share options 30 June 2021	Options Issued	Options Lapsed	Options Exercised	No. of Share options 31 December 2021
6 July 2018	31 December 2021	\$1.00	9,942,556	-	(17,192)	(9,888,864)	36,500
26 June 2020	30 June 2022	\$2.50	3,271,082	-	-	-	3,271,082
21 July 2020	31 July 2022	\$4.50	505,000	-	-	-	505,000
13 July 2021	13 July 2023	\$5.37	-	(i) 150,000	-	-	150,000
31 December 2021	31 December 2023	\$5.37	-	(ii) 45,000	-	-	45,000
			<u>13,718,638</u>	<u>195,000</u>	<u>(17,192)</u>	<u>(9,888,864)</u>	<u>4,007,582</u>

- (i) On 13 July 2021, the group entered into a loan agreement with Bell Potter for them to provide a loan facility of \$15.0 million. The establishment fee was 150,000 options with an exercise price of \$5.37 with an expiry of 13 July 2023. The fair value of the 150,000 options issued as the establishment fee for the loan facility was \$163,544 which was determined using Black-Scholes valuation and has been included in the share-based payments expense during the half year.
- (ii) On 31 December 2021, the group issued 45,000 options to Bell Potter in relation to the \$15.0 million loan facility entered into by the group on 13 July 2021. The options issued are the drawdown fee for the amount drawn down for the half year ended 31 December 2021. The fair value of the 45,000 options issued as the drawdown fee for the loan facility was \$25,737 which was determined using Black-Scholes valuation and has been included in the share-based payments expense during the half year.

10. Share-Based Payments

Performance Rights

On 13 August 2021, the Company issued a total of 405,000 Series E Performance Rights with key terms and conditions as follows:

- a) Exercisable at \$nil consideration on or before 2 December 2023
- b) The performance rights will vest if the following conditions are met:
- on or before 2 December 2023 the 30 day volume weighted average price of Shares on the ASX exceeds \$7.00 (subject to certain adjustments) per Share (**Market Condition**), or
 - on or before 2 December 2023 a takeover bid is made for the Shares at a price or value which exceeds \$3.50 (subject to certain adjustments) per Share and the bidder confirms that the takeover bid is unconditional (**Takeover Condition**); or
 - on or before 2 December 2023 a court orders a meeting to be held in relation to a proposed scheme of arrangement in relation to the Company at a price or value which exceeds \$3.50 (subject to certain conditions) per Share and Shareholders approve the scheme resolution by the requisite majority; and
 - the employee continues to be an employee of the Company
- c) The fair value of the performance rights at grant date was estimated using a Monte Carlo Simulation, taking into account the terms and conditions upon which the performance rights were granted. The contractual life of each performance right granted is two years and four months. There is no cash settlement of the performance rights. The fair value of performance rights granted during the half year ended 31 December 2021 was estimated on the date of grant using the following assumptions:

10. Share-Based Payments (continued)

- Dividend yield: 0%
- Expected volatility: 73.219%
- Risk-free interest rate: 0.03%
- Expected life of share options: 2.29 years
- Weighted average share price: \$3.25

Performance rights on issue at the end of the year are as follows:

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired / Forfeited / other	Balance at the end of the year
19/6/20 Series C	30/6/23	\$nil	1,000,000	-	-	-	1,000,000
30/11/20 Series D	1/12/23	\$nil	1,000,000	-	-	-	1,000,000
13/8/21 Series E	2/12/23	\$nil	-	405,000	-	-	405,000
Total			2,000,000	405,000	-	-	2,405,000

For the half year ended 31 December 2021, the Group has recognised \$541,826 of share-based payment expense relating to performance rights in the Consolidated statement of profit or loss and other comprehensive income (2020: \$5,220,558).

Options

On 13 July 2021, the Company issued 150,000 Options to Bell Potter (Loan Establishment fee) with key terms and conditions as follows:

- Exercisable at \$5.37 consideration on or before 13 July 2023
- The options will vest 2 years from the grant date
- The fair value of the options at grant date was estimated using a Monte Carlo Simulation, taking into account the terms and conditions upon which the options were granted. The contractual life of each option granted is two years. There is no cash settlement of the options. The fair value of performance rights granted during the half year ended 31 December 2021 was estimated on the date of grant using the following assumptions:
 - Dividend yield: 0%
 - Expected volatility: 75.157%
 - Risk-free interest rate: 0.06%
 - Expected life of share options: 2.0 years
 - Weighted average share price: \$3.68

On 31 December 2021, the Company issued 45,000 Options to Bell Potter (Loan Drawdown fee) with key terms and conditions as follows:

- Exercisable at \$5.37 consideration on or before 31 December 2023
- The options will vest 2 years from the grant date
- The fair value of the options at grant date was estimated using a Monte Carlo Simulation, taking into account the terms and conditions upon which the options were granted. The contractual life of each option granted is two years. There is no cash settlement of the options. The fair value of performance rights granted during the half year ended 31 December 2021 was estimated on the date of grant using the following assumptions:
 - Dividend yield: 0%
 - Expected volatility: 72.066%
 - Risk-free interest rate: 0.54%
 - Expected life of share options: 2.0 years
 - Weighted average share price: \$2.76

11. Earnings/(Loss) per share

	Half-year 31 Dec 2021 cents per Share	Half-year 31 Dec 2020 cents per Share
Basic and diluted net earnings/(loss) per share	(15.23)	(8.07)

The net earnings/(loss) and weighted average number of ordinary shares used in the calculation of the basic loss per share and diluted loss per share are as follows:

	Half-year 31 Dec 2021 \$	Half-year 31 Dec 2020 \$
Net profit/(loss) used in calculating basic and diluted earnings per share	(12,706,038)	(5,937,073)

	Half-year 31 Dec 2021 Number	Half-year 31 Dec 2020 Number
Weighted average number of fully paid ordinary shares used for the purposes of calculating basic and diluted earnings/(loss) per share	83,440,612	73,551,748

12. Dividends

There were no dividends paid or proposed during the current or previous financial period.

13. Contingent liabilities

There has been no change to contingent assets and contingent liabilities during the half year period.

14. Fair value measurement

Fair value measurements recognised in the consolidated statement of financial position

The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, Grouped into Levels 1 to 3 based on the degree to which the fair value is observable.

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

31 December 2021	Level 1 \$	Level 2 \$	Level 3 \$	Total
Financial assets at FVPL				
- Quoted Shares	22,760,069	-	-	22,760,069
- Unlisted options	-	89,092	-	89,092
	22,760,069	89,092	-	22,849,161

14. Fair value measurement (continued)

30 June 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	
Financial assets at FVPL				
- Quoted Shares	21,229,462	-	-	21,229,462
- Unlisted options	-	1,247,229	-	1,247,229
	21,229,462	1,247,229	-	22,476,691

There were no transfers between levels during the financial half-year.

Valuation techniques used to determine fair values (Level 2)

The unlisted options were valued using an option-pricing model. The key inputs used in the valuations were, dividend yield, expected volatility, risk-free interest rate, expected life of share options and exercise price.

15. Events subsequent to reporting date

- The company issued 45,400 ordinary shares on 10 January 2022 as a result of various holders of \$1.00 options exercising their entitlement.
- The company made an investment in SensOre Limited via its IPO capital raise of \$460,020 on 27 January 2022. SensOre is the parent entity of Yilgarn Exploration Ventures Pty Ltd, of which DGO holds a 40% equity interest.
- As at the date of this report, the company has drawn a further \$3.5 million from its debt facility with Bell Potter, taking the total draw down from the facility at the date of this report to \$6.5 million.
- On 27 January 2022, the company issued 45,000 options to Bell Potter as drawdown fee for the secured loan facility. The unlisted options are exercisable at \$5.37 on or before 31 December 2023.

Directors' declaration

In the opinion of the directors:

- a) the accompanying financial statements and notes comply with the *Corporations Act 2001*, including:
 - (i) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the consolidated entity's financial position at as 31 December 2021 and of its performance for the half year ended on that date; and
- b) at the date of this declaration there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors made pursuant to section 303(5) of the *Corporations Act 2001*.



Eduard Eshuys
Executive Chairman

Melbourne, 11 March 2022

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of DGO Gold Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of DGO Gold Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

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

Basis for conclusion

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

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

Responsibility of the directors for the financial report

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



Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

BDO Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'C K Henry', is written over a small, faint BDO logo.

C K Henry
Director

Brisbane, 11 March 2022

Tenements held

The following table details the list of mineral tenements granted and under application as at 01 March 2022:

Project	Location	Tenement Number	Interest at Beginning of Quarter	Interest at End of Quarter
Lake Randall	WA	E15/1573 ¹	30	30
		E25/584	100	100
Black Flag	WA	E24/197,	100	100
		P24/4986-4992	100	100
Mallina	WA	E47/3327-3329	100	100
		E47/4315, 4316	100	100
Maddina	WA	E45/5940 ² , E46/1397 ²	100	100
		E47/4557 – 4564 ²	100	100
		E45/5962, 6025 – 6028 ²	100	100
		E46/1401, 1402, 1405 ²	100	100
		E47/4577, 4578 ²	100	100
		E46/1425 ²	0	100
Tom Price	WA	E47/3898, 3900 ²	100	100
Bryah	WA	E51/1590 ⁴	80	80
		E51/1729	100	100
		E51/2045	100	100
		M51/555 ⁶ , P51/3180 ⁶	0	100
		G51/28 ⁶ , L51/84 ⁶	0	100
Yerrida	WA	E51/1725, 1726, 1730,	100	100
		E51/1748-1753, 1833,	100	100
		E51/1897, 1920, 1921	100	100
		E51/1952, 2023	100	100
		E51/2016 ⁴	0	0
		E51/2040 – 2043 ³	100	100
		E53/2163 - 2166 ³	100	100
		E51/2060 ²	100	100
E53/2182 ²	100	100		
Deleta	WA	E38/3343, 3344, 3547	100	100
Pernatty Lagoon	SA	EL 6145, 6302, 6030, 6436	100	100
		EL 6303, 6473, 6474, 6507	100	100
		EL 6583, 6636, 6686	100	100
		EL 6643, 6642, 66415	0	0
		EL 6640, 64025	0	0
		EL 5929	100	100
		ELA 2021/00095 ²	100	100

DGO Gold Limited
Notes to the consolidated financial statements
31 December 2021

Tenements held (continued)

- 1 Farm-in and Joint Venture with Romardo Gold WA Pty Ltd – DGO earning up to 70%
- 2 Tenement application – on grant 100% DGO
- 3 Tenements granted during the quarter
- 4 Farm-in and Joint Venture with TasEx Geological Services Pty Ltd – DGO earning 90%
- 5 Farm-in and Joint Venture with Investigator Resources Limited – DGO earning 80%
- 6 Acquired during the quarter