A.C.N. 146 530 378

HALF YEAR FINANCIAL REPORT

31 December 2020

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Directors & Officers
Mr Paul Kopejtka (*Non-executive Chairman)*
Mr Chris Corbett *(Non-executive Director)*
Mr Shahb Richyal *(Non-executive Director)*
Mr Nick Longmire *(Company Secretary)*

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Level 11
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Level 2, 267 St Georges Terrace
PERTH WA 6000

The Directors of Ascot Resources Limited (Ascot or the Company) present their report on the consolidated entity (Group), consisting of Ascot and the entities it controlled at the end of, and during, the half-year ended 31 December 2020.

1. DIRECTORS

The names the Company's Directors in office during the period and until the date of this report are set out below. Directors were in office for the entire period, unless otherwise stated.

Paul Kopejtka	*Non-executive Chairman*
Chris Corbett	*Non-executive Director*
Shahb Richyal	*Non-executive Director*

2. REVIEW OF OPERATIONS

Titiribi Coal Project, Colombia

The joint venture between the Company and its 10% joint venture partner, Carbones El Basal SAS (Basal) formally concluded on 27 July 2019. Once concluded, the Group initiated the process of transferring the concessions back to Basal, a process which can take up to two years. In parallel, the Group terminated the last employee and relinquished all other commitments. There are no further outgoings required from the Group.

At the date of this report the concessions are still being processed by the local Ministry of Mines.

AAMC Receivable

At 30 June 2020, the Company's main asset was a $13 million receivable from Australian Aboriginal Mining Corporation Pty Ltd (AAMC). This receivable formed part of the consideration of the sale of the Wonmunna Iron Ore Project (Project), completed in December 2018.

In November 2020, AAMC elected to repay the full value of the receivable ($13 million) to the Company. This is considerably earlier than reported by the Company in previous directors' reports. Concurrently, the Company released all security held over the Project.

3. FINANCIAL RESULTS

The financial results of the Group for the half year ended 31 December 2020 are:

	31-Dec-20	30-Jun-20
Cash and cash equivalents	**13,286,818**	782,609
Net assets	**5,748,023**	4,598,515
	31-Dec-20	31-Dec-19
Net profit/ (loss) after tax	**1,149,508**	(72,319)

4. AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 in relation to the review for the half-year is provided with this report.

5. ROUNDING OF AMOUNTS

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in this Directors' report and in the financial report have been rounded to the nearest dollar.

Signed in accordance with a resolution of the Directors.

Paul Kopejtka
Non-Executive
Chairman
29 March 2021

PITCHER PARTNERS

AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF ASCOT RESOURCES LIMITED

In relation to the independent auditor's review for the half-year ended 31 December 2020, to the best of my knowledge and belief there have been:

(i) No contraventions of the auditor independence requirements of the *Corporations Act 2001*; and

(ii) No contraventions of APES 110 *Code of Ethics for Professional Accountants (including independence Standards)*

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

Pitcher Partners BA&A Pty Ltd

PITCHER PARTNERS BA&A PTY LTD

JOANNE PALMER
Executive Director
Perth, WA
29 March 2021

	Notes	31 December 2020	31 December 2019
Continuing operations			
Interest Income		**753**	-
Other income		**-**	2,932
Net gain on financial assets at fair value through profit and loss	5(c)	**2,653,178**	136,784
Net loss on financial liabilities at fair value through profit and loss	5(c)	**(1,399,797)**	(59,940)
Directors fees and other benefits		**(9,000)**	(9,000)
Professional & consulting fees		**(45,377)**	(62,015)
Finance costs		**-**	-
Other expenses		**(50,489)**	(57,462)
Profit/(loss) before income tax from continuing operations		**1,149,268**	(48,701)
Income tax expense		**-**	-
Profit/(loss) after income tax from continuing operations		**1,149,268**	(48,701)
Discontinued operations			
Net profit/(loss) from discontinuing operations	8	**240**	(23,618)
Net profit/(loss) from discontinued operations		**240**	(23,618)
Income tax expense		**-**	-
Profit/(loss) after income tax from discontinued operations		**240**	(23,618)
Net profit/(loss)		**1,149,508**	(72,319)
Profit/(loss) for the year attributable to:			
Members of the parent entity		**1,149,508**	(70,090)
Non-controlling interests		**-**	(2,229)
Profit/(loss)		**1,149,508**	(72,319)
Other comprehensive income			
Exchange difference on translating foreign operations		**-**	828
Other comprehensive profit/(loss) for the period		**-**	828
Total comprehensive profit/(loss) for the period attributable to:			
Members of the parent entity		**1,149,508**	(69,262)
Non-controlling interests		**-**	(2,229)
		1,149,508	(71,491)
Earnings/(loss) per share from continuing operations attributable to the ordinary equity holders of the Company:		Cents	Cents
Basic earnings/(loss) per share		**0.65**	(0.03)
Diluted earnings/(loss) per share		**0.65**	(0.03)
Earnings/(loss) per share from discontinued operations attributable to the ordinary equity holders of the Company:			
Basic earnings/(loss) per share		**0.00**	(0.01)
Diluted earnings/(loss) per share		**0.00**	(0.01)
Earnings/(loss) per share attributable to the ordinary equity holders of the Company:			
Basic earnings/(loss) per share		**0.65**	(0.04)
Diluted earnings/(loss) per share		**0.65**	(0.04)

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes

	Notes	31 December 2020	30 June 2020
Current Assets			
Cash & cash equivalents	9	**13,276,697**	782,609
Trade & other receivables		**-**	-
Assets held for sale	9	**10,121**	10,305
Other assets		**22,142**	25,006
Total Current Assets		**13,308,960**	817,920
Non-Current Assets			
Financial assets measured at fair value through profit and loss	3	**-**	10,346,822
Total Non-Current Assets		**-**	10,346,822
TOTAL ASSETS		**13,308,960**	11,164,742
Current Liabilities			
Trade & other payables		**58,072**	62,736
Liabilities held for sale	8	**2,865**	3,288
Financial liabilities measured at fair value through profit and loss	4	**7,500,000**	-
Total Current Liabilities		**7,560,937**	66,024
Non-Current Liabilities			
Financial liabilities measured at fair value through profit and loss	4	**-**	6,500,203
Total Non-Current Liabilities		**-**	6,500,203
TOTAL LIABILITIES		**7,560,937**	6,566,227
NET ASSETS		**5,748,023**	4,598,515
Equity attributable to the equity holders of the Company			
Contributed equity	6	**36,752,366**	36,752,366
Reserves		**1,290,577**	1,290,577
Accumulated losses		**(31,688,155)**	(32,837,663)
Non-controlling interest		**(606,765)**	(606,765)
TOTAL EQUITY		**5,748,023**	4,598,515

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

	Issued Capital	Share-based Payment Reserve	Foreign Currency Translation Reserve	Equity reserve	Accumulated Losses	Non-controlling interest	Total Equity
At 1 July 2020	**36,752,366**	**907,263**	**-**	**383,314**	**(32,837,663)**	**(606,765)**	**4,598,515**
Comprehensive income:							
Profit for the year	**-**	**-**	**-**	**-**	**1,149,508**	**-**	**1,149,508**
Other comprehensive income/(loss) for the year	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total comprehensive loss for the year	**-**	**-**	**-**	**-**	**1,149,508**	**-**	**1,149,508**
Issue of share capital	**-**	**-**	**-**	**-**	**-**	**-**	**-**
At 31 December 2020	**36,752,366**	**907,263**	**-**	**383,314**	**(31,688,155)**	**(606,765)**	**5,748,023**

	Issued Capital	Share-based Payment Reserve	Foreign Currency Translation Reserve	Equity reserve	Accumulated Losses	Non-controlling interest	Total Equity
At 1 July 2019	**36,752,366**	**907,263**	**(41,131)**	**383,314**	**(32,476,554)**	**(599,010)**	**4,926,248**
Comprehensive income:							
Loss for the period	**-**	**-**	**-**	**-**	**(70,090)**	**(2,229)**	**(72,319)**
Other comprehensive income for the period	**-**	**-**	**828**	**-**	**-**	**-**	**828**
Total comprehensive loss for the period	**-**	**-**	**828**	**-**	**(70,090)**	**(2,229)**	**71,491**
At 31 December 2019	**36,752,366**	**907,263**	**(40,303)**	**383,314**	**(32,546,644)**	**(601,239)**	**4,854,757**

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

		31 December 2020	31 December 2019
Cash flows used in operating activities			
Payment to suppliers & employees		**(105,745)**	(147,287)
Payment of commercial settlement		**(300,000)**	-
Interest received		**753**	2,932
Net cash flows from/ (used in) operating activities		**(404,992)**	(144,355)
Cash flows used in investing activities			
Proceeds from sale of subsidiary		**13,000,000**	-
Transaction costs to facilitate sale		**(100,000)**	-
Net cash flows from/ (used in) investing activities		**12,900,000**	-
Net increase / (decrease) in cash and cash equivalents		**12,495,008**	(144,355)
Cash and cash equivalents at beginning of period		**791,810**	1,041,305
Cash and cash equivalents at end of period	**9**	**13,286,818**	896,950

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

1. BASIS OF PREPARATION OF HALF-YEAR REPORT

(a) Statement of compliance

This general purpose interim financial report of the Group for the period has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the 30 June 2020 annual financial statements and any public announcements made by the Company during the half-year in accordance with any continuous disclosure obligations arising under the *Corporations Act 2001.*

The Group is a for profit entity for financial reporting purposes under Australian Accounting Standards.

(b) Basis of preparation

This financial report is a general purpose financial report that has been prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standards, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board (AASB).

(c) New Accounting Standards and Interpretations

The accounting policies adopted in the preparation of the interim consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30 June 2020, except for the adoption of new standards effective as of 1 July 2020. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

A number of new and amended accounting standards are effective for the current reporting period, however, the change to the Group's accounting policies arising from these standards has not required the Group to make retrospective adjustments as a result of adopting these standards. The adoption of the new and amended accounting standards has therefore had no material impact on the Group for the half-year ended 31 December 2020.

(d) Non-going concern basis of preparation

On 26 November 2020, the directors resolved that the Company be wound up following the settlement of the Ochre liability and return of capital to shareholders.

Subsequent to the period ended at 31 December 2020, the Company is in the process of appointing the liquidators hence the directors have determined that the going concern basis of preparation (as applied in previous years) is no longer appropriate.

Accordingly the financial statements are prepared on a non-going concern basis.

Under a non-going concern basis of accounting, the recognition and measurement requirements specified by all Australian Accounting Standards and Interpretations are applied in the context of the Company ceasing to be a going concern. This includes reassessing the useful lives and residual values of depreciable assets, testing assets for impairment and considering whether existing contractual commitments have become onerous contracts at the reporting date. Where necessary, to comply with the requirements of Australian Accounting Standards and Interpretations, assets have been written down to their recoverable amounts and liabilities for obligations that exist at the reporting date have been recognised and/or remeasured as appropriate.

The accounting policies adopted are consistent with those of the previous financial year except for changes specified related to the adoption of the non-going concern basis of preparation.

Comparative information has not been restated, and is measured and presented on a going concern basis.

(e) Accounting standards issued but not yet effective

In the half-year ended 31 December 2020, the Group has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 January 2021.

It has been determined by the Company that, there is no material impact of the new and revised standards and interpretations on its business and therefore no change is necessary to the Company's accounting policies.

The Company has also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2020. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change is necessary to Company accounting policies.

(f) Critical accounting estimates and judgements

The preparation of these financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies.

In preparing this half-year financial report, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the year ended 30 June 2020.

2. SEGMENT INFORMATION

The Group has identified its operating segments on the basis of internal reports that are reviewed and used by the Board of Directors (chief operating decision maker) in assessing performance and determining the allocation of resources.

During the six months to 31 December 2020, there were two operating segments, which were:

- Colombia – The Group's joint venture in Colombia terminated in July 2019 (Refer Note 8). The Group's activities in Colombia after termination were associated with winding up its interests.; and
- Australia – Administration and managing receivable from AAMC.

The revenues and loss generated by each of the Group's operating segments are summarised as follows:

Six months to 31 December 2020	**Colombia**	**Australia**	**Inter-segment eliminations**	**Total**
Segment revenue	-	-	-	-
Segment other income	-	732	-	732
Segment operating profit/(loss)	1,117	1,191,852	(878)	1,192,091

Six months to 31 December 2019	Colombia	Australia	Inter-segment eliminations	Total
Segment revenue	-	-	-	-
Segment other income	-	2,932	-	2,932
Segment operating profit/(loss)	(23,618)	(64,739)	16,039	(72,319)

The following is an analysis of the Groups assets and liabilities by operating segment:

At 31 December 2020	**Colombia**	**Australia**	**Inter-segment eliminations**	**Total**
Segment assets	10,121	13,298,839	-	13,308,960
Segment liabilities	(2,865)	(7,515,500)	-	(7,518,365)

At 30 June 2020	Colombia	Australia	Inter-segment eliminations	Total
Segment assets	10,305	11,154,437	-	11,164,742
Segment liabilities	(3,288)	(6,562,939)	-	(6,566,227)

3. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

	31 December 2020	30 June 2020
Non-current		
Financial assets measured at fair value through profit and loss	**-**	10,346,822
	-	10,346,822

At 30 June 2020, as part of the share sale agreement with AAMC for the purchase of the Wonmunna Iron Ore project there were amounts receivable due to Ascot with specific milestones to be met:

- A$5,500,000, as Production Payment 1, by no later than 12 consecutive calendar months after the Date of Commercial Production;
- A$5,500,000, as Production Payment 2, by no later than 24 consecutive calendar months after the Date of Commercial Production;
- A$2,000,000, as Production Payment 3, on or before the date which is the later of 36 consecutive calendar months after the Date of Commercial Production and the Production Payment 3 Date.

Commercial Production is defined as the date which is 60 days following the date on which an aggregate amount of 35,000 wet tonnes or more of iron ore product has been produced from the Project and delivered or made available to a purchaser of the iron ore product.

The receivables from AAMC were secured by a mortgage over the Project tenements and a floating charge over the revolving assets and a fixed charge over any present property owned by AAMC.

In November 2020, AAMC prepaid all three production payments outstanding from the sale of the Project in December 2018 to the Company. The amount received was $13 million. Concurrently, the Company released any security it had over both the Project and, more generally, AAMC that was put in place at the time of the sale. Refer to note 5(c) for details on the movement on the financial assets.

4. FINANCIAL LIABILITIES MEASURED AT FAIR VALUE THROUGH PROFIT AND LOSS

Current	**31 December 2020**	30 June 2020
Financial liability measured at fair value through profit and loss (b)	**7,500,000**	-
Non-current		
Financial liability measured at fair value through profit and loss (a)	**-**	356,837
Financial liability measured at fair value through profit and loss (b)	**-**	6,143,366
	7,500,000	6,500,203

(a) Deferred payables

Deferred payables represents the fair value of amounts owing to Gunvor and another party where payment is contingent upon the proceeds of Production Payment 1 from AAMC have been received.

(b) Deferred consideration

The Company signed an Implementation Deed with Ochre Group Holdings Limited (Ochre) on 20 August 2018. This agreement went unconditional when completion of the sale of the Wonmunna Iron Ore Project to AAMC occurred on 13 December 2018. In this agreement, Ochre agreed to waive any liabilities that were still owed by the Company relating to the 2014 Sale and Purchase agreement (the additional consideration) and as consideration received two convertible notes. The two convertible notes are contingent upon receipt of Production Payment 2 ($5.5 million) and Production Payment 3 ($2 million). The amount disclosed here represents the fair value of the amounts expected to be paid should those production payments from AAMC be received. Refer to Note 15 of the Company's 30 June 2020 Annual Report for detailed disclosure of the terms of conversion of the convertible notes.

These amounts have been treated as a financial liability on the Balance Sheet and have been valued at fair value at initial recognition and remeasured at 31 December 2020 through profit and loss. Refer to note 5 (c) for details.

In January 2021, the Company repaid the $7.5 million liability as required by the Implementation Deed mentioned above. This is also disclosed the in the significant events after balance date in Note 10.

5. FAIR VALUE MEASUREMENTS

(a) Fair value hierarchy

The following table provides the fair value classification of those assets and liabilities held by the group that are measured either on a recurring or non-recurring basis at fair value.

Year ended 31 December 2020	**Level 1**	**Level 2**	**Level 3**	**Total**
Recurring fair value measurements				
Financial assets				
Other receivables	-	-	-	-
Total financial assets	-	-	-	-
Financial liabilities				
Other deferred payables	-	-	-	-
Deferred consideration	-	-	**7,500,000**	**7,500,000**
Total financial liabilities	-	-	**7,500,000**	**7,500,000**

Year ended 30 June 2020	**Level 1**	**Level 2**	**Level 3**	**Total**
Recurring fair value measurements				
Financial assets				
Other receivables			**10,346,822**	**10,346,822**
Financial liabilities				
Other deferred payables			**356,837**	**356,837**
Other contingent payable	-	-	**6,143,366**	**6,143,366**
Total financial liabilities	-	-	**6,500,203**	**6,500,203**

(b) Valuation techniques and significant unobservable inputs used in level 3 fair value measurements

Deferred consideration	**7,500,000**	Amount due and payable	The fair value of contingent consideration is calculated the amount due and payable which was settled after balance date

Significant Unobservable inputs used in calculating the deferred consideration are as follows:

- FV is deemed as same as carrying amount given it was settled in January 2021.

(c) Reconciliation of recurring level 3 fair value movements

For each asset and liability categorised as level 3 provide a reconciliation:

31 December 2020	**Level 3 Other receivables**	**Level 3 Other deferred payables**	**Level 3 Deferred consideration**
Opening balance	**10,346,822**	**(356,837)**	**(6,143,366)**
Total gains and losses recognised in profit or loss	**2,653,178**	**(43,163)**	**(1,356,634)**
Movement recognised in balance sheet	**(13,000,000)**	**400,000**	**-**
Closing balance	**-**	**-**	**(7,500,000)**
Total gain and losses recognised in profit and loss			
Remeasurement of financial instrument	**2,653,178**	**(43,163)**	**(1,356,634)**
	2,653,178	**(43,163)**	**(1,356,634)**

6. CONTRIBUTED EQUITY

	31 December 2020		**30 June 2020**	
Share Capital	**$**	**No.**	**$**	No.
Fully paid ordinary Shares	**36,752,366**	**175,628,600**	**36,752,366**	175,628,600

Options

As at 31 December 2020, there were no options over unissued ordinary shares on issue.

7. DIVIDENDS

No dividend has been paid during the Period and no dividend is recommended for the period.

8. DISCONTINUED OPERATIONS

	31 December 2020	31 December 2019
Carbone de Colombia SL and its controlled entities	**240**	(23,618)
	240	(23,618)

Carbone de Colombia SL and it's controlled entities (the 'CdCSL disposal group')

The Company, through its 100% held subsidiary, Carbones de Colombia SL (CdCSL) and it's controlled entities, Carbones de Titiribi SAS (CdT) and CarbUraba SAS (Carburaba) owns the Group's 90% beneficial interest in the Titiribi Coal Project.

The Titiribi Coal Project is a joint venture between CdCSL(90%) and Carbones El Basal SAS (Basal)(10%). The joint venture contract terminated on 27 July 2019. The Group have been winding up any operations in Colombia during the financial period. The joint venture company, CdT, is obligated to transfer the mining concessions it holds to Basal. The transfer process can take up to two years. At the date of these financial statements were approved, the transfer was not yet complete.

At 31 December 2020, the nets assets of the CdCSL disposal group were $7,256 (30 June 2020: $7,017).

9. CASH AND CASH EQUIVALENTS

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise the following amounts:

	31 December 2020	30 June 2020
Cash and cash equivalents	**13,276,697**	782,609
Cash included in assets held for sale	**10,121**	9,201
	13,286,818	791,810

10. SIGNIFICANT EVENTS AFTER BALANCE DATE

Deferred consideration

In January 2021, the Company settled the deferred consideration of $7.5million to Ochre Group Holdings Limited, in accordance with the Implementation Deed.

Return of Capital

In January 2021, the Company approved a return of capital of $5.5 million to shareholders.

In the Directors' opinion:

(a) The financial statements and notes of the Group are in accordance with the *Corporations Act 2001*, including:

(i) Giving a true and fair view of the financial position as at 31 December 2020 and the performance for the half year ended 31 December 2020; and

(ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* 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.

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

On behalf of the Board of Directors.

Paul Kopejtka
Non-Executive Chairman
29 March 2021

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF ASCOT RESOURCES LIMITED

Report on the Half-Year Financial Report

Qualified Conclusion

We have reviewed the half-year financial report of Ascot Resources Limited (the "Company") and its controlled entities (the "Group"), which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of comprehensive income, consolidated statement of changes in equity and 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, excepted for the matters described on the *Basis for Qualified Conclusion* section of our report, 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:

(a) giving a true and fair view of the Group's financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Qualified Conclusion – Discontinued Operations – Titiribi Coal Project

During the audit of the financial report for the year ended 30 June 2019, we were unable to obtain sufficient and appropriate audit evidence with respect the CdCSL disposal group as follows:

- assets of $16,986 and liabilities of $3,217 with net assets of $13,769
- other income of $383,091 and expenditure of $253,792, with a net gain of $129,299

Since opening balances affect the determination of the results of operations and cashflows, we are unable to determine whether any adjustments to the results of operations, cashflows and opening accumulated losses might be necessary for the half-year ended 31 December 2020.

As at 31 December 2020, the CdCSL disposal group assets and total liabilities classified as 'discontinued operations' in the consolidated statement of financial position amounted to $10,121 and $2,865 respectively, with a net asset position of $7,256 at 31 December 2020. The net loss of the CdCSL disposal group included in the profit from discontinued operations in the consolidated statement of comprehensive income amounted to $240 for the half year period ended 31 December 2020.

We were unable to obtain sufficient and appropriate evidence to support the carrying values of the above mentioned assets and liabilities and the profit that was recognised. Accordingly, the carrying values of the assets and liabilities and the net gain may be materially different to the amounts shown in the financial report. Consequently, we were unable to determine whether any adjustments to these amounts are necessary.

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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

PITCHER PARTNERS

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF ASCOT RESOURCES LIMITED

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

Emphasis of Matter Regarding the Non-Going Concern Basis of Preparation

We draw attention to Note 1 (d) of the financial report, which describes that the financial report has been prepared on a non-going concern basis, as management intends to liquidate the Company. Our opinion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

The directors of the Group 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 2020 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a 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.

Pitcher Partners BA&A Pty Ltd

PITCHER PARTNERS BA&A PTY LTD

JOANNE PALMER
Executive Director
Perth, 29 March 2021