ASTRAL
RESOURCES



Annual Report 2022

Astral Resources NL
(Formerly Anglo Australian Resources NL) and its controlled entities

ABN 24 651 541 976

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Corporate Directory

This financial report includes the consolidated financial statements and notes of Astral Resources NL (*formerly Anglo Australian Resources NL*) (**Astral** or the **Company**) and its controlled entities (the **Group**). The Group's functional and presentation currency is AUD ($).

A description of the Group's operations and of its principal activities is included in the review of operations and activities in the Directors' report. The Directors' Report is not part of the Financial Report.

Directors

Leigh Warnick - Non-Executive Chairman
Marc Ducler - Managing Director
Justin Osborne - Non-Executive Director
David Varcoe - Non-Executive Director
Peter Stern – Non-Executive Director

Company Secretary

Brendon Morton

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Bankers

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Solicitors

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Stock Exchange

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ASX Code: **AAR**

Review of Operations

Astral Resources NL's (*formerly Anglo Australian Resources NL*) (**Astral** or the **Company**) principal activity during the financial year was progressing the Company's 100% owned Mandilla Gold Project (**Mandilla**).

Mandilla was the subject of significant exploration and resource definition effort during the financial year, with more than 55km of air core (**AC**) reverse circulation (**RC**) and diamond drilling completed. On 18 January 2022, the Company announced an updated JORC 2012 Mineral Resource Estimate (MRE) of **24Mt at 1.0g/t Au for 784koz** for Mandilla.

Mineralisation at Mandilla has to date been identified over a strike length of approximately 3.3km, inclusive of the cornerstone Theia deposit, Iris and Eos deposits and the newly discovered Hestia deposit. Work during the second half of the year was focused on Resource in-fill and extensional drilling as the Company looks to increase its MRE to one million ounces of gold and beyond.

In February 2021, Astral entered into an earn-in and joint venture agreement with AuKing Mining Limited (AKN), providing AKN with the right to earn up to a 75% interest in Koongie Park by completing exploration expenditure of A$3 million over a 3-year period. Through the earn-in and joint venture agreement, Astral was able to avoid significant expenditure commitments in maintaining the Koongie Park tenure. AKN completed the required earn-in expenditure commitments during the financial year and, accordingly, holds a 75% interest in the Koongie Park Joint Venture. The Company continues to hold the gold and platinum group element (**PGE**) rights with respect to the Koongie Park tenure.

During the financial year the Company continued to implement and maintain the necessary COVID-19 protocols to minimise the risk to employees, contractors, and the communities in which the Company operates. The Company has managed to advance its exploration and evaluation activities without disruption but continues to monitor the latest advice and directives from the State Government and relevant health authorities.

Mandilla Gold Project

Astral – 100%

Mandilla is situated in the northern Widgiemooltha greenstone belt in the western part of the Kalgoorlie geological domain, some 70 kilometres south of Kalgoorlie, Western Australia, a significant gold mining centre. The location of Mandilla in relation to Kalgoorlie and other nearby gold projects is set out in Figure 1.

The Mandilla Gold Project includes the Theia, Iris and Eos deposits as well as the recently discovered Hestia prospect.

Gold mineralisation at Theia and Iris is comprised of structurally controlled quartz vein arrays and hydrothermal alteration close to the western margin of the Emu Rocks Granite and locally in contact with sediments of the Spargoville Group (Figure 2).

Significant NW to WNW-trending structures along the western flank of the Project are interpreted from aeromagnetic data to cut through the granitic intrusion and are considered important in localising gold mineralisation at Theia, which now has a mineralised footprint extending over a strike length of more than 1.5km

A second sub-parallel structure hosts lesser gold mineralisation at the Iris deposit. The mineralised footprint at Iris extends over a strike length of approximately 700 metres, combining with Theia to outline a mineralised zone in excess of 2.2 kilometres in strike length.

At Eos, located further to the south-east, a relatively shallow high-grade mineralised palaeochannel deposit has been identified.

Mineralisation at the new Hestia prospect, approximately 500 metres west of Theia, is hosted at a sheared mafic/sediment contact interpreted to be part of the major north-south trending group of thrust faults known as the Spargoville shear corridor. Mineralisation at Hestia is present in a different geological setting to the primary mineralisation at Theia and Iris and remains open down dip and along strike.

Locally, the Spargoville shear corridor hosts the historically mined Wattle Dam gold mine (266koz at 10.6g/t Au) and, further to the north, the Ghost Crab/Mt Marion mine (>1Moz).

Mandilla is covered by existing mining leases which are not subject to any third-party royalties other than the standard WA Government gold royalty.



Figure 1 – Mandilla Project location map



Image 1 – Diamond drilling at Mandilla

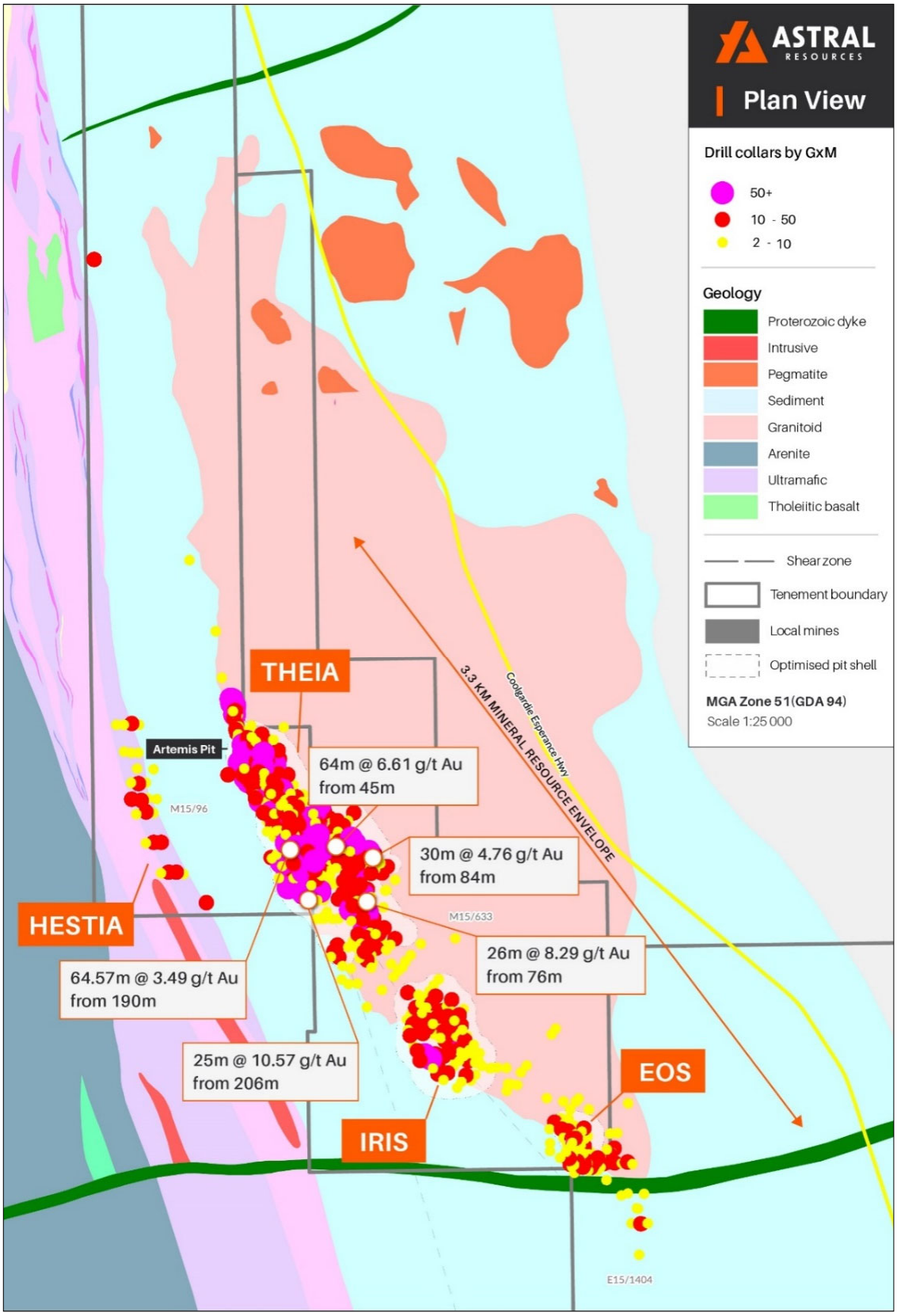


Figure 2: Mandilla local area geology (including significant recent intercepts).

Mineral Resource Estimate (MRE)

On 18 January 2022, the Company announced an updated JORC 2012 Mineral Resource Estimate (MRE) of **24Mt at 1.0g/t Au for 784koz** of contained gold, encompassing the cornerstone Theia and Iris deposits, and an inaugural MRE at the Eos discovery. The MRE was prepared by independent consultant Cube Consulting in accordance with the JORC Code (2012 Edition).

This represented the third MRE published for Mandilla within eight months, demonstrating the Company's ability to continue to grow its Mineral Resource inventory as it progresses its strategy to develop a long-term gold business in the Kalgoorlie region.

The MRE was estimated using a 0.39g/t Au cut-off and is constrained within pit shells using a gold price of AUD$2,500 per ounce (consistent with the maiden MRE) (Table 1).

Table 1 – Mandilla Mineral Resource Estimate (January 2022)

Mineral Resource Estimate for the Mandilla Gold Project (Cut-Off Grade >0.39g/t Au)			
Classification	**Tonnes (Mt)**	**Grade (g/t)**	**Ounces (koz)**
Indicated	10	1.0	331
Inferred	14	1.0	453
Total	**24**	**1.0**	**784**

The preceding statement of Mineral Resources conforms to the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) 2012 Edition. All tonnages reported are dry metric tonnes. Minor discrepancies may occur due to rounding to appropriate significant figures. Total Mineral Resources are constrained within $2,500/oz optimised pit shells.

Table 2 – MRE (January 2022) Grade and tonnage by source

Deposit	Classification	Tonnes (Mt)	Grade (g/t)	Ounces (koz)
Theia	Indicated	10	1.0	320
	Inferred	9.3	1.1	338
	Total	**19**	**1.1**	**658**
Iris	Indicated	0.5	0.7	11
	Inferred	4.0	0.8	104
	Total	**4.4**	**0.8**	**115**
Eos	Indicated			
	Inferred	0.3	1.2	11
	Total	**0.3**	**1.2**	**11**
Total		**24**	**1.0**	**784**

All tonnages reported are dry metric tonnes. Minor discrepancies may occur due to rounding to appropriate significant figures.

Table 3 – MRE (January 2022) Grade and tonnage by cut-off grade

Cut-off grade (g/t Au)	Tonnes (Mt)	Grade (g/t)	Ounces (koz)
0.30	28	0.9	831
0.35	26	1.0	807
0.39	**24**	**1.0**	**784**
0.40	24	1.0	781
0.45	21	1.1	752
0.50	19	1.2	721

All tonnages reported are dry metric tonnes. Minor discrepancies may occur due to rounding to appropriate significant figures.

The locations of the optimised pit shells based on a gold price of AUD$2,500 per ounce are set out in the plan view in Figure 3 below.

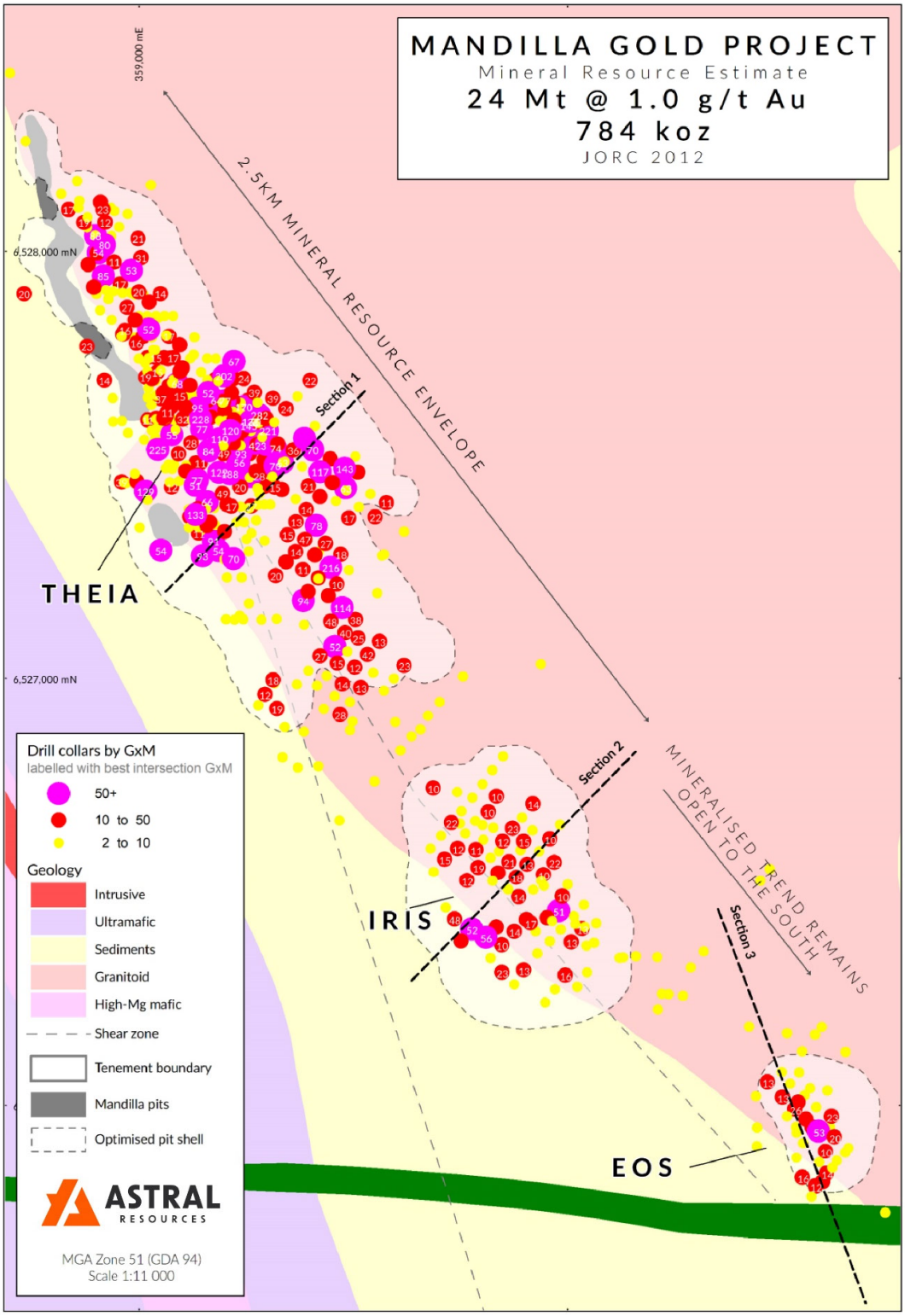


Figure 3 – Optimised pit shell on local area geology (GxM represents gram-metres)

A summary of information material to the understanding of the MRE was provided in the ASX announcement dated 18 January 2022, in compliance with the requirements of ASX Listing Rule 5.8.1.

Theia Deposit

Theia is the main deposit at Mandilla, representing 84% of the reported MRE. The total MRE at Theia is **19Mt at 1.1g/t Au for 658koz of contained gold**. Since the previous MRE (August 2021), the number of contained gold ounces interpreted at Theia increased by 17%, based largely on the inclusion of assays from approximately 12,000 metres of new drilling.

Figure 3 below shows the Mineral Resource for Theia within the optimised pit shell in cross-section.

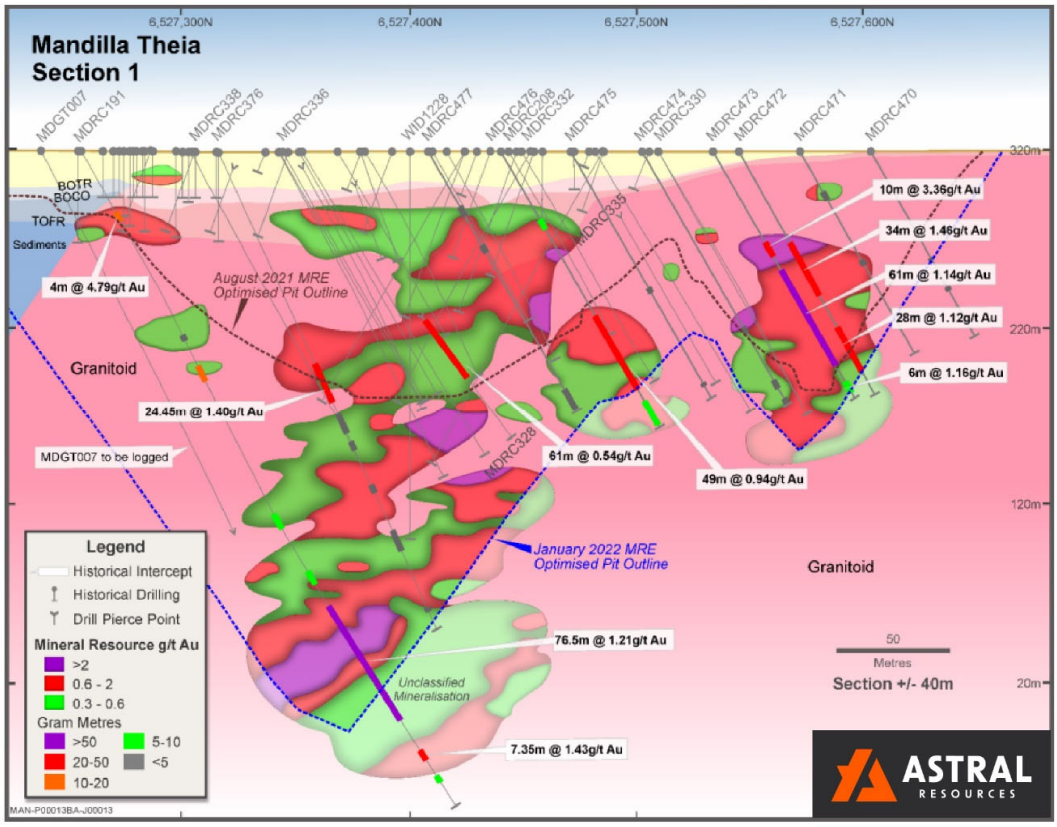


Figure 4 – Theia cross-section (Section 1)

Iris Deposit

The Mineral Resource at Iris is **4Mt at 0.8g/t Au for 115koz of contained gold**. Since the previous MRE was reported (August 2021), assays from an additional 3,000 metres of drilling were included in the January 2022 MRE.

Section 2, as illustrated in Figure 4 below, shows Iris in cross-section.

The Mineral Resources identified on this section demonstrate the high-grade zone that is interpreted to be associated with the sediment/intrusive contact.

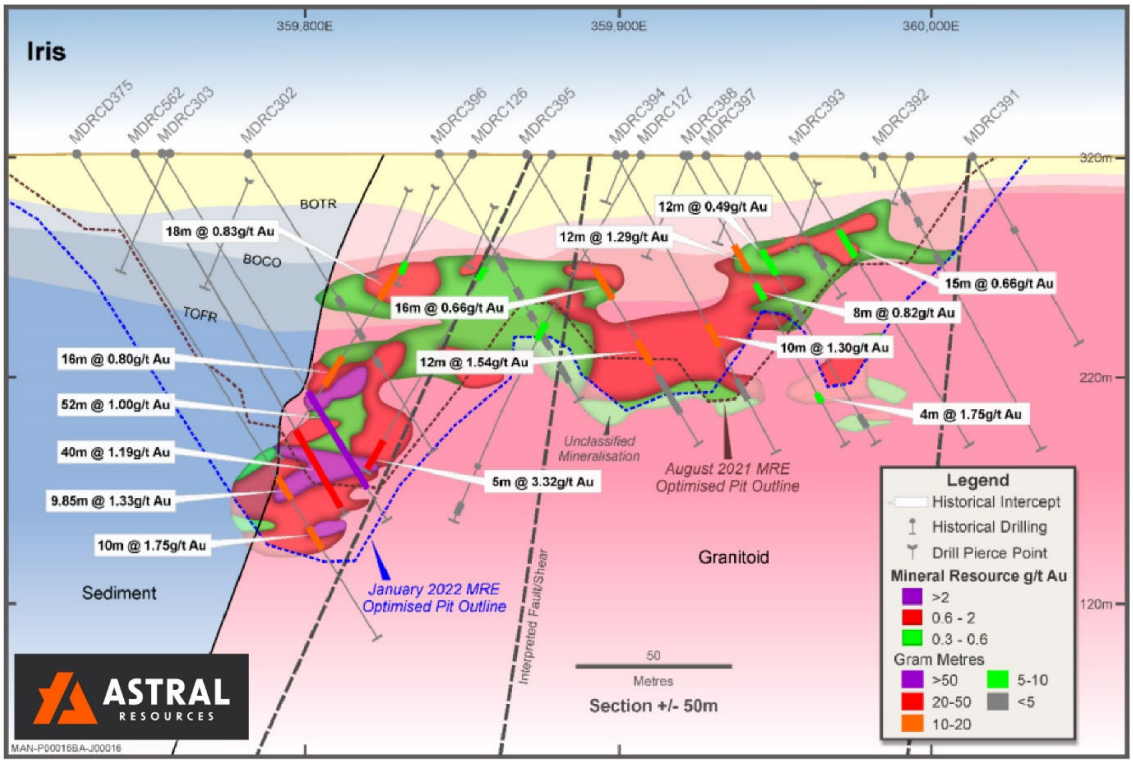


Figure 5 – Iris cross-section (Section 2)

Eos Deposit

At Eos, previously identified mineralisation was followed up with a modest RC drilling program consisting of 11 holes for 950 metres reported in August 2021. This successful program was expanded, with a further 36 holes drilled for a total of 3,626 metres in December 2021.

A maiden Inferred Mineral Resource of 0.3Mt at 1.2g/t Au for 11koz of contained gold was declared at Eos. Figure 5 below shows the same oblique long projection of Eos as previously reported to the ASX on 15 December 2021.

Drilling at Eos has been relatively wide spaced (40m x 40m). Further Resource in-fill and extensional drilling has since been completed.

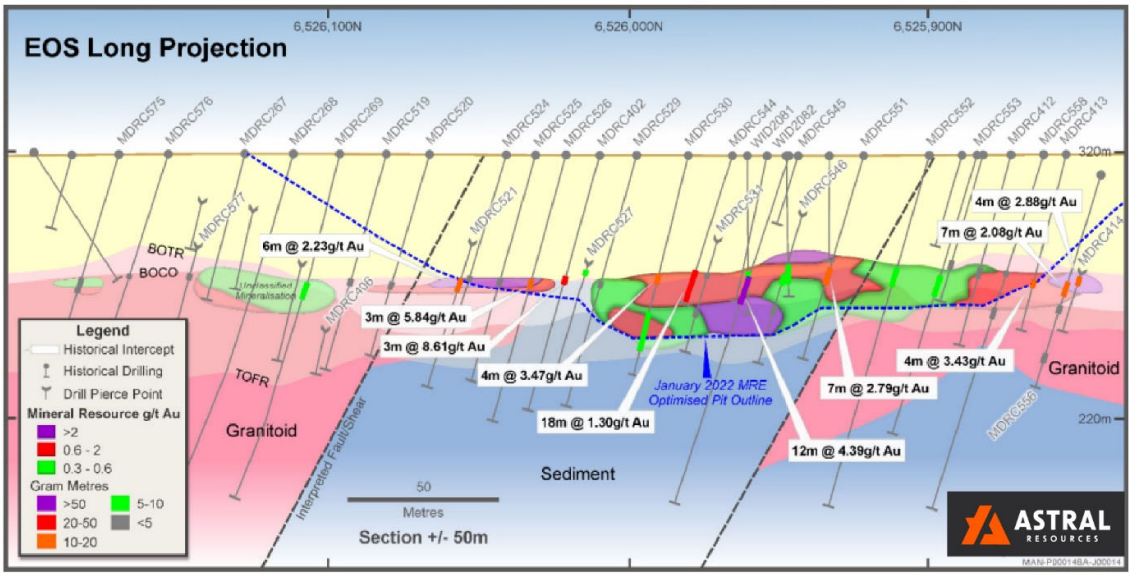


Figure 6 – Eos oblique long projection (Section 3)

Metallurgical Testwork

On 6 June 2022, the Company announced the results of the second phase of metallurgical testwork. Metallurgical samples were collected from diamond drill hole MDRCD512. This hole was drilled as a HQ diamond drill-hole for metallurgical test purposes to a down hole depth of 351.71 metres. The primary purpose of the hole was to provide sufficient metallurgical sample to conduct metallurgical test work to:

- confirm crushing and grinding properties;
- confirm gold recovery sensitivity to grind size; and
- determine reagent consumptions from leaching test-work conducted with saline water recovered from the immediate area.

The gold assay results of MDRCD512 were released on 22 February 2022 and included best intercepts of:

- **15.05 metres at 1.46g/t Au** from 127.1 metres; and
- **45.74 metres at 0.94g/t Au** from 149 metres.

Figure 7 below sets out the location of MDRCD512 in plan view. In examining the core, several instances of coarse visible gold were observed (refer to images below).

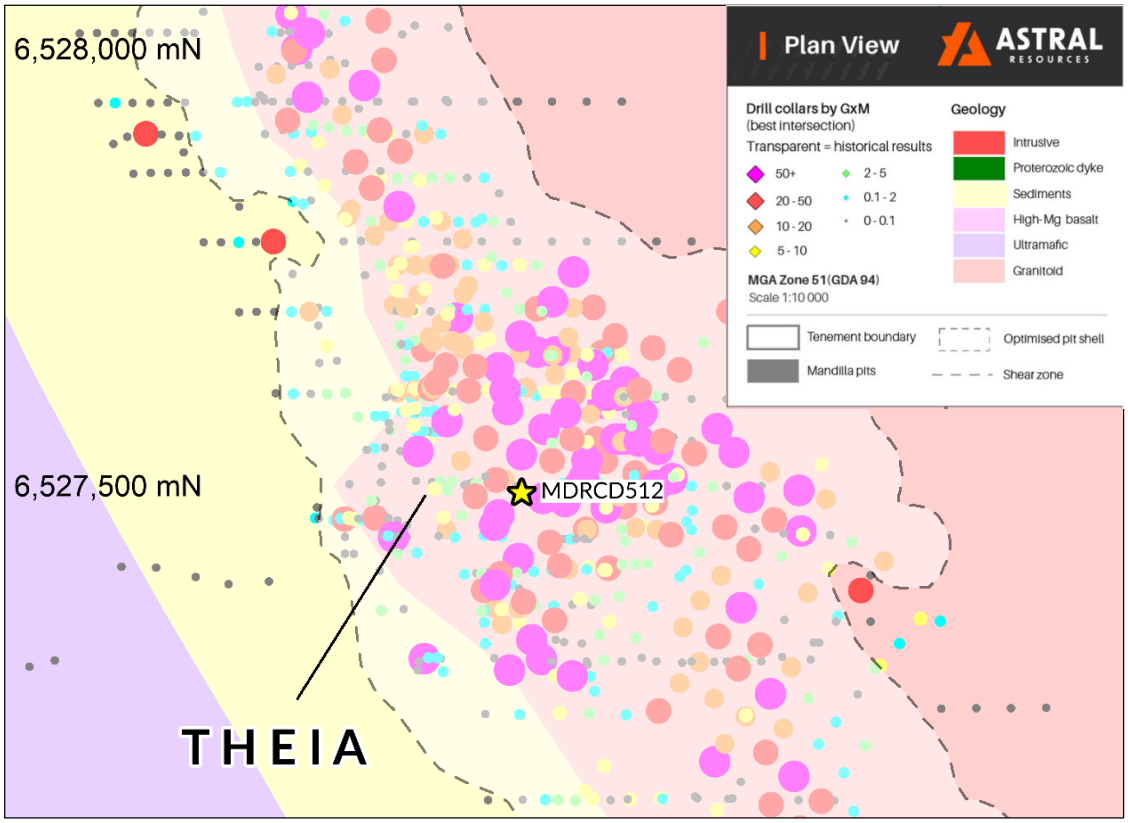


Figure 7 – Mandilla local area geology showing location of MDRCD512



Image 2 – Visible gold in MDRCD512 at 75m



Image 3 – Visible gold in MDRCD512 at 326m

The results of the Phase 1 testing were announced during the previous financial year on 28 January 2021. Metallurgical composites from MDRCD151, MDRCD228 and MDRCD236 were created and subjected to a standard suite of metallurgical tests.

The Phase 1 testing, which was conducted in Perth tap water, demonstrated very high gold recoveries, fast leach kinetics and low reagent consumptions. They also demonstrated an insensitivity to grind size when coarsening from 75µm to 106µm.

The results from phase 1 are summarised in Table 4 below[1].

Table 4 – Phase 1 Metallurgical Testwork

PHASE 1 - MANDILLA GOLD PROJECT TESTWORK PROGRAM - GRAVITY / DIRECT CYANIDE LEACH TESTWORK SUMMARY											
Comp ID	Grind Size P80(µm)	Head Au Grade (g/t)			Au Extraction (%)				Tail Au Grade (g/t)	Reagents (kg/t)	
		Assay	Calc.	% of Assay Grade	Grav	4-hr	8-hr	48-hr		NaCN	Lime
OXIDE	75	0.68	0.92	135%	68.8	96.9	96.9	98.4	0.02	0.32	0.32
OXIDE	106	0.68	0.96	141%	71.1	96.3	97.0	98.4	0.02	0.21	0.21
OXIDE	106	0.68	1.35	199%	73.7	95.4	96.5	98.2	0.03	0.25	0.22
FRESH	75	0.58	1.24	214%	92.6	98.6	99.2	99.2	0.01	0.29	0.24
FRESH	106	0.58	0.49	84%	71.4	93.0	94.4	95.9	0.02	0.29	0.23
FRESH	106	0.58	0.92	159%	79.2	94.6	95.4	97.8	0.02	0.25	0.18
FR VAR 1	106	1.40	0.95	68%	81.6	96.6	96.6	97.4	0.03	0.29	0.29
FR VAR 2	75	0.23	0.49	213%	80.7	94.6	95.8	95.8	0.03	0.25	0.14
FR VAR 2	106	0.23	0.92	400%	66.3	94.5	95.5	97.3	0.02	0.23	0.23

[1] - Refer to ASX Announcements dated 28 January 2021

The Phase 2 program tested recovery properties at increasing grind sizes of 125µm, 150µm and 212µm. The results demonstrate the unique metallurgical properties of the Mandilla ore, with outstanding gold recoveries and exceptionally fast leach kinetics maintained, even at 212µm, as set out in the table below. Interestingly the calculated head grades, representing total gold in the samples, all reported higher grades than the primary drill core gold assay grades. This suggests the presence of significant coarse gold in the mineralisation which is inherently difficult to assay in drill core and provides upside on the mineral resource estimates.

Additionally, the Phase 2 testing was completed using saline water from a local bore field. The results continue to demonstrate low cyanide consumption and moderate lime consumption which is typically expected for saline water from the Goldfields region.

Table 5 – Phase 2 Metallurgical Testwork – MDRCD512

PHASE 2 - MANDILLA GOLD PROJECT TESTWORK PROGRAM - GRAVITY / DIRECT CYANIDE LEACH TESTWORK SUMMARY											
Comp ID	Grind Size P80(µm)	Head Au Grade (g/t)			Au Extraction (%)				Tail Au Grade (g/t)	Reagents (kg/t)	
		Assay	Calc.	% of Assay Grade	Grav	4-hr	8-hr	24-hr		NaCN	Lime
OXIDE	125	0.39	0.52	132%	47.7	97.1	97.1	98.5	0.01	0.35	4.29
OXIDE	150	0.39	0.75	191%	60.8	96.0	96.9	98.7	0.02	0.35	4.20
OXIDE	212	0.39	1.23	314%	61.8	96.5	97.1	98.8	0.02	0.35	4.14
FRESH	125	0.63	8.53	1354%	93.2	98.6	98.9	99.5	0.06	0.21	2.71
FRESH	150	0.63	1.10	175%	87.1	96.4	97.1	97.7	0.03	0.30	2.68
FRESH	212	0.63	0.70	110%	72.5	91.9	91.9	94.9	0.04	0.31	2.66

Bond abrasion index, Bond ball mill index and Bond Rod mill index determinations were also carried out on numerous composites of oxide and fresh samples. The results are summarised below:

Table 6 – Phase 2 Comminution Testwork – MDRCD512

PHASE 2 MANDILLA GOLD PROJECT TESTWORK PROGRAM - COMMINUTION TESTWORK SUMMARY				
Comp ID	Material Type	Bond Ai	BBWi (kWhr/t)	RBWi (kWhr/t)
COMP 1	OXIDE	0.4174	11.9	17.3
COMP 2	FRESH	0.4618	14.6	21.1
COMP 3	FRESH	0.5176	12.1	18.0
COMP 4	FRESH	0.5129	12.5	20.6

The comminution results indicate the material to be abrasive although well suited to conventional crushing and grinding circuit configuration.

Importantly, the outstanding gold recoveries being achieved at a coarse grind size of 212µm would provide for lower capital and operating costs for Mandilla ore under the development scenarios considered.

EXPLORATION

Summary

The Company completed a significant amount of drilling throughout the year, with a total of 55,768 metres completed at Mandilla. This included 20,917 metres of AC drilling, 23,471 metres of RC drilling and 3,396 metres of diamond drilling. The drill programs focused on the three deposits at Mandilla, being Theia, Iris and Eos, as well as the recently discovered Hestia prospect (refer to Figure 2).

The January 2022 MRE as discussed above, included the results of approximately 12,000 metres of additional drilling as compared to the August 2021 MRE.

On completion of an ongoing diamond drilling program, the Company will update the Mandilla MRE. This is expected to occur in the December Quarter 2022. The updated MRE will include the results of more than 44,000 metres of additional drilling.

To 30 June 2022, across a number of drilling campaigns, the Company has completed more than 112,500 metres of drilling at Mandilla. This represents a significant investment in exploration drilling and demonstrates the Company's belief in the geological potential of Mandilla.

29 July 2021

On 29 July 2021, the Company announced the results from 51 RC holes for an aggregate of 7,071 metres of drilling and two diamond holes for 584.5 metres of drilling. The results relate to drill samples submitted for assay from February to April 2021.

At Theia, assay results were returned for 21 RC holes (including a 75 metre RC pre-collar) for an aggregate 3,052 metres and two diamond holes for an aggregate 584.5 metres. Best results included:

- **64.57 metres at 3.49g/t Au** from 190 metres, **14.39 metres at 2.89g/t Au** from 169.37 metres and **13.8 metres at 0.91g/t Au** from 139.7 metres in MDRCD377;
- **30 metres at 4.76g/t Au** from 84 metres in MDRC433;
- **37 metres at 3.07g/t Au** from 89 metres and **20 metres at 1.15g/t Au** from 38 metres in MDRC426;
- **39 metres at 1.23g/t Au** from 141 metres, **14 metres at 0.63g/t Au** from 119 metres and **10 metres at 0.60g/t Au** from 102 metres in MDRC427; and
- **34 metres at 1.15g/t Au** from 105 metres in MDRC438;

At Iris, assay results were returned for 27 RC holes (including two RC pre-collars) for an aggregate 3,554 metres. Best results included:

- **10 metres at 1.30g/t Au** from 86 metres in MDRC394;
- **7 metres at 1.68g/t Au** from 68 metres in MDRC374;
- **8 metres at 1.03g/t Au** from 131 metres in MDRC387; and
- **3 metres at 2.56g/t Au** from 82 metres in MDRC385

26 August 2021

On 26 August 2021, the Company announced the results from 21 RC holes for an aggregate of 2,432 metres of drilling. The results related to drill samples submitted for assay from February to April 2021.

At Eos, historic mineralisation was followed up with 11 RC drill-holes for a total of 950 metres. The mineralisation is located within in-situ clays below the base of transported material. Best results included:

- **3 metres at 8.62g/t Au** from 51 metres, including **1 metre at 25.47g/t Au** from 52 metres in MDRC402;
- **4 metres at 3.43g/t Au** from 52 metres, including **1 metre at 5.91g/t Au** from 53 metres in MDRC413;
- **4 metres at 3.14g/t Au** from 55 metres, including **1 metre at 11.76g/t Au** from 55 metres in MDRC406; and
- **4 metres at 2.88g/t Au** from 51 metres, including **1 metre at 8.51g/t Au** from 52 metres in MDRC414.

At Iris, assay results were returned for 7 RC holes for an aggregate 950 metres. Best results included:

- **12 metres at 1.52g/t Au** from 96 metres and **16 metres at 0.66g/t Au** from 59 metres in MDRC395; and
- **12 metres at 1.29g/t Au** from 47 metres and includes **1 metre at 11.33g/t Au** from 57 metres in MDRC388.

27 September 2021

On 27 September 2021, the Company announced the results from 11 diamond drill holes for an aggregate 1,889 metres of drilling.

Several geotechnical holes were drilled as part of this diamond drilling campaign, which were sampled sparingly. MDGT004 was drilled on a 220 azimuth (ie, drilling in a south-westerly direction) and was designed to test the rock properties of the proposed eastern pit wall.

Assay results from MDGT004 included:

- **1.4 metres at 28.03g/t Au** from 165 metres including **0.7 metres at 44.5g/t** and **2.41 metres at 2.44g/t Au** from 195.79m in MDGT004.

In-fill drilling at Theia returned best results of:

- **15.61 metres at 1.22g/t Au** from 111.70 metres and **18.99 metres at 0.56g/t Au** from 48.23 metres in MDRCD430; and
- **7.3 metres at 0.95g/t Au** from 62.75 metres, **6.26 metres at 1.30g/t Au** from 98.96 metres and **30.7 metres at 0.43g/t Au** from 119.80 metres

At Iris, where two diamond drill-holes were drilled, best results included:

- **19.5 metres at 1.11g/t Au** from 75.90 metres in MDRCD374; and
- **10.05 metres at 1.75g/t Au** from 195.50 metres and **9.85 metres at 1.33g/t Au** from 169.50 metres in MDRCD375.

6 October 2021

On 6 October 2021, the Company announced the results from 36 RC holes for an aggregate of 4,661 metres of drilling. These results related to drill samples submitted from the RC program which commenced during August 2021.

The RC drilling program encompassed both in-fill drilling of the northern extent of Theia (17 RC holes for an aggregate 1,879 metres) and extensional drilling of the south-east extension of Theia (14 RC holes for an aggregate 2,046 metres).

The in-fill drilling of the northern extent of Theia returned best results of:

- **8 metres at 10.01g/t Au** from 64 metres in MDRC452;
- **29 metres at 1.00g/t Au** from 18 metres in MDRC455;
- **28 metres at 0.92g/t Au** from 89 metres in MDRCD460; and
- **19 metres at 1.26g/t Au** from 30 metres in MDRC462.

The extensional RC drilling of the south-east extension of Theia returned best results of:

- **17 metres at 1.43g/t Au** from 108 metres in MDRC466;
- **34 metres at 1.46g/t Au** from 64 metres and **28 metres at 1.23g/t Au** from 118 metres in MDRC472;
- **61 metres at 1.14g/t Au** from 77 metres and **10 metres at 3.36g/t Au** from 59 metres in MDRC473; and
- **49 metres at 0.94g/t Au** from 107 metres in MDRC476.

3 November 2021

On 3 November 2021, the Company announced the results from 45 RC holes for an aggregate of 6,090 metres of drilling. These results related to drill samples submitted from the RC program which commenced during August 2021. Three lines of RC drilling, totalling 21 holes for an aggregate of 2,950 metres, were completed to test the possible extension of the Theia Mineral Resource to the south.

The extensional drilling to the south of Theia returned best results of:

- **8 metres at 3.07g/t Au** from 34 metres and **17 metres at 1.02g/t Au** from 78m in MDRC490;
- **22 metres at 0.67g/t Au** from 122 metres in MDRC492;
- **8 metres at 1.31g/t Au** from 15 metres and **6 metres at 2.23g/t Au** from 32 metres in MDRC499;
- **7 metres at 6.02/t Au** from 73 metres and **2 metres at 12.52g/t Au** from 158 metres in MDRC500; and
- **15 metres at 1.56g/t Au** from 79 metres in MDRC508.

These results, over three lines of drilling, have demonstrated the consistent presence of mineralisation along a strike length of 160 metres to the south of the currently interpreted Theia Mineral Resource.

Assay results from drilling at Eos were very encouraging, with the previously identified flat-lying, high-grade mineralised zone increasing in size.

Noteworthy mineralisation was identified in eight of the eleven holes drilled, with best results including:

- **3 metres at 5.85g/t Au** from 52 metres including **1 metre at 14.24g/t Au** from 52 metres in MDRC526;
- **6 metres at 2.23g/t Au** from 53 metres including **1 metre at 8.25g/t Au** from 53 metres in MDRC521;
- **2 metres at 3.27g/t Au** from 49 metres including **1 metre at 5.93g/t Au** from 49 metres in MDRCD527; and
- **3 metres at 1.38g/t Au** from 54 metres in MDRC520;

15 December 2021

On 15 December 2021, the Company announced results from 56 RC drill holes for an aggregate of 6,720 metres of drilling. These results related to drill samples submitted from the RC program which commenced during August 2021.

At Eos, 36 RC drill-holes were completed for an aggregate of 3,626 metres.

Drilling at Eos continues to define a flat-lying, high-grade zone of mineralisation, with the new results reported below also demonstrating the potential for a thicker lens of mineralisation than previously interpreted. Best results included:

- **12 metres at 4.39g/t Au** from 52 metres in MDRC545;
- **18 metres at 1.30g/t Au** from 48 metres in MDRC544;
- **7 metres at 2.79g/t Au** from 48 metres in MDRC551; and
- **4 metres at 3.97g/t Au** from 52 metres in MDRC554;

Nine RC drill-holes for an aggregate of 1,470 metres were drilled at Iris. The drilling was designed to test both the sediment- intrusive contact and to extend known mineralisation at Iris to the north. Best results included:

- **40 metres at 1.19g/t Au** from 142 metres in MDRC562;
- **16 metres at 0.95g/t Au** from 64 metres in MDRCD560;
- **16 metres at 0.64g/t** Au from 72 metres, **7 metres at 0.64g/t Au** from 95 metres and **5 metres at 1.11g/t Au** from 136 metres in MDRC541; and
- **18 metres at 0.56g/t Au** from 76 metres in MDRC542.

22 February 2022

On 22 February 2022, the Company announced results of the regional air-core drilling program completed in December 2021. The results identified significant gold anomalism across all three drill lines completed to the south-east of Eos, with encouraging first-pass results including:

- **28 metres at 1.38g/t Au** from 46 metres in MDAC276;
- **9 metres at 2.30g/t Au** from 50 metres in MDAC272;
- **14 metres at 0.95g/t Au** from 46 metres in MDAC278; and
- **4 metres at 1.61g/t Au** from 49 metres in MDAC274.

Hole MDRCD512 was drilled as a HQ diamond drill-hole for metallurgical test purposes to a down-hole depth of 352 metres. MDRCD512 was part of a fifteen-hole diamond drilling program.

The results of MDRCD512 were released on 18 January 2022 as part of the January 2022 MRE, with best gold results including:

- **15.05 metres at 1.46g/t** Au from 127.1 metres; and
- **45.74 metres at 0.94g/t** Au from 149 metres

3 May 2022

On 3 May 2022, the Company reported assay results from diamond drilling completed during late 2021 at Mandilla. The diamond drilling program consisted of 15 diamond drill-holes for a total of 3,476 metres.

The diamond drilling program at Theia included eight diamond holes for a total of 1,959 metres. This program was very successful with the total gram x metres (g.m) across all eight holes averaging 114 g.m. Significant results included:

- 25 metres at 10.57g/t Au from 206 metres in MDGT007;
- 32.3 metres at 5.44g/t Au from 175.7 metres and 15.07 metres at 2.24g/t Au from 269.93 metres in MDRCD511;
- 4.6 metres at 2.61g/t Au from 175.7 metres and 16 metres at 1.34g/t Au from 212.2 metres in MDRCD513;
- 16.55 metres at 1.16g/t Au from 93.5 metres and 43 metres at 1.22g/t Au from 126 metres in MDRCD514; and
- 17.4 metres at 1.95g/t Au from 140.6 metres in MDRCD515.

The result from geotechnical drill-hole MDGT007 was of particular significance in that it intersected a spectacular high-grade intercept of **25 metres at 10.57 g/t Au from 206 metres** in an area with no previously identified mineralisation (Figure 3). This represents a significant opportunity for interpretation of additional high-grade mineralisation situated within the optimised resource pit shell in an area of limited drilling and no previously identified mineralisation (Figure 8).

These results will be incorporated into the updated MRE, planned for release during the December 2022 Quarter.

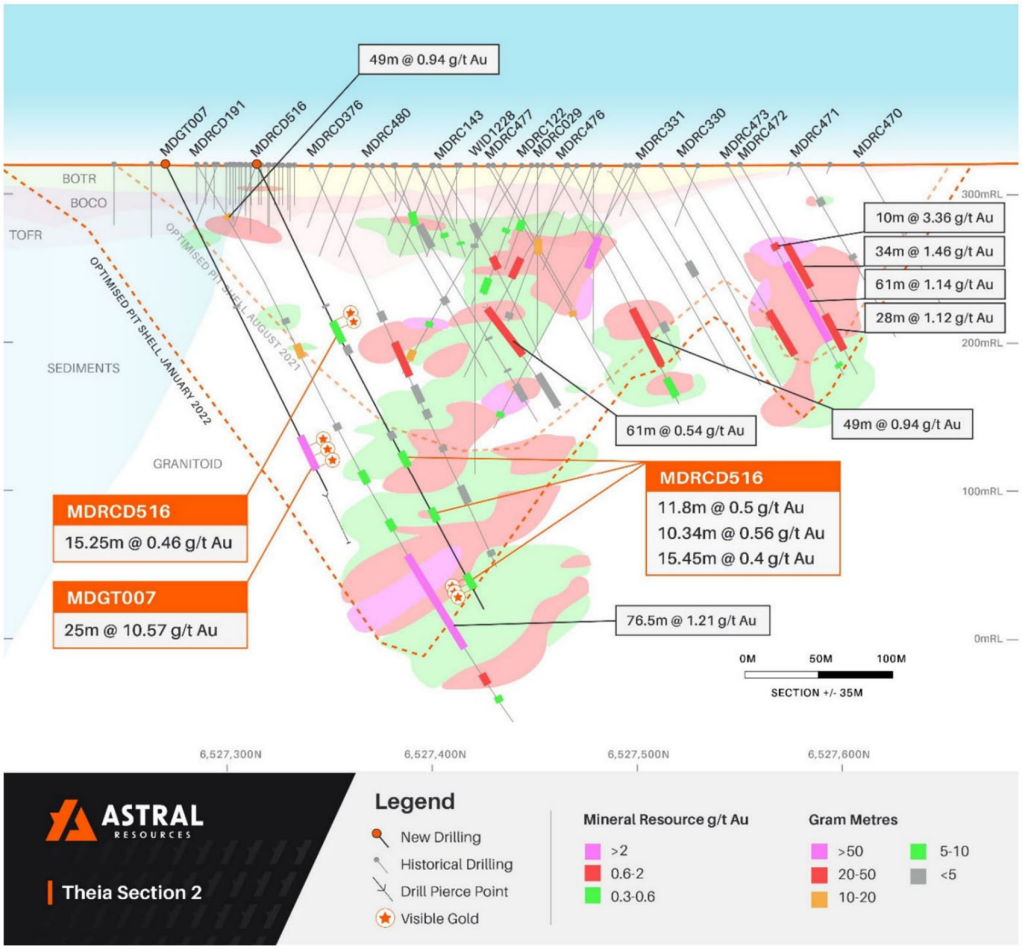


Figure 8 – Theia cross-section

5 July 2022

On 5 July 2022, subsequent to the reporting period, results were released for an air-core (AC) drilling program completed at Eos. The program was designed to test for extensions to the deposit as well as in-fill to better define the higher-grade palaeochannel mineralisation.

In total 196 AC holes were completed for a total of 10,621 metres, with best results including:

- **4 metres at 4.00g/t Au** from 49 metres in MDAC444;
- **8 metres at 3.51g/t Au** from 48 metres in MDAC425;
- **8 metres at 3.40g/t Au** from 53 metres in MDAC442;
- **4 metres at 3.39g/t Au** from 48 metres in MDAC483;
- **8 metres at 3.09g/t Au** from 48 metres in MDAC427;
- **5 metres at 2.74g/t Au** from 51 metres in MDAC457;
- **4 metres at 2.63g/t Au** from 49 metres in MDAC443;
- **8 metres at 2.48g/t Au** from 49 metres in MDAC471;
- **8 metres at 2.19g/t Au** from 50 metres in MDAC426;
- **8 metres at 2.15g/t Au** from 48 metres in MDAC428;
- **8 metres at 2.04g/t Au** from 46 metres in MDAC497;
- **8 metres at 1.92g/t Au** from 49 metres in MDAC458; and
- **8 metres at 1.83g/t Au** from 49 metres in MDAC501.

These results will be incorporated into the updated MRE, planned for release during the December 2022 Quarter.

13 July 2022

The Company completed an RC program consisting of 58 holes for a total of 9,295 metres at a greenfields target (named Hestia) located approximately 500 metres to the west of Theia. Drilling was conducted along a strike length of approximately 1 kilometre with drill line spacing of approximately 160 metres.

After the reporting period, on 13 July 2022, the Company released assay results received from 38 RC drill-holes totalling 6,421m, with best results including:

- **4 metres at 1.19g/t Au** from 60 metres and **4 metres at 1.43 g/t Au** from 75 metres and **6 metres at 7.07g/t Au** from 107 metres in MDRC616;
- **1 metre at 26.15g/t Au** from 13 metres and **12 metres at 1.07g/t Au** from 52 metres in MDRC587;
- **11 metres at 2.00g/t Au** from 90 metres in MDRC606;
- **2 metres at 5.69g/t Au** from 128 metres and **8 metres at 1.37g/t Au** from 140 metres in MDRC612;
- **7 metres at 1.64g/t Au** from 131 metres and **5 metres at 2.76g/t Au** from 163 metres in MDRC617;
- **7 metres at 2.25g/t Au** from 126 metres in MDRC619;
- **22 metres at 0.96g/t Au** from 60 metres and **7 metres at 1.00g/t Au** from 102 metres in MDRC611;
- **2 metres at 3.03g/t Au** from 138 metres in MDRC589; and
- **3 metres at 1.93g/t Au** from 61 metres in MDRC605

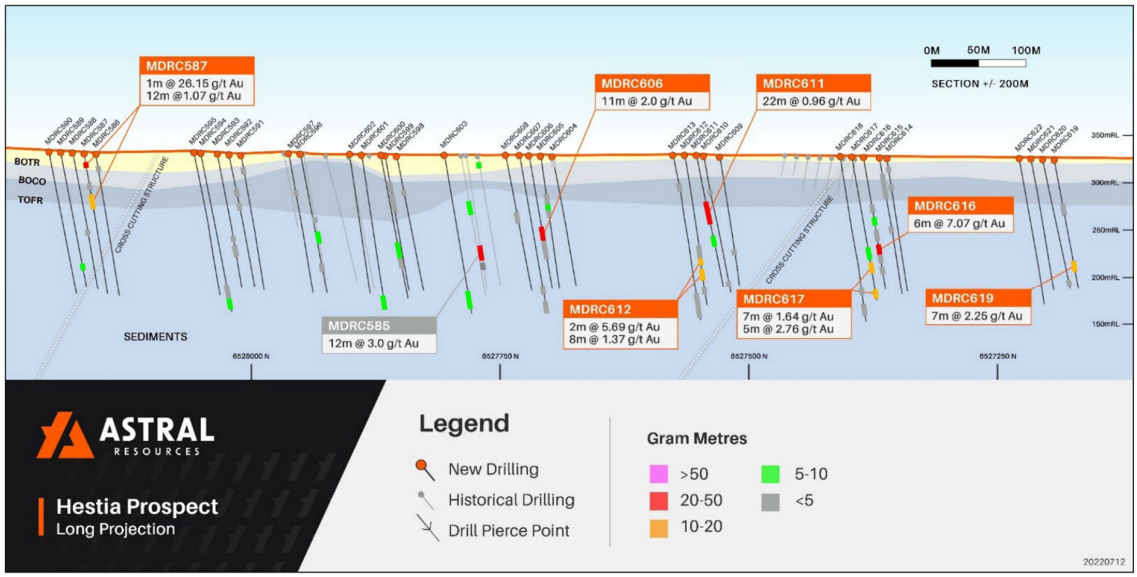


Figure 9 – Hestia long projection view (refer Figure 3 for section location)

These results will be incorporated into the updated MRE, planned for release during the December 2022 Quarter.

10 August 2022

On 10 August 2022, subsequent to the reporting period, the Company released assay results from the final 19 holes and 2,861 metres of the recently completed RC drilling program. This was the second tranche of results, with the first tranche being reported on 13 July 2022, as outlined above.

Of the 19 holes reported, 9 were drilled at Theia for an aggregate 1,153 metres, with this program involving:

- 4-holes for 710 metres drilled for in-fill and extensional purposes; and
- 5-holes for 443 metres drilled as pre-collars to the currently underway diamond drilling program.

Best results include:

- **4 metres at 24.57g/t Au** from 126 metres and **21 metres at 0.76g/t Au** from 184 metres in MDRC640 (extensional);
- **27 metres at 2.00g/t Au** from 4 5metres MDRC639 (in-fill);
- **12 metres at 1.57g/t Au** from 75 metres and **26 metres at 1.18g/t Au** from 190 metres in MDRC638 (in-fill);
- **19 metres at 0.65g/t Au** from 82 metres in MDRC636 (in-fill); and
- **10 metres at 0.99g/t Au** from 76 metres in MDRCD642 (RC pre-collar).

A further 10 RC holes totalling 1,708 metres were drilled at Iris to both test for mineralisation and confirm the stratigraphy immediately to the north-west of the deposit. MDRC624 returned a best result of **20 metres at 1.42g/t Au** from 174 metres.

23 August 2022

On 23 August 2022, subsequent to the reporting period, the Company released assay results from 87 AC drill-holes for an aggregate 5,248 metres. The results relate to Phase 2 of the AC program of in-fill and extensional drilling at the Eos palaeochannel deposit.

The Phase 2 AC drill program returned best assay results of:

- **3 metres at 11.85g/t Au** from 52 metres in MDAC540;
- **1 metre at 17.20g/t Au** from 52 metres in MDAC513;
- **1 metre at 12.17g/t Au** from 51 metres in MDAC551;
- **1 metre at 8.69g/t Au** from 51 metres in MDAC587;
- **2 metres at 4.47g/t Au** from 48 metres in MDAC515;
- **3 metres at 4.05g/t Au** from 51 metres in MDAC538;
- **4 metres at 3.84g/t Au** from 51 metres in MDAC527;
- **3 metres at 3.54g/t Au** from 53 metres in MDAC539;
- **4 metres at 3.38g/t Au** from 51 metres in MDAC526;
- **1 metre at 5.58g/t Au** from 47 metres in MDAC550;
- **1 metre at 4.43g/t Au** from 52 metres in MDAC573;
- **1 metre at 4.04g/t Au** from 52 metres in MDAC514;
- **1 metre at 2.23g/t Au** from 52 metres in MDAC511;
- **3 metres at 1.89g/t Au** from 50 metres in MDAC509; and
- **3 metres at 1.41g/t Au** from 50 metres in MDAC510.

These results will be incorporated into the updated MRE, planned for release during the December 2022 Quarter.

21 September 2022

On 21 September 2022, subsequent to the reporting period, the Company released the assay results from two diamond drill-holes for an aggregate 742.7 metres.

Best results from MDRCD644 including:

- **16.01 metres at 2.12g/t Au from 157.29 m**etres**;**
- **47.91 metres at 0.74g/t Au from 199.09 m**etres**;**
- **25.18 metres at 2.02g/t Au from 254.62 m**etres**;**
- **16.66 metres at 1.38g/t Au from 311.34 m**etres**;**
- **41.2 metres at 1.71g/t Au from 339.3 m**etres**;** and
- **16.76 metres at 2.64g/t Au** from 434.1 metres.

Drill hole MDRCD644 returned a cumulative 283-gram x metres of gold across several intersections. Visible gold observed at 447.68m down-hole, which returned a high-grade assay of **0.7 metres at 80.22g/t Au**. This is the deepest high-grade intersection reported from Mandilla to date and significantly extends mineralisation on the western flank of the Theia deposit, which remains open at depth.

Hole MDRCD634 returned a best result of **16.21 metres at 0.96g/t Au** from 335.70 metres.

Diamond drill-holes MDRCD644 and MDRCD645 were oriented to the south-east to intersect interpreted north-east cross-cutting structures within the Mineral Resource to help identify any potential effect on primary mineralisation.

These structures were previously observed to be sub-parallel to historical drilling directions and therefore difficult to identify. To date, logging of the diamond core has not been able to define these cryptic structures absolutely, though continuity of higher-grade mineralisation appears to align parallel to their interpreted orientation.

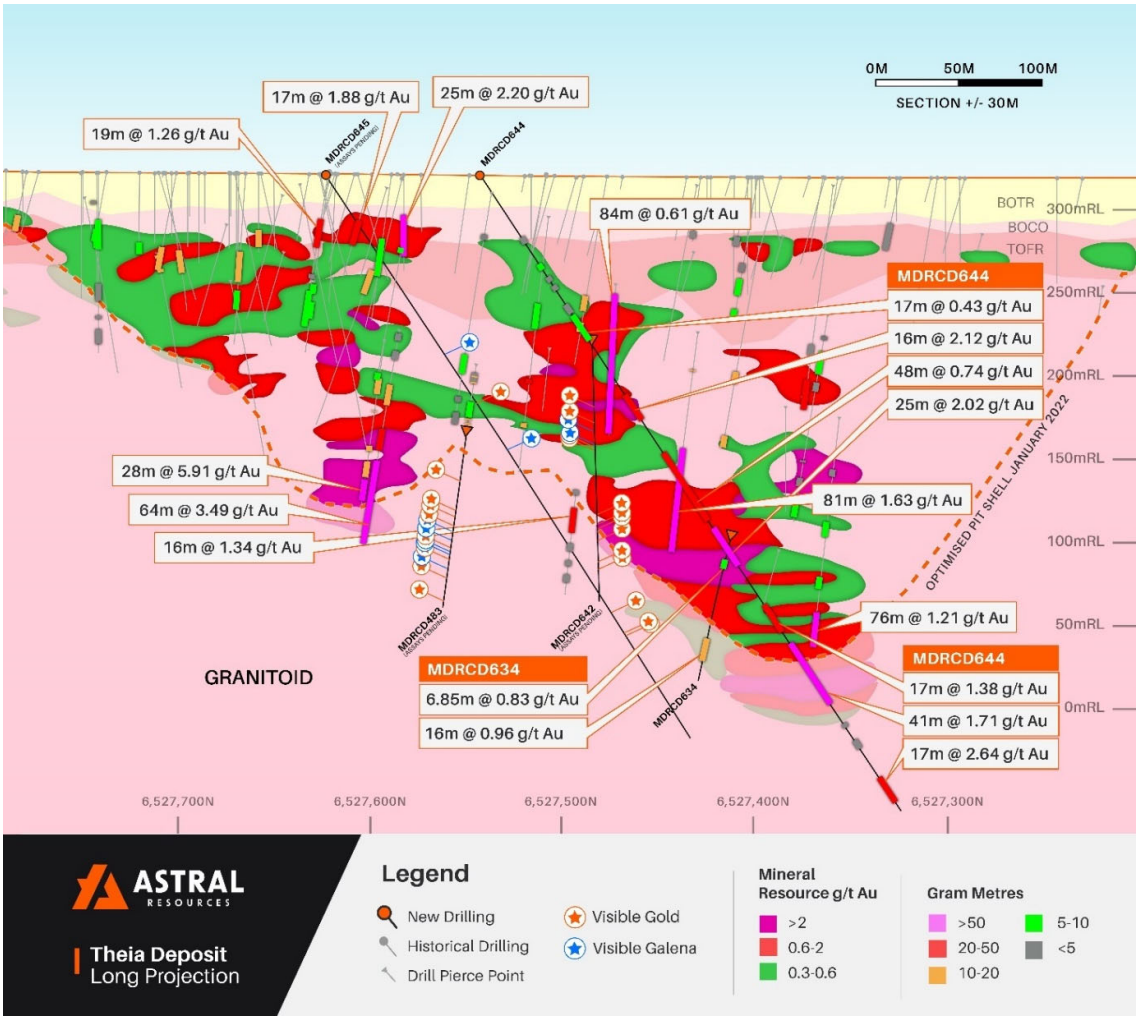


Figure 10 – Theia long projection view (refer Figure 3 for section location)

As observed in Figure 10, MDRCD644 is a well-mineralised hole with several intersections combining for a cumulative 283-gram x metres of high-grade gold. This result supports the current MRE and provides potential for further growth in the MRE on the western flank of the deposit. This drill-hole also delivered the deepest intersection returned from Mandilla to date, showing the main Theia deposit remains open at depth with **16.76 metres at 2.64 g/t Au** from 434.1 metres, approximately 65 metres below the reported MRE pit constraints.

Current and Forward Plan

A 17 hole/4,700 metre diamond drilling program at Theia is continuing. The intent of the diamond drilling program is:

- to test for gold mineralisation in the western flank of the Theia deposit to assist with Mineral Resource extension; and
- to test two interpreted high-grade gold trends that have been identified, one south trending (-18°→130°) and the other north trending (-25°→310°).

Drill collar locations for the recently completed and upcoming work program are illustrated below in Figure 11.

The current DD program will see three more holes drilled at Theia, three at Hestia and one at Iris. Once complete, the Company will update the Mandilla MRE, which is expected to be reported in the December Quarter 2022.

An RC program is planned for late in the December Quarter to infill Hestia, infill Theia and test for bed rock mineralisation at Eos.

A diamond drill rig is also expected to mobilise to Feysville in November for a 1,500 metre program to test a number of priority targets from the ongoing geological review. This will be the first drilling at Feysville since 2019.

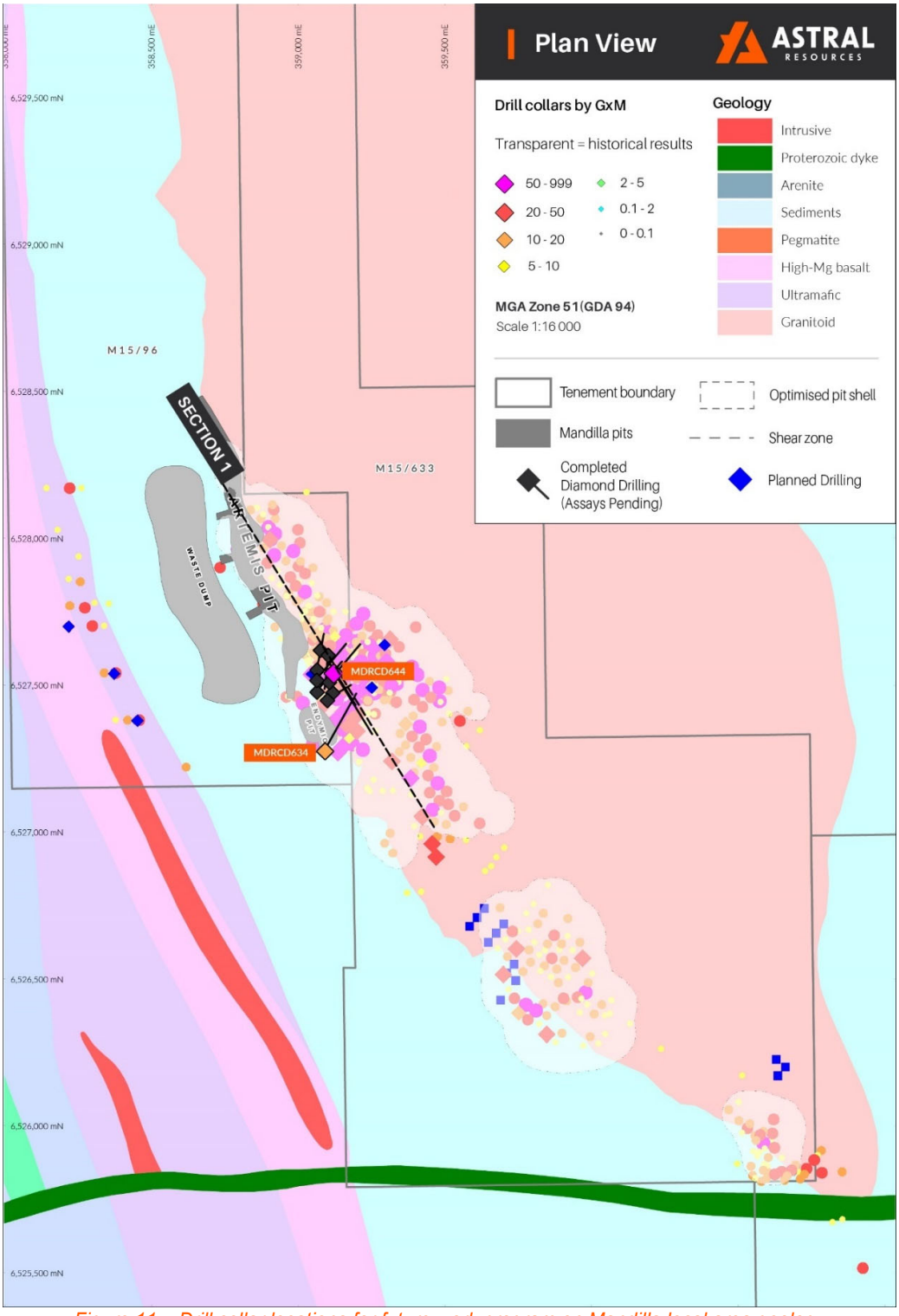


Figure 11 – Drill collar locations for future work program on Mandilla local area geology

Feysville Gold Project – WA

Astral - 100% interest

Feysville is located within the Archean Kambalda Domain in the Norseman-Wiluna belt of the Eastern Goldfields Province. Significant gold mineralisation occurs within the belt, including the 70Moz Golden Mile deposit 14km to the north and the St Ives goldfield to the south. Northern Star Limited's (ASX:NST) Mt Shea Prospect is immediately to the north of Feysville (refer to Figure 12 below).

Feysville is interpreted to contain upthrust ultramafics, emplaced within a sequence of volcanic sediments, the Black Flag sediment group, granitic intrusions, mafic basalts, gabbro and andesite as shown in Figure 12. Large major faulting occurs predominately north-west, with later cross-cutting faulting in a north-east orientation.

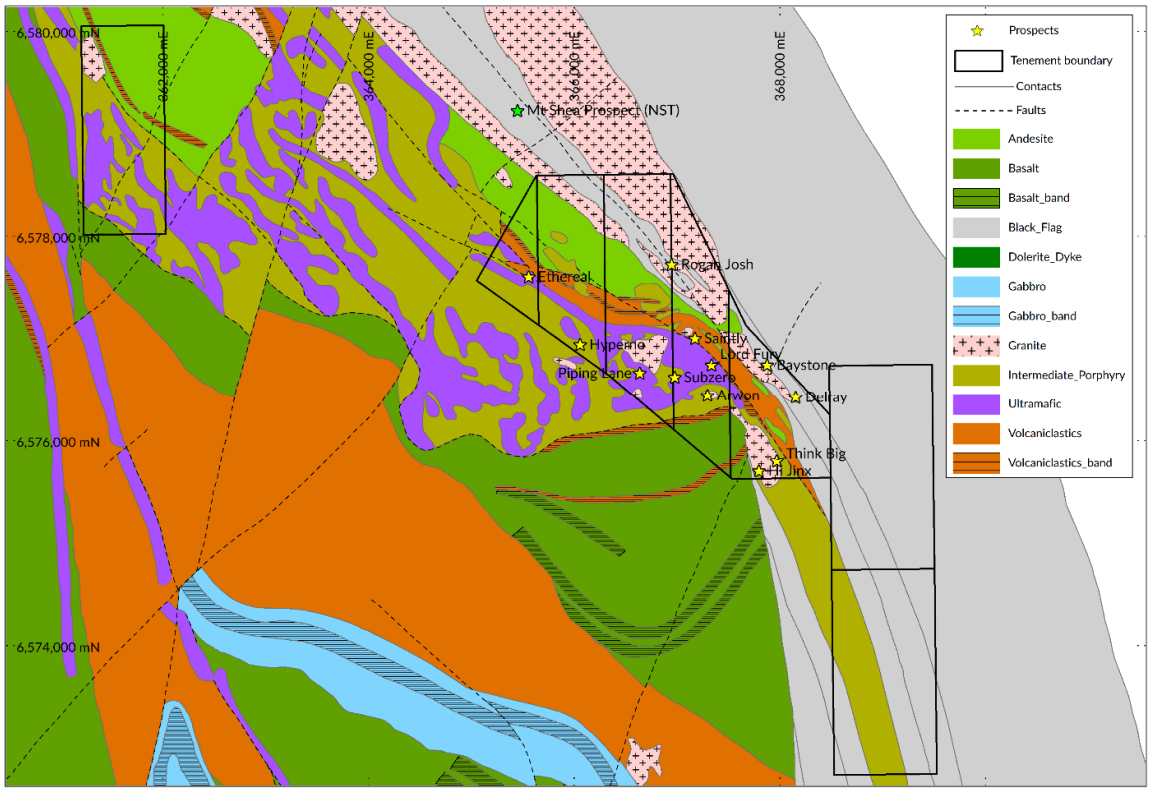


Figure 12 - Feysville tenements on local area geology

A maiden JORC Mineral Resource Estimate for Feysville was announced on 8 April 2019. The Mineral Resource Estimate, separately identifying Indicated and Inferred Resources for cut-off grades of 0.5, 0.8 and 1.0 g/t Au, is set out in Table 7.

Category	Cut-off Grade	Tonnage	Grade	Ounces Au
Indicated	**0.5 g/t Au cut-off**	**2,285,000**	**1.3**	**95,900**
	0.8 g/t Au cut-off	1,541,000	1.6	80,700
	1.0g/t Au cut-off	1,214,000	1.8	71,400
Inferred	**0.5 g/t Au cut-off**	**572,000**	**1.1**	**20,200**
	0.8 g/t Au cut-off	416,000	1.3	17,000
	1.0g/t Au cut-off	299,000	1.4	13,600
TOTAL	**0.5 g/t Au cut-off**	**2,857,000**	**1.3**	**116,100**
	0.8 g/t Au cut-off	1,957,000	1.6	97,700
	1.0g/t Au cut-off	1,513,000	1.7	85,000

Table 7: Think Big Global Mineral Resource Estimate.

The Mineral Resource Estimate for the supergene enriched gold mineralisation (which is included within the Global estimate in Table 7) is set out in Table 8.

Category	Cut-off Grade	Tonnage	Grade	Ounces Au
Indicated	**0.5 g/t Au cut-off**	**279,000**	**2.2**	**20,100**
	0.8 g/t Au cut-off	250,000	2.4	19,500
	1.0 g/t Au cut-off	209,000	2.7	13,300
	3.0 g/t Au cut-off	54,600	5.5	9,800

Table 8: Think Big Supergene Enriched Gold Mineral Resource Estimate (included in Global estimate in Table 7).

Current and Forward Plan

Drilling is planned to commence at Feysville during the current calendar year, on receipt of the necessary approvals. It is expected that initial exploration will commence with diamond drilling at Think Big to improve the structural understanding of this target. Following this, both aircore and RC drilling will commence focusing on the higher priority targets in the first instance.

Koongie Park Gold and Base Metals Project - WA

Koongie Park is situated in north-eastern Western Australia in the highly mineralised Halls Creek region. The Koongie Park project comprises 10 tenements (two mining leases and eight exploration licences) representing an area of over 500km2.

Joint Venture Agreement (Astral – 20% participating interest)

On 8 February 2021, the Company entered into an earn-in and joint venture agreement (JVA) with AuKing Mining Limited (AKN) having the opportunity to earn up to a 75% interest in the Koongie Park Joint Venture (Joint Venture) by funding exploration and project development study expenditure of $3 million over a three-year period, via two earn-in milestones.

AKN met the first earn-in milestone on 22 November 2021 and met the second earn-in milestone on 17 January 2022, taking its total Joint Venture interest to 75%. From that point to the end of the financial year, AKN incurred expenditure of $1,767,324 at Koongie Park. In order to preserve the 25% participating interest at 30 June 2022, the Company would be required to contribute an amount of $441,831 to AKN ("Astral JV Contribution"). A liability has been recognised for the Astral JV Contribution as at 30 June 2022.

On 2 September 2022, subsequent to the end of the reporting period, Astral confirmed (by way of a resolution) that, rather than meet the Astral JV Contribution it would elect to dilute its participating interest down to 20%, effective from 1 July 2022.

Sale and Purchase Agreement

During the Quarter, Astral announced that it had entered into a sale and purchase agreement with AKN, to divest the Company's remaining interests in the Koongie Park Base Metals Project, being the 25% Joint Venture Interest and the PMRA interests for total consideration of A$6 million (the Transaction)[2].

The transaction remained subject to the satisfaction of certain conditions precedent, one of which was AKN completing a capital raising of $7 million (Capital Raising CP). On 26 May 2022, AKN announced that the Transaction had terminated due to inability to meet the Capital Raising CP[3].

The Koongie Park Joint Venture agreement will continue to operate and regulate the conduct of activities at the Koongie Park copper/zinc project. Astral will continue to hold 100% of the PGE and gold rights with respect to the Koongie Park tenures.

Gold and Precious Metals Rights

Astral retains the right to explore for and develop gold and other precious metals deposits within the Koongie Park project area, including PGE's. The Company is currently reviewing opportunities to create value for shareholders from the Koongie Park gold and precious metals rights, noting that the Company's ground position abuts the landholding of Pantoro Limited (ASX: PNR) where the discovery of significant platinum group mineralisation has recently been reported.

[2] ASX Announcement 5 April 2022 – AAR to realise A$6m from divestment of Koongie Park
[3] ASX Announcement 26 May 2022 – AKN Underwriting Termination and Withdrawal from PGE Acquisition

During the June 2022 Quarter, the Company submitted POW applications for drilling to test the PGE potential in the ultramafic formation at Koongie Park.



Image 4 - AKN diamond drilling activities at Sandiego.

Carnilya Hill Gold Project – WA

Astral – 100% of gold rights

Carnilya Hill is located approximately 20 kilometres east-south-east of the Company's Feysville Project and approximately 40 kilometres south-east of Kalgoorlie, Western Australia.

The Project encompasses four tenements – M26/047-049 and M26/453, representing an aggregate area of approximately 2.65 square kilometres – with rights to nickel and other minerals held by Mincor Resources NL (ASX: MCR).

A prospect named Hang Glider Hill has been outlined by Lefroy Exploration Limited (ASX: LEX) immediately north of the Carnilya Hill tenements. The prospect comprises a surface gold geochemical anomaly where a number of gold nuggets have been recovered.

Astral is currently reviewing its options with respect to Carnilya Hill.

Leonora Project

On 10 January 2022, Astral executed an agreement with Ozz Resources Limited (ASX:OZZ) to dispose of its Leonora Base Metals Project, comprising two exploration licences (E37/1287 and E37/1355). Astral received upfront consideration of $30,000 in cash and 1 million OZZ shares. A further 500,000 OZZ shares will be issued to the Company in the event that OZZ announces a JORC compliant gold resource of greater than 50,000 ounces or when commercial mining commences.

Consolidated Mineral Resource Estimate

The Group's consolidated JORC 2012 Mineral Resource Estimate as at the date of this report is detailed in the table below.

Project	Indicated			Inferred			Total		
	Tonnes (Mt)	Grade (Au g/t)	Metal (koz Au)	Tonnes (Mt)	Grade (Au g/t)	Metal (koz Au)	Tonnes (Mt)	Grade (Au g/t)	Metal (koz Au)
Mandilla[4]	14.0	1.0	453.0	10.0	1.0	331.0	24.0	1.0	784.0
Feysville[5]	0.6	1.1	20.2	2.3	1.3	95.6	2.9	1.3	115.8
Total	**14.6**	**1.1**	**473.2**	**12.3**	**1.1**	**426.6**	**26.9**	**1.1**	**899.8**

Cut-off grades

The Mineral Resources for Mandilla are reported at a cut-off grade of 0.39 g/t and Feysville is reported at a cut-off grade of 0.50 g/t Au.

Schedule of Mining Tenements

The Company reports the following interests in mining tenements in Western Australia in accordance with ASX Listing Rule 5.20.

Project *(Location)*	**Tenement Number**	**Beneficial Percentage Interest**	**Status**	**Title Registered to**
Mandilla *(Western Australia)*	M15/96 M15/633 E15/1404	100% gold rights only 100% gold rights only 100%	Granted	Widgie Nickel Limited Astral Resources NL Astral Resources NL
Koongie Park *(Western Australia)*	M80/276, 277 E80/4389,4766, 4957, 4960 E80/5076, 5087, E80/5127 E80/5263	25%	Granted	Astral Resources NL
Feysville *(Western Australia)*	P26/3943-3944 P26/3947-3951 P26/4051-4052 P26/4390	100%	Granted	Feysville Gold Pty Ltd
	M26/846	-	Pending	Feysville Gold Pty Ltd
Carnilya Hill *(Western Australia)*	M26/47 - 49 M26/453	100% gold rights only	Granted	Mincor Resources NL

[4] - Refer to ASX Announcement dated 18 January 2022 – Mandilla Resource Grows Further to 784,000 ounces.
[5] - Refer to ASX Announcement dated 8 April 2019 – Maiden Mineral Resource at Feysville & Met Testwork Results

Compliance Statement

The information in this Report that relates to Estimation and Reporting of Mineral Resources is based on information compiled by Mr Michael Job, who is a Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM). Mr Job is an independent consultant employed by Cube Consulting. Mr Job has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Job consents to the inclusion in this Report of the matters based on the information in the form and context in which it appears.

The information in this Report that relates to exploration targets and exploration results is based on, and fairly represents, information and supporting documentation compiled by Ms Julie Reid, who is a full-time employee of Astral Resources NL. Ms Reid is a Competent Person and a Member of The Australasian Institute of Mining and Metallurgy. Ms Reid has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms Reid consents to the inclusion in this Report of the material based on this information, in the form and context in which it appears.

The information in this Report that relates to metallurgical test work for the Mandilla Gold Project is based on, and fairly represents, information and supporting documentation compiled by Mr Marc Ducler, who is a full-time employee of Astral Resources NL. Mr Ducler is a Competent Person and a Member of The Australasian Institute of Mining and Metallurgy. The information that relates to processing and metallurgy is based on work conducted by ALS Metallurgy Pty Ltd (ALS Metallurgy) on diamond drilling samples collected under the direction of Mr Ducler and fairly represents the information compiled by him from the completed ALS Metallurgy testwork. Mr Ducler has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Ducler consents to the inclusion in this Report of the material based on this information, in the form and context in which it appears.

The information in this Report that relates to Mineral Resources for the Feysville Gold Project was first reported in accordance with JORC 2012 on 8 Apr 2019. The Company confirms that it is not in possession of any new information or data relating to these historical Mineral Resource estimates that materially impacts on the accuracy or reliability of these historical estimates. The Company also confirms that all material assumptions and technical parameters underpinning the Resource estimate continue to apply and have not materially changed.

Directors' Report

Your Director's present the following report on Astral Resources NL (*formerly Anglo Australian Resources NL*) and its controlled entities (referred to as Astral, Company or Group) for the year ended 30 June 2022.

Directors

The names of the Directors in office during the financial year and until the date of this report are as follows.

Name	Role	Date of Appointment / Resignation
Leigh Warnick	Non-Executive Chair	Appointed 23 December 2019
Marc Ducler	Managing Director	Appointed 23 December 2019
Justin Osborne	Non-Executive Director	Appointed 18 November 2021
Peter Stern	Non-Executive Director	Appointed 28 November 2011
David Varcoe	Non-Executive Director	Appointed 28 November 2019
John Jones	Non-Executive Director	Appointed 9 February 1990 / Retired 16 November 2021

Principal Activities

During the financial year, the principal activities of the Group consisted of exploration at the Company's 100% owned Mandilla Gold Project and evaluating its portfolio of tenements and projects in order to identify opportunities to maximise value for shareholders.

There were no significant changes in the nature of the activities of the Group during the year.

Dividends

There were no dividends paid or proposed during the year.

The Consolidated Statement of Profit or Loss and Other Comprehensive Income shows a net loss from continuing operations attributable to owners of $2,353,412 for the financial year ended 30 June 2022 (2021: loss of $3,669,567).

Significant changes in the state of affairs

During the year, a total of 7,170,855 fully paid ordinary shares were issued, comprising:

- Prior to 30 June 2021, the Board determined that the performance conditions attaching to 1,830,780 2020A Performance Rights and 5,340,075 2020B Performance Rights (together, the Performance Rights) had been met. The Performance Rights were converted to 7,170,855 fully paid ordinary shares on 7 July 2021.

The following additional securities were issued during the year:

- On 19 November 2021, 3,000,000 unquoted options were issued to a nominee of Mr Osborne, in connection with his appointment as a non-executive director. The options are exercisable at $0.119 and expire on 19 November 2023. The options were issued under the Company's Employee Incentive Plan.

Other than stated above, there were no significant changes in the state of affairs of the Group during the year.

Matters subsequent to the end of the period

On 26 September 2022, the Company announced a renounceable entitlement offer of one (1) new share for every ten (10) shares held by eligible shareholders at an issue price of $0.065 per new share together with one (1) free-attaching new option for every two (2) new shares issued, to raise approximately $3.9 million (before costs) (Entitlement Offer).

On 2 September 2022, Astral confirmed (by way of a board resolution) that it had elected to dilute its participating interest in the Koongie Park Joint Venture down to 20%, rather than meet the Astral JV Contribution amount of $441,831.

The Company released the following market sensitive ASX Announcements since the end of the financial year.

Date	Details
5-Jul-22	Eos AC Results Show Potential for Mandilla Resource Growth
13-Jul-22	Extensive New Zone of Mineralisation Delineated at Mandilla
10-Aug-22	Mandilla Set for Resource Growth as Theia Continues to Deliver
23-Aug-22	More High Grade Results at Eos ahead of MRE Update
20-Sep-22	AKN: moves to 80% of Koongie Park
21-Sep-22	Mandilla's Theia Deposit Extended at Depth
26-Sep-22	Prospectus – Entitlement Offer

There are no other matters or circumstances that have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Group, or the state of affairs of the Group in future financial years.

Likely developments and expected results of operations

The Group will continue its mineral exploration and development activities at Mandilla and Feysville and will continue to evaluate opportunities to extract value from its other projects.

Environmental regulation

The Group operates within the resources sector and conducts its business activities with respect for the environment while continuing to meet the expectations of the shareholders, employees and suppliers. The Company's exploration activities are currently subject to significant environmental regulation under laws of the Commonwealth and Western Australia. The Group aims to ensure that the highest standard of environmental care is achieved, and that it complies with all relevant environmental legislation.

As at the date of this report, the Group is not aware of any significant breaches of those environmental requirements.

Information on directors

Leigh Warnick	Non-Executive Chairman, Independent
Qualifications	B.A, LL.B, LL.M.
Appointed	23 December 2019
Experience	Mr Warnick is an experienced corporate and mining lawyer and a recognised expert in corporate governance. Mr Warnick was formerly a partner of the law firms now known as King & Wood Mallesons and Ashurst. Mr Warnick now practises as a barrister in Perth. Mr Warnick has 20 years' experience as a director or chairman of ASX listed companies.
Interest in Shares and Options	Nil.
Current directorships	Nil.
Former directorships held in past three years	Nil.

Marc Ducler	Managing Director
Qualifications	BSC (Metallurgy) WASM
Appointed	23 December 2019
Experience	Mr Ducler has over 21 years' experience in the mining industry. For the past 18 years, Mr Ducler has been in senior operational management roles with GoldFields, BHP, Fortescue Metals, Mineral Resources and Roy Hill. Mr Ducler's most recent role was as Managing Director of Egan Street Resources Limited (a gold exploration and near-term developer), until its successful takeover by Silver Lake Resources Limited (ASX: SLR).
Interest in Shares and Options	Shares – 4,893,680 Performance Rights (Incentive) – 1,830,780
Current directorships	Nil.
Former directorships held in past three years	Egan Street Resources Limited (ASX: EGA) – Managing Director (resigned 28-Nov-19)

Information on directors (continued)

Justin Osborne	Non-Executive Director
Appointed	18 November 2021
Experience	Mr Osborne has over 30 years-experience as an exploration geologist. He was previously an Executive Director at Gold Road Resources (ASX: GOR) and was pivotal to the resource development of the world class Gruyere Gold Deposit (6.6Moz Au). Mr Osborne has also previously held senior positions on the exploration executive team of Gold Fields Ltd. He was instrumental in the development of the Damang Superpit project in Ghana and had considerable discovery success at St Ives Gold Mine, (Athena and Hamlet deposits) among other significant Reserve additions. Mr Osborne is a Non-Executive Chairman at Matador Mining Limited (ASX: MZZ) and Non-Executive Director of Hamelin Gold Limited (ASX:HMG).
Interest in Shares and Options	Shares – 750,000 Options - $0.119 expiring 19-Nov-23 – 3,000,000
Current directorships	Matador Mining Limited (ASX:MZZ) – Non-Executive Chairman (appointed 2-Jun-20) Hamelin Gold Limited (ASX:HMG) – Non-Executive Director (appointed 31-Aug-21)
Former directorships held in past three years	Gold Road Resources Limited (ASX:GOR) (resigned 3-Jun-21)

Peter Stern	Non-Executive Director, Independent
Qualifications	BSc (Hons), FAICD
Appointed	28 November 2011
Experience	Mr Stern is a graduate of Monash University with a Bachelor of Science (geology major). Mr Stern's career has been in corporate advisory, spending six years with Macquarie Bank and three years with both UBS and Deutsche Bank. In 2000, Mr Stern established Metropolis Pty Ltd, a corporate advisory firm specialising in mergers and acquisitions, capital raisings and proxy contests. Mr Stern is a Fellow of the Australian Institute of Company Directors. Mr Stern is Non-Executive Chairman of Troy Resources Limited.
Interest in Shares and Options	Shares – 22,206,252
Current directorships	Troy Resources Limited - Chairman (Non-Executive) (appointed 16-Jun-17)
Former directorships held in past three years	Altan Nevada Minerals Limited (TSXV:ANE) – Non-executive director (resigned 18-Oct-19)

Information on directors (continued)

David Varcoe	Non-Executive Director, Independent
Qualifications	B.Eng (Mining)
Appointed	28 November 2019
Experience	Mr Varcoe is a mining engineer with more than 31 years' experience in the industry. Mr Varcoe has extensive operational and managerial experience across a number of commodities including gold, iron ore, copper, diamonds, coal, uranium and rare earths. Mr Varcoe is experienced in board positions and operations management as well as project management and consulting. Mr Varcoe is a principal consultant with leading Australian firm AMC Consultants.
Interest in Shares and Options	Shares – 300,000 Options - $0.135 expiring 27-Nov-22 – 3,000,000
Current directorships	Nil.
Former directorships held in past three years	Nil.

Directors' meetings

The number of Directors' meetings and number of meetings attended by each of the Directors of the Company during the period are:

Director	Number of meetings director eligible to attend	Number of meetings director attended
Mr Leigh Warnick	7	7
Mr Marc Ducler	7	7
Mr Justin Osborne	4	4
Mr Peter Stern	7	7
Mr David Varcoe	7	7
Mr John Jones	3	3

Company secretary

Brendon Morton was appointed as Company Secretary and Chief Financial Officer on 13 January 2020. Mr Morton holds a Bachelor of Business Degree and is a member of both the Institute of Chartered Accountants Australia (ICAA) and the Governance Institute of Australia (GIA). Mr Morton has previously held Company Secretarial and Chief Financial Officer roles with both ASX listed and unlisted public and private companies. Mr Morton is currently Company Secretary of Fitzroy River Corporation Limited (ASX:FZR).

Financial position

The net assets of the consolidated Group have decreased to $20,818,809 (2021: $22,557,647). The Group's working capital, being current assets less current liabilities was $1,453,754 at 30 June 2022 (2021: $9,307,102).

Unissued shares under option

Unissued ordinary shares of Astral Resources NL under option at the date of this report are as follows:

Tranche	Grant date	Expiry date	Exercise price	Number
E	2-Dec-19	27-Nov-22	$0.135	1,000,000
F	2-Dec-19	27-Nov-22	$0.135	1,000,000
G	2-Dec-19	27-Nov-22	$0.135	1,000,000
I	18-Mar-20	31-Dec-22	$0.15	1,250,000
J	9-Oct-20	9-Oct-22	$0.213	2,000,000
K	25-Sep-20	31-Dec-22	$0.34	6,000,000
L	19-Nov-21	19-Nov-23	$0.119	3,000,000
Total unlisted options on issue at the date of this report				**15,250,000**

Securities granted during the year

Options over ordinary shares granted during the year as share based payments are as follows:

Tranche	Class of securities	Grant date	Number of securities	Exercise price	Expiry date	Vesting date
L	Director Options	19-Nov-21	3,000,000	$0.119	19-Nov-23	Immediate

No performance rights were granted during the year as share based payments.

Refer to Note 23 for details of share based payment expenditure.

Insurance of Officers

During the year, the Company paid a premium to insure the directors and officers of the Group. The contract of insurance prohibits disclosure of the nature of the liability insured and the amount of the premium.

Proceedings on behalf of the group

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of any company in the Group, or to intervene in any proceedings to which any company in the Group is a party.

No proceedings have been brought or intervened in on behalf of the Group with leave of the Court under section 237 of the *Corporations Act 2001*.

Non-audit services

The Group may decide to employ its auditor on assignments additional to their statutory audit duties where the auditor's expertise and experience with the Group is important.

During the year there were no fees paid or payable for non-audit services provided by an auditor of the Group (2021: nil).

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on the page following this Directors' Report.

Remuneration Report - Audited

The remuneration report outlines the remuneration arrangements which were in place during the year and remain in place as at the date of this report, for the Directors and key management personnel of Astral Resources NL (*formerly Anglo Australian Resources NL*).

The information provided in this remuneration has been audited as required by section 308(3C) of the *Corporations Act 2001*.

The remuneration report is set out under the following main headings:

(a) Key management personnel (KMP) covered in this report
(b) Remuneration policy and link to performance
(c) Elements of remuneration
(d) Link between remuneration and performance
(e) Contractual arrangements for executive KMP
(f) Non-executive director arrangements
(g) KMP remuneration
(h) Other statutory information

(a) Key management personnel (KMP) covered in this report

Figure 13: Directors (executive and non-executive)

Name	Position
Mr Leigh Warnick	Chairman
Mr Marc Ducler	Managing Director
Mr Justin Osborne	Non-Executive Director (from 18 November 2021)
Mr David Varcoe	Non-Executive Director
Mr Peter Stern	Non-Executive Director
Mr John Jones	Non-Executive Director (until 16 November 2021)

Figure 14: Other key management personnel

Name	Position
Jed Whitford	General Manager Projects & Business Development
Brendon Morton	Chief Financial Officer & Company Secretary
Julie Reid	Geology Manager

(b) Remuneration policy and link to performance

The objective of the Company's remuneration structure is to reward and incentivise key management personnel and employees to ensure alignment with the interests of shareholders. The remuneration structure also seeks to reward key management personnel and employees for their contribution to the Company in a manner that is appropriate for a company at this stage of its development.

A Remuneration Committee was established during the year, comprising independent non-executive directors Justin Osborne and Peter Stern and the Company's independent human resources consultant. The Remuneration Committee reviews and determines remuneration policy and structure annually to ensure it remains aligned to the Company's needs and meets the Company's remuneration principles. The Board and the Remuneration Committee, from time to time, may engage external remuneration consultants to assist with his review.

(c) Elements of remuneration

Fixed annual remuneration

Key management personnel receive their base pay and statutory benefits structured as a total fixed remuneration (TFR) package. Base pay for key management is reviewed annually to ensure the remuneration is competitive with the market and remains appropriate for the Company and its operations.

There are no guaranteed base pay increases included in any employment contracts.

Remuneration Report - Audited

Short term incentives

Any payment of short-term incentives is at the Board's absolute discretion. Due to the nature of the Company's operations and the stage of development, the Company has not paid any short-term incentives, nor has any formal short-term incentive scheme been adopted.

Long term incentives

Options

On 19 November 2021, 3,000,000 unquoted options were issued to a nominee of Mr Osborne, in connection with his appointment as a non-executive director. The options are exercisable at $0.119 and expire on 19 November 2023. The options were issued under the Company's Employee Incentive Plan.

Options are issued at the Board's discretion. Other than the options disclosed in section (g) of this Remuneration Report, there were no other options issued to employees during the year. The options issued are recognised as an expense over the vesting period.

Performance Rights

No performance rights were issued during the year.

During the previous financial year, the Board determined that the performance conditions attaching to 1,830,780 2020A Performance Rights and 5,340,075 2020B Performance Rights (together, the Performance Rights) had been met. The Performance Rights were converted to 7,170,855 fully paid ordinary shares on 7 July 2021.

(d) Link between remuneration and performance

Remuneration of executives consists of an un-risked element (base pay) and long-term incentives (performance rights) which vest upon the satisfaction of performance criteria, based on key strategic, non-financial measures linked to drivers of performance in future reporting periods. The Company did not pay any short-term incentives (e.g. cash bonuses) during the year (2021: nil).

The Group's summary key performance information, including earnings and movement in shareholder wealth for the five (5) years to 30 June 2022 is included at Figure 15 below:

Figure 15: Key performance indicators

	30 June 2022	30 June 2021	30 June 2020	30 June 2019	30 June 2018
Revenue	173,712	82,159	66,178	6,309	5,491
Net profit/(loss) before tax	(2,353,412)	(3,437,159)	(2,710,042)	(656,006)	(920,462)
Net profit/(loss) after tax	(2,353,412)	(3,437,159)	(2,710,042)	(656,006)	(920,462)
Share price at start of year	0.085	0.140	0.064	0.092	0.040
Share price at end of year	0.070	0.085	0.140	0.064	0.092
Basic earnings/(loss) per share ($)	(0.39)	(0.66)	(0.67)	(0.20)	(0.32)
Diluted earnings/(loss) per share ($)	(0.39)	(0.66)	(0.67)	(0.20)	(0.32)

(e) Contractual arrangements for executive KMP

The executive remuneration framework is summarised in the table below:

Component	**Managing Director**	**Other Key Management Personnel**
Fixed remuneration	$273,568	Range between $239,250 and $287,304
Short term incentive (STI)	Company may invite the employee to participate at its sole discretion	
Long term incentive (LTI)	Company may invite the employee to participate at its sole discretion	
Contract duration	Ongoing contract	Ongoing contract
Notice by the individual/company	6 months	3 months

Remuneration Report - Audited

(f) Non-executive director arrangements

Fees and payments to non-executive directors reflect the demands which are made on, and the responsibilities of, the directors. Non-executive directors' fees and payments are reviewed annually by the board taking into account comparable roles and market data. The Chair's fees are determined independently to the fees of non-executive directors based on comparative roles in the external market.

Non-executive directors do not receive performance-based pay.

Non-executive directors' fees are determined within an aggregate directors' fee pool limit, which is periodically recommended for approval by shareholders. The maximum currently stands at $300,000 per annum and was approved by shareholders at the Annual General Meeting held 27 November 2017.

Additional fees

A director may also be paid fees or other amounts as the directors determine if a director performs special duties or otherwise performs services outside the scope of the ordinary duties of a director.

A director may also be reimbursed for out-of-pocket expenses incurred as a result of their directorship or any special duties.

Post-employment benefits

Superannuation contributions required under the Australian Superannuation Guarantee Legislation continue to be made and are deducted from the directors' overall fee entitlements, where applicable.

Throughout the period the following fees applied: non-executive chair $70,000 per annum; non-executive directors $50,000 per annum.

Remuneration Report - Audited

(g) KMP Remuneration

Details of the remuneration expense recognised for the Group's key management personnel during the current and previous financial year in accordance with the requirements of the accounting standards is included below.

Name		Fixed remuneration				Variable remuneration				Performance based percentage	
		Salary[1] $	Post-employment benefits $	Other $	Total fixed $	Performance Rights $	Options $	Total linked to performance $	Total remuneration $	Fixed remuneration %	Remuneration linked to performance %
Executive Directors											
M. Ducler	2022	254,577	23,568	-	278,145	127,568	-	127,568	405,713	69%	31%
	2021	248,979	21,694	-	270,673	350,082	-	350,082	620,755	44%	56%
Other KMP											
J. Whitford	2022	263,736	23,568	-	287,304	104,871	-	104,871	384,123	73%	27%
	2021	239,079	21,455	-	260,534	297,787	-	297,787	558,321	47%	53%
B. Morton	2022	230,069	22,932	-	253,001	96,423	-	96,423	353,736	73%	27%
	2021	208,662	19,291	-	227,953	273,799	-	273,799	501,752	45%	55%
J. Reid	2022	217,500	21,750	-	239,250	75,507	-	75,507	317,726	76%	24%
	2021	212,625	20,199	-	232,824	214,406	-	214,406	447,231	52%	48%
Non-Executive Directors											
L. Warnick	2022	70,000	-	-	70,000	-	-	-	70,000	100%	0%
	2021	70,000	-	-	70,000	-	-	-	70,000	100%	0%
P. Stern	2022	50,000	-	-	50,000	-	-	-	50,000	100%	0%
	2021	50,000	-	-	50,000	-	-	-	50,000	100%	0%
D. Varcoe	2022	50,000	-	-	50,000	-	7,624	7,624	57,624	87%	13%
	2021	50,000	-	-	50,000	-	33,056	33,056	83,056	60%	40%
J. Jones (to 16-Nov-21)	2022	19,026	1,903	-	20,929	-	-	-	20,929	100%	0%
	2021	45,662	4,338	-	50,000	-	-	-	50,000	100%	0%
J. Osborne (from 18-Nov-21)	2022	28,182	2,819	-	31,000	-	75,164	75,164	106,164	29%	71%
	2021	-	-	-	-	-	-	-	-	-	-
Total	**2022**	**1,182,318**	**96,539**	**-**	**1,278,857**	**404,369**	**82,788**	**487,157**	**1,766,014**	**72%**	**28%**
	2021	1,125,007	86,977	-	1,211,984	1,136,074	33,056	1,169,130	2,381,114	51%	49%

[1] – *Includes movement in KMP leave entitlement balances (where applicable).*

Remuneration Report - Audited

(h) Other statutory information

(i) *Terms and conditions of the share-based payment arrangements*

Performance Rights

The terms and conditions of each grant of performance rights to KMP affecting remuneration in the current or future reporting period are as follows:

Tranche	Class of Securities	Grant Date	Number of Securities	Exercise Price	Expiry Date	Disposal Restriction
2020A	Director performance rights	16-Jun-20	1,830,780	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	23-Jun-24	Non-transferable
2020B	Employee / consultant performance rights	23-Jun-20	3,904,986	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	23-Jun-24	Non-transferable
2020C LTI	Director performance rights (2020C LTI)[1]	15-Jul-20	2,382,216	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	30-Jun-22	Non-transferable
2020D LTI	Employee / consultant performance rights (2020D LTI)[2]	6-Oct-20	3,939,574	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	30-Jun-22	Non-transferable

[1] – 2,382,216 2020C LTI Performance Rights automatically lapsed on 30 June 2022 due to the performance conditions (as outlined below) not having been met.

[2] – 3,939,574 2020D LTI Performance Rights automatically lapsed on 30 June 2022 due to the performance conditions (as outlined below) not having been met.

The performance/vesting conditions of the respective tranches of Performance Rights are outlined below.

2020A/2020B Performance Rights

The 2020A and 2020B performance rights shall vest on the later date to occur of:

a) The date when the milestone shown in the table below is met; and

Performance / Vesting Condition and Performance Period	Extent to which Performance Rights vest
Automatically vest upon the Company announcing a JORC compliant Mineral Resource of at least 1,000,000 ounces.[1]	100%

[1] – No share based payment expense has been recognised for performance rights associated with this milestone.

b) the date when the holder gives a notice to the Company confirming that the holder would like the Performance Rights to vest.

The performance rights issued are subject to non-market vesting conditions. The performance rights were valued based upon the share price at the deemed grant date.

Tranche	Grant Date	Number of Instruments	Valuation at grant date
2020A	16-Jun-20	1,830,780	$0.125
2020B	23-Jun-20	3,904,986	$0.15

2020C LTI Performance Rights

The 2020C LTI Performance Rights which do not meet the performance/vesting conditions by the end of the performance period will automatically lapse. The following performance and vesting conditions apply:

Remuneration Report - Audited

Performance/Vesting Condition and Performance Period	% Vesting
Continuous employment with the Company until 30 June 2022 and:	
Total Shareholder Return < 10% p.a.	0%
Total Shareholder Return = 10% p.a.	33%
10% < Total Shareholder Return ≤ 20% p.a.	33% to 100%
Total Shareholder Return ≥ 20% p.a.	100%

Where for the purposes of the above table:

- **Total Shareholder Return** is calculated in accordance with the following formula:

$$\text{Total Shareholder Return (\%)} = \left(\frac{\text{SP End}}{\text{SP Start}} \right) - 1$$

- **SP End** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 30 June 2022.
- **SP Start** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 1 January 2020.

The performance rights issued are subject to both market and non-market vesting conditions. The performance rights were valued using the Hoadley's Hybrid ESO Model (a Monte Carlo simulation model) with implied share price targets for the performance rights.

2020D LTI Performance Rights

The 2020D LTI Performance Rights which do not meet the performance/vesting conditions by the end of the performance period will automatically lapse. The following performance and vesting conditions apply:

Performance/Vesting Condition and Performance Period	% Vesting
Continuous employment with the Company until 30 June 2022 and:	
Total Shareholder Return < 10% p.a.	0%
Total Shareholder Return = 10% p.a.	33%
10% < Total Shareholder Return ≤ 20% p.a.	33% to 100%
Total Shareholder Return ≥ 20% p.a.	100%

Where for the purposes of the above table:

- **Total Shareholder Return** is calculated in accordance with the following formula:

$$\text{Total Shareholder Return (\%)} = \left(\frac{\text{SP End}}{\text{SP Start}} \right) - 1$$

- **SP End** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 30 June 2022.
- **SP Start** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 1 July 2020.

Remuneration Report - Audited

The performance rights issued are subject to both market and non-market vesting conditions. The performance rights were valued using the Hoadley's Hybrid ESO Model (a Monte Carlo simulation model) with implied share price targets for the performance rights.

Tranche	Grant date	Number of Instruments	Valuation at grant date
2020C LTI	15-Jul-20	2,382,216	$0.1049
2020D LTI	6-Oct-20	3,939,574	$0.1218

Options

On 19 November 2021, 3,000,000 unquoted options were issued to a nominee of Mr Osborne, in connection with his appointment as a non-executive director. The options are exercisable at $0.119 and expire on 19 November 2023. The options were issued under the Company's Employee Incentive Plan.

Other than as specified above, the Company did not make any other grant of unquoted options to KMP during the year.

The terms and conditions of each previous grant of options affecting remuneration in the current or a future reporting period are as follows:

Tranche	Class of Securities	Grant Date	Number of Securities	Exercise Price	Expiry Date	Vesting Date
G	Director Options	02-Dec-19	1,000,000	$0.135	27-Nov-22	27-Nov-21
L	Director Options	17-Nov-21	3,000,000	$0.119	19-Nov-23	Immediate

In order for the Director Options to vest, the Director must remain a director as at the Vesting Date.

The Options were valued using a Black Scholes Model with the following inputs:

Tranche	Valuation Date	Expected Volatility	Risk-Free Interest Rate	Expiry	Underlying Share Price	Value per Options ($)	Total Value ($)
G	02-Dec-19	80%	0.70%	27-Nov-22	$0.088	0.0359	35,909
L	17-Nov-21	67%	0.16%	19-Nov-23	$0.09	0.025	75,164

Subject to the Board's discretion, options shall be cancelled for nil consideration where the recipient ceases to hold employment or office with the Company.

(ii) *Reconciliation of options, deferred shares and ordinary shares held by KMP*

The numbers of options over ordinary shares in the Group held during the period by each Director of Astral Resources NL and other key management personnel of the Group, including their personally related parties, are set out below.

Remuneration Report - Audited

Figure 16: Option holdings

Name	Balance at beginning of the year		Granted as compens-ation	Vested		Exercised		Net Change Other	Balance at the end of the year	
	Vested and exercis-able	Unvested		Number	%	Number	Exercise price[1]		Vested and exercis-able	Unvested
D. Varcoe	2,000,000	1,000,000	-	1,000,000	33%	-	-	-	3,000,000	-
J. Osborne	-	-	3,000,000	-	-	-	-	-	3,000,000	-
Total	**2,000,000**	**1,000,000**	**3,000,000**	**1,000,000**	**33%**	**-**	**-**	**-**	**6,000,000**	**-**

[1] – *Weighted average exercise price of options, given multiple tranches of options were exercised.*

The numbers of shares in the Group held during the period by each Director of Astral Resources NL and other key management personnel of the Group, including their personally related parties are set out below. There were no shares granted during the reporting period as compensation.

Figure 17: Shareholdings

Name	Balance at the start of the year	Capital Raising shares subscribed for	Performance Rights Vested	Shares issued upon exercise of options	Other changes[1]	Balance at the end of the year
Directors						
Mr Leigh Warnick	-	-	-	-	-	-
Mr Marc Ducler	3,062,900	-	1,830,780	-	-	4,893,680
Mr Justin Osborne[2]	-	-	-	-	750,000	750,000
Mr Peter Stern	22,206,252	-	-	-	-	22,206,252
Mr David Varcoe	200,000	-	-	-	100,000	300,000
Mr John Jones[3]	68,632,177	-	-	-	(68,632,177)	-
Other key management personnel						
Mr Jed Whitford	222,331	-	1,479,472	-	(1,218,774)	483,029
Mr Brendon Morton	498,896	-	1,360,295	-	-	1,859,191
Ms Julie Reid	167,647	-	1,065,220	-	-	1,232,867
Total	**94,990,203**	**-**	**5,735,767**	**-**	**(69,000,951)**	**31,725,019**

[1] – *Includes on-market acquisitions and disposals and final directors interest[3].*

[2] – *Appointed 18 November 2021.*

[3] – *Retired 16 November 2021.*

There were no shares subject to escrow as at 30 June 2022.

The number of performance rights over ordinary shares in the Group held during the period by each Director of Astral Resources NL and other key management personnel of the Group, including their personally related parties, are set out below.

Remuneration Report - Audited

Figure 18: Performance Rights

Name	Balance at the start of the year		Granted as compensation	Exercised	Expired	Balance at the end of the year	
	Vested and exercisable	Un-vested				Vested and exercisable	Un-vested
Directors							
Mr Marc Ducler	1,830,780	4,212,996	-	(1,830,780)	(2,382,216)	-	1,830,780
Other key management personnel							
Mr Jed Whitford	1,479,494	2,972,070	-	(1,479,472)	(1,492,576)	-	1,479,472
Mr Brendon Morton	1,360,295	2,732,637	-	(1,360,295)	(1,372,343)	-	1,360,294
Ms Julie Reid	1,065,220	2,139,875	-	(1,065,220)	(1,074,655)	-	1,065,220
Total	**5,735,789**	**12,057,578**	**-**	**(5,735,767)**	**(6,321,790)**	**-**	**5,735,766**

(iii) *Key Management Personnel Loans*

There were no loans to or from key management personnel outstanding at 30 June 2022 (2021: nil).

(iv) *Other transactions and balances with key management personnel*

Metropolis Pty Ltd, a company of which Peter Stern is a director, received $50,000 excluding GST (2021: $50,000) during the year for non-executive directors fees, of which $12,500 related to fees owing at 30 June 2021. An amount of $12,500 was invoiced but unpaid at 30 June 2022 (2021: $12,500).

There were no other transactions and outstanding balances with key management personnel for the year ended 30 June 2022 that are not already included in the Remuneration Report contained in the Directors' Report.

(v) *Remuneration consultants*

The Board may, from time to time, engage independent remuneration consultants to assist with the review of the Company's remuneration policy and structure to ensure it remains aligned to the Company's needs and meets the Company's remuneration principles. The Company did engage an independent human resources consultant during the year to assist with remuneration matters.

(vi) *Voting of shareholders at the Company's 2021 Annual General Meeting*

The Company received more than 98% of "yes" votes on its remuneration report for the 2021 financial year. The Company did not receive any specific feedback at the Annual General Meeting or throughout the year on its remuneration practices.

This is the end of the Remuneration Report.

This report of Directors, incorporating the Remuneration Report, is signed in accordance with a resolution of Directors.



Marc Ducler
Managing Director

Perth, Western Australia
30 September 2022

Auditor's Independence Declaration

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DECLARATION OF INDEPENDENCE BY DEAN JUST TO THE DIRECTORS OF ASTRAL RESOURCES NL

As lead auditor of Astral Resources NL 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 Astral Resources NL and the entities it controlled during the period.

Dean Just

Director

BDO Audit (WA) Pty Ltd

Perth

30 September 2022

BDO Audit (WA) Pty Ltd ABN 79 112 284 787 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit (WA) Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation.

Independent Auditor's Report

BDO

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INDEPENDENT AUDITOR'S REPORT

To the members of Astral Resources NL

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Astral Resources NL (the Company) and its subsidiaries (the Group), which comprises the consolidated balance sheet 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 1(e) 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 group's ability to continue as a going concern and therefore the group 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.

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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 Exploration and Evaluation Assets

Key audit matter	*How the matter was addressed in our audit*
At 30 June 2022 the Group held a significant carrying value of Exploration and Evaluation Assets as disclosed in Note 12. As the carrying value of the Exploration and Evaluation Asset represents a significant asset of the Group, 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. In accordance with AASB 6 *Exploration for and Evaluation of Mineral Resources* (AASB 6), the recoverability of exploration and evaluation expenditure requires significant judgment by management in determining whether there are any facts or circumstances that exist to suggest that the carrying amount of this asset may exceed its recoverable amount. As a result, this is considered a key audit matter.	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 respective areas of interest by holding discussions with management, and reviewed 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, evaluation expenditure capitalised during the year for compliance with recognition and measurement criteria of AASB 6. • Considering whether any facts or circumstances existed to suggest impairment testing was required. • Assessing the adequacy of the related disclosures in Note 1(n) and 12.

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 33 to 41 of the directors' report for the year ended 30 June 2022.

In our opinion, the Remuneration Report of Astral Resources NL, 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

BDO

Dean Just

Director

Perth

30 September 2022

Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2022

	Note	2022 $	2021 $
Revenue from continuing operations			
Other income	4	173,712	82,159
Consultants and advisors	5	(41,928)	(108,966)
Corporate costs	5	(323,450)	(451,444)
Depreciation and amortisation expense		(90,409)	(77,580)
Employee benefit expense	5	(900,065)	(753,162)
General and administrative expenses		(198,549)	(149,589)
Impairment expense	12	(168,271)	(464,190)
Interest expense		(6,501)	(3,290)
Investor relations		(148,377)	(117,721)
Loss on financial liabilities settled via equity		-	(28,571)
Share based payment expense	23	(649,574)	(1,597,213)
Loss before income tax		**(2,353,412)**	(3,669,567)
Income tax expense	6	-	-
Net loss for the year		**(2,353,412)**	**(3,669,567)**
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss			
Gain/(loss) on revaluation of equity instruments at fair value through other comprehensive income, net of tax		(35,000)	-
Other comprehensive loss for the year, net of tax		**(35,000)**	-
Total comprehensive loss for the year		**(2,388,412)**	(3,669,567)
Total comprehensive loss attributable to equity holders of the Company		**(2,388,412)**	**(3,669,567)**
Loss per share attributable to ordinary equity holders			
Basic loss per share (dollars per share)	0	(0.39)	(0.66)
Diluted loss per share (dollars per share)	0	(0.39)	(0.66)

The above consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

Consolidated Balance Sheet

As at 30 June 2022

	Note	2022 $	2021 $
ASSETS			
Current assets			
Cash and cash equivalents	9	3,177,142	9,807,468
Trade and other receivables	10	149,306	75,683
Total current assets		3,326,448	9,883,151
Non-current assets			
Property, plant and equipment	11	75,994	83,015
Exploration and evaluation expenditure	12	19,212,143	13,227,016
Right of use assets	13	113,781	58,321
Investments at fair value through Other Comprehensive Income	14	90,000	-
Total non-current assets		19,491,917	13,368,353
TOTAL ASSETS		22,818,366	23,251,503
LIABILITIES			
Current liabilities			
Trade and other payables	15	1,623,794	369,532
Employee benefits	16	171,788	161,343
Lease liabilities	17	77,111	45,173
Total current liabilities		1,872,694	576,048
Non-current liabilities			
Lease liabilities	17	39,956	18,788
Provisions	18	86,907	99,020
Total non-current liabilities		126,863	117,808
TOTAL LIABILITIES		1,999,557	693,856
NET ASSETS		**20,818,809**	**22,557,647**
EQUITY			
Issued capital	19	57,438,927	56,409,068
Reserves	20	2,579,090	2,994,375
Accumulated losses		(39,199,208)	(36,845,796)
TOTAL EQUITY		**20,818,809**	**22,557,647**

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

Consolidated Statement of Cash Flows

For the year ended 30 June 2022

	Note	2022 $	2021 $
Cash flows from operating activities			
Other income		-	129,552
Payments to suppliers and employees		(938,036)	(1,399,743)
Net cash flows used in operating activities	21	**(938,036)**	(1,270,191)
Cash flows from investing activities			
Exploration and evaluation expenditure		(5,620,691)	(5,538,539)
Proceeds from disposal of Leonora Project		30,000	-
Proceeds from joint venture partner		-	900,000
Settlement of third-party royalty		-	(541,360)
Payments for property, plant and equipment		(34,697)	(31,871)
Interest received		18,712	44,659
Net cash flows used in investing activities		**(5,606,676)**	(5,167,111)
Cash flows from financing activities			
Proceeds from issue of shares and options		-	13,518,492
Repayment of principal portion of lease liabilities		(85,613)	(68,948)
Capital raising costs		-	(606,677)
Net cash flows from financing activities		**(85,613)**	12,842,867
Cash and cash equivalents at beginning of the year		9,807,468	6,405,565
Net increase/(decrease) in cash and cash equivalents		(6,630,325)	3,401,903
Cash and cash equivalents at end of the year	9	**3,177,142**	9,807,468

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

Consolidated Statement of Changes in Equity

For the year ended 30 June 2022

	Issued capital $	Reserves $	Accumulated losses $	Total $
Balance at 1 July 2020	43,575,908	1,089,936	(33,176,230)	11,489,614
Loss for the year	-	-	(3,669,567)	(3,669,567)
Total comprehensive loss for the year	-	-	(3,669,567)	(3,669,567)
Transactions with owners, directly recorded in equity:				
Issue of ordinary shares *(net of costs)*	12,833,160	-	-	12,833,160
Issue/vesting of performance rights	-	1,446,999	-	1,446,999
Issue/vesting of options	-	457,440	-	457,440
Balance at 30 June 2021	56,409,068	2,994,375	(36,845,796)	22,557,647

	Issued capital $	Reserves $	Accumulated losses $	Total $
Balance at 1 July 2021	**56,409,068**	**2,994,375**	**(36,845,796)**	**22,557,647**
Loss for the year	-	-	(2,353,412)	(2,353,412)
Other comprehensive loss for the year, net of tax	-	(35,000)	-	(35,000)
Total comprehensive loss for the year	-	(35,000)	(2,353,412)	(2,388,412)
Transactions with owners, directly recorded in equity:				
Issue of ordinary shares *(net of costs)*	-	-	-	-
Issue of shares upon conversion of performance rights	1,029,859	(1,029,859)	-	-
Issue/vesting of performance rights	-	566,786	-	566,786
Issue/vesting of options	-	82,788	-	82,788
Balance at 30 June 2022	**57,438,927**	**2,579,090**	**(39,199,208)**	**20,818,809**

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

Notes to the Consolidated Financial Statements

1. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to the period presented, unless otherwise stated. These financial statements are for the consolidated Group consisting of Astral Resources NL and its subsidiaries, together referred to as Astral or the Group.

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 Group:

(a) Conceptual Framework for Financial Reporting (Conceptual Framework)

The Group has adopted the revised Conceptual Framework from 1 July 2020. 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.

(b) New or amended Accounting Standards and Interpretations adopted

The Group 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.

(c) Basis of preparation

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

Astral Resources NL is a listed public company, incorporated and domiciled in Australia. Astral Resources NL is a for-profit entity for the purpose of preparing the financial statements.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards as issued by the IASB. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

An individual entity is no longer presented as the consequence of a change to the *Corporations Act 2001*. Financial information for Astral Resources NL as an individual entity is included in Note 30.

(d) Principles of consolidation

Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Astral Resources NL (**"the Company"** or **"the Parent Entity"**) as at 30 June 2022 and the results of all subsidiaries for the period then ended. Astral Resources NL and its subsidiaries together are referred to in this financial report as "**the Group**" or "**the Consolidated Entity**".

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The acquisition method of accounting is used to account for the acquisition of subsidiaries by the Group.

Intercompany transactions, intercompany balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction proves evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the Consolidated Statement of Profit or Loss and Other Comprehensive Income, Consolidated Statement of Changes in Equity, and Consolidated Balance Sheet respectively.

(e) Going concern

As at 30 June 2022, the Group had cash and cash equivalents of $3,177,142 and had net working capital of $1,453,755. The Group incurred a loss for the year ended 30 June 2022 of $2,353,412 (30 June 2021: loss of $3,669,567) and net cash outflows used in operating activities and investing activities totalling $6,544,712 (30 June 2021: cash outflows of $6,437,302).

The ability of the Group to continue as a going concern is principally dependent upon the ability of the Group to secure funds by raising capital from equity markets and managing cash flows in line with available funds.

These factors indicate a material uncertainty which may cast significant doubt as to whether the Group will continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at amounts stated in the financial report.

The financial statements have been prepared on the basis that the Group 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:

- As disclosed in Note 29 the Group announced on 26 September 2022 that it was undertaking a renounceable entitlement offer to raise up to $3.9million (before costs);
- The Group has the ability to issue additional equity securities under the *Corporations Act 2001* to raise further working capital; and
- The Group has the ability to curtail administrative, discretionary exploration and overhead cash outflows as and when required.

The ability of the Group to continue as a going concern and to fund its operational activities is dependent on the above.

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

(f) Operating segments

Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Makers ('CODM'). The CODM are responsible for the allocation of resources to operating segments and assessing their performance.

(g) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

All revenue is stated net of the amount of goods and services tax (**GST**).

(h) Government grants

Government grants relating to costs are deferred and recognised in profit or loss over the period necessary to match them with the costs that they are intended to compensate.

(i) Income tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to be applied when the assets are recovered or liabilities are settled, based on those tax rates that are enacted or substantively enacted, except for:

- When the deferred income tax asset or liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and that, at the time of the transaction, affects neither the accounting nor taxable profits; or
- When the taxable temporary difference is associated with interests in subsidiaries, associates or joint ventures, and the timing of the reversal can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

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

The carrying amounts of recognised and unrecognised deferred tax assets are reviewed at each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority on either the same taxable entity or different taxable entities which intend to settle simultaneously.

Astral Resources NL (the 'head entity') and its wholly-owned Australian subsidiaries have formed an income tax consolidated group under the tax consolidation regime. The head entity and each subsidiary in the tax consolidated group continue to account for their own current and deferred tax amounts. The tax consolidated group has applied the 'separate taxpayer within group' approach in determining the appropriate amount of taxes to allocate to members of the tax consolidated group.

In addition to its own current and deferred tax amounts, the head entity also recognises the current tax liabilities (or assets) and the deferred tax assets arising from unused tax losses and unused tax credits assumed from each subsidiary in the tax consolidated group.

Assets or liabilities arising under tax funding agreements with the tax consolidated entities are recognised as amounts receivable from or payable to other entities in the tax consolidated group. The tax funding arrangement ensures that the intercompany charge equals the current tax liability or benefit of each tax consolidated group member, resulting in neither a contribution by the head entity to the subsidiaries nor a distribution by the subsidiaries to the head entity.

(j) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Group's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

(k) Cash and cash equivalents

For cashflow statement presentation, cash and cash equivalents include cash on hand, deposits held at call with financial institutions, 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 change in rate and bank overdrafts.

(l) Trade and other receivables

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The Group has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

(m) Property, plant and equipment

All property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains or losses on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation on assets is calculated using the straight-line method to allocate their cost or re-valued amounts, net of their residual values, over their estimated useful lives or, in the case of leasehold improvements and certain leased plant and equipment, the shorter lease term as follows:

- Vehicles: 5 - 8 years

- Furniture, fittings and equipment: 3 - 8 years
- Field equipment: 3 - 8 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss.

(n) Exploration and evaluation assets

Exploration and evaluation expenditure in relation to separate areas of interest for which rights of tenure are current is carried forward as an asset in the statement of financial position where it is expected that the expenditure will be recovered through the successful development and exploitation of an area of interest, or by its sale; or exploration activities are continuing in an area and activities have not reached a stage which permits a reasonable estimate of the existence or otherwise of economically recoverable reserves. Where a project or an area of interest has been abandoned, the expenditure incurred thereon is written off in the year in which the decision is made.

(o) Farm-out arrangements

The Group does not record any expenditure made by the farmee on its account. It also does not recognise any gain or loss on its exploration and evaluation farm-out arrangements but redesignates any costs previously capitalised in relation to the whole interest as relating to the partial interest retained. Any cash consideration received directly from the farmee is credited against costs previously capitalised in relation to the whole interest with any excess accounted for by the farmor as a gain on disposal.

(p) Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the Group expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The Group has elected not to recognise a right-of-use asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

(q) Impairment of assets

Non-financial 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.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

(r) Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

(s) Contributed equity

Ordinary shares are classified as equity. Mandatorily redeemable preference shares are classified as liabilities. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Where any Group company purchases the Company's equity instruments, for example as the result of a share buy-back or a share-based payment plan, the consideration paid, including any directly attributable incremental costs (net of income taxes) is deducted from equity attributable to the owners of Astral Resources NL as treasury shares until the shares are cancelled or reissued. Where such ordinary shares are subsequently reissued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the owners of Astral Resources NL.

(t) Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur,

and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

(u) Finance costs

Finance costs attributable to qualifying assets are capitalised as part of the asset. All other finance costs are expensed in the period in which they are incurred.

(v) Provisions

Provisions are recognised when the Group has a present (legal or constructive) obligation as a result of a past event, it is probable the Group will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. If the time value of money is material, provisions are discounted using a current pre-tax rate specific to the liability. The increase in the provision resulting from the passage of time is recognised as a finance cost.

(w) Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liabilities for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Share-based payments

Equity-settled share-based compensation benefits are provided to eligible employees. Equity-settled transactions are awards of performance rights or options over shares that are provided to employees in exchange for the rendering of services. The cost of equity-settled transactions are measured at fair value on grant date.

(i) *Options*

The fair values of options are independently determined using either the Binomial or Black-Scholes option pricing models. The calculation of fair value for options takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the Group receives the services that entitle the employees to receive payment. No account is taken of any other vesting conditions.

(ii) *Performance rights*

The fair value of performance rights with market-based performance and vesting criteria are independently determined using the Hoadleys Hybrid ESO Model (a Monte Carlo simulation model). The calculation of fair value for rights takes into account the term of the right, the share price at grant date, the expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the right, together with non-vesting conditions that do not determine whether the Group receives the services that entitle the employees to receive payment. An exercise multiple is applied based on a Hull-White Model which is considered the de facto standard for IFRS 2 and FASB 123R compliant employee share option valuations. No account is taken of any other vesting conditions.

The fair value of performance rights granted to employees for nil consideration under the Employee Incentive Plan is recognised as an expense over the relevant service period, being the vesting period of the performance rights. The fair value is measured at the grant date of the performance rights and is recognised in equity in the share-based payment reserve.

The cost of equity-settled transactions is recognised as an expense with a corresponding increase in equity over the vesting period. The cumulative charge to profit or loss is calculated based on the grant date fair value of the award, the best estimate of the number of awards that are likely to vest and the expired portion of the vesting period. The amount recognised in profit

or loss for the period is the cumulative amount calculated at each reporting date less amounts already recognised in previous periods.

Market conditions are taken into consideration in determining fair value. Therefore, any awards subject to market conditions are considered to vest irrespective of whether or not that market condition has been met, provided all other conditions are satisfied.

If equity-settled awards are modified, as a minimum an expense is recognised as if the modification had not been made. An additional expense is recognised, over the remaining vesting period, for any modification that increases the total fair value of the share-based compensation benefit as at the date of modification.

If the non-vesting condition is within the control of the Group or employee, the failure to satisfy the condition is treated as a cancellation. If the condition is not within the control of the Group or employee and is not satisfied during the vesting period, any remaining expense for the award is recognised over the remaining vesting period, unless the award is forfeited.

If an equity-settled award is cancelled, it is treated as if it has vested on the date of cancellation, and any remaining expense is recognised immediately. If a new replacement award is substituted for the cancelled award, the new award is treated as a modification of the cancelled award.

(x) Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either in the principal market, or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Assets and liabilities measured at fair value are classified into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

For recurring and non-recurring fair value measurements, external valuers may be used when internal expertise is either not available or when the valuation is deemed to be significant. External valuers are selected based on market knowledge and reputation. Where there is a significant change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

(y) Issued capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

(z) Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the owners of Astral Resources NL, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

(aa) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the Consolidated Statement of Cash Flows on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

(bb) Parent entity information

The financial information for the parent entity, Astral Resources NL, disclosed in Note 30 has been prepared on the same basis as the consolidated financial statements.

(cc) Standards and Interpretations in use not yet adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Group for the annual reporting period ended 30 June 2022. The Group has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

2. Critical accounting estimates and judgments

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the Company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the company operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the Company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Share-based payment transactions

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Hoadleys Hybrid ESO Model (a Monte-Carlo simulation model) or Black-Scholes model (as the case may be), taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity. Where performance rights are subject to vesting conditions, Management has formed judgments around the likelihood of vesting conditions being met. Expenses recognised during the year have been calculated accordingly. Refer to Note 23 for further information.

Exploration and evaluation costs

Exploration and evaluation expenditures are those expenditures incurred in connection with the exploration for and evaluation of mineral resources before the technical feasibility and commercial viability of extracting a mineral resource are demonstrable. Expenditure incurred on activities that precede exploration and evaluation of mineral resources, including all expenditure incurred prior to securing legal rights to explore an area, is expensed as incurred.

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. An 'area of interest' is an individual geological area which is considered to constitute a favourable environment for the presence of a mineral deposit or has been proved to contain such a deposit. These costs are carried forward only if they relate to an area of interest for which rights of tenure are current and in respect of which:

- Such costs are expected to be recouped through successful development and exploitation or from sale of the area; and
- Exploration and evaluation activities in the area have not, at balance date, reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable resources, and active and significant operations in, or relating to, this area are continuing.

A regular review is undertaken in each area of interest to determine the appropriateness of continuing to carry forward costs in relation to each area of interest. If costs do not meet the criteria noted above, they are written off in full against the profit or loss statement.

Impairment of exploration and evaluation assets

Exploration and evaluation assets are assessed for impairment if sufficient data exists to determine technical feasibility and commercial viability or facts and circumstances suggest that the carrying amount exceeds the recoverable amount.

Exploration and evaluation assets are tested for impairment when any of the following facts and circumstances exists:

- The term of the exploration licence in the specific area of interest has expired during the reporting period or will expire in the near future, and is not expected to be renewed;
- Substantive expenditure on further exploration and evaluation of mineral resources in the specific area of interest is not budgeted or planned;
- Exploration for and evaluation of mineral resources in the specific area have not led to the discovery of commercially viable quantities of mineral resource and the decision has been made to discontinue such activities in the specific area; or
- Sufficient data exists to indicate that, although development in the specific area of interest is likely to proceed, the carrying amount of the exploration and evaluation asset is unlikely to be recovered in full from successful development or by sale.

When a potential impairment is indicated, an assessment is performed for each cash generating unit which is no larger than the area of interest.

Recovery of deferred tax assets

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

Employee benefits provision

As discussed in Note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Rehabilitation provision

A provision has been made for the present value of anticipated costs for future rehabilitation of land explored or mined. The Group's mining and exploration activities are subject to various laws and regulations governing the protection of the environment. The Group recognises management's best estimate for assets retirement obligations and site rehabilitations in the period in which they are incurred. Actual costs incurred in the future periods could differ materially from the estimates. Additionally, future changes to environmental laws and regulations, life of mine estimates and discount rates could affect the carrying amount of this provision.

3. Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors. The Group has determined that it has one operating segment, being mineral exploration and development.

4. Other income

	2022 $	2021 $
Bank interest	18,712	44,659
Proceeds from disposal of exploration and evaluation asset	155,000	-
Government grant income[1]	-	37,500
	173,712	82,159

[1] - Government grant income relates to the ATO cash boost stimulus measure introduced during the COVID-19 pandemic.

5. Expenses

Profit/(Loss) before income tax for the year includes the following specific items:

	2022 $	2021 $
Employee benefit expense		
Employee expenses (including employment related expenses)	1,428,371	1,249,294
Superannuation	133,789	114,263
	1,562,160	1,363,557
Capitalised as exploration and evaluation expenditure	(662,096)	(610,395)
Total employee benefits expense	900,065	753,162

Consultants and advisors		
Accounting and secretarial	24,557	20,398
Legal	17,371	88,568
Total consultant and advisor costs	41,928	108,966
Corporate costs		
Compliance costs	54,119	75,637
Directors' fees (inclusive of superannuation)	221,929	265,662
Due diligence costs	13,606	77,358
Share registry costs	33,796	32,787
Total corporate costs	323,450	451,444

6. Income tax

	2022 $	2021 $
a) Components of income tax expense		
Current tax expense	-	-
Deferred tax expense	-	-
	-	-
b) Prima facie tax payable		
Loss before income tax	(2,353,412)	(3,669,567)
Prima facie income tax at 25% (2021: 26%)	(588,353)	(893,661)
Tax effect of amounts not deductible in calculating taxable income		
- Entertainment	602	380
- Other non-deductible expenses	4,343	422,704
- Share-based payments	162,394	(9,750)
- Tax losses not recognised	421,014	480,327
Income tax expense/(benefit) attributable to loss	-	-
c) Current tax liability		
Current tax relates to the following:		
Current tax liabilities / (assets)		
Opening balance	-	-
Income tax	-	-
Instalments paid	-	-
	-	-
d) Deferred Tax		
Deferred tax relates to the following:		
Deferred Tax Assets (DTA) balance comprises:		
Investments	8,750	-
Plant and equipment under lease	29,267	16,630
Accruals	120,446	24,919
Provisions – annual and long service leave	3,482	18,844
Provisions - other	29,832	27,404
Capital raising costs	116,723	179,688
Business related costs	81,690	135,695
Tax losses	11,902,208	9,376,155
Offset against Deferred Tax Liabilities / Non-recognition	(12,292,398)	(9,779,335)
	-	-
Deferred Tax Liabilities balance comprises:		
Prepayments	(2,318)	(3,317)
Exploration assets	(4,109,092)	(2,645,557)
Offset against Deferred Tax Assets	4,111,410	2,648,873
	-	-
Net Deferred Tax		-
e) Deferred income tax (revenue)/expense included in income tax expenses comprises:		
Decrease / (increase) in deferred tax assets	(1,998,853)	(1,972,540)
(Decrease) / increase in deferred tax liabilities	1,578,281	1,334,477

Under/(over) provision in prior periods/revaluation of DTA due to change in tax rate	(625,421)	875,377
Non-recognition of deferred tax assets	1,045,992	(237,314)
	-	-

f) Deferred income tax related to items charged or credited directly to equity

Decrease / (increase) in deferred tax assets	8,750	157,736
Non-recognition of deferred tax assets	(8,750)	(157,736)
	-	-

g) Deferred tax assets not brought to account

Temporary differences	(3,749,667)	(2,260,856)
Operating tax losses	11,902,208	9,376,155
	8,152,541	7,115,298

7. Earnings per share

Basic earnings per share amounts are calculated by dividing net profit/(loss) for the year attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the year.

The following reflects the income and share data used in the total operations basic and diluted earnings per share computations:

Basic and diluted profit/(loss) per share	**2022 Cents**	**2021 Cents**
Basic profit/(loss) per share (cents per share)	(39)	(66)
Diluted profit/(loss) per share (cents per share)	(39)	(66)

Profit/(Loss)	**2022 $**	2021 $
Profit/(loss) used in the calculation of basic and diluted earnings per share is as follows:		
Profit/(loss)	(2,353,412)	(3,669,567)
Loss from continuing operations	(2,353,412)	(3,669,567)

Weighted average number of ordinary shares	**2022 No.**	2021 No.
Weighted average number of ordinary shares outstanding during the period used in calculating basic EPS	595,943,485	555,744,472
Weighted average number of ordinary shares outstanding during the period used in calculating diluted EPS	595,943,485	555,744,472

8. Dividends paid or proposed

The Directors do not recommend the payment of a dividend and no amount has been paid or declared by way of a dividend to the date of this report.

9. Cash and cash equivalents

	2022 $	**2021 $**
Current		
Cash at bank and in hand	3,177,142	9,807,468

Cash at bank and in hand earns interest at both floating rates based on daily bank rates and fixed rate term deposits. The Company notes that $21,414 (included in the Cash at bank and in hand amount) is held as a guarantee with National Australia Bank subject to the following lease agreement:

- $21,414 held as a bank guarantee for the Company's sub-lease agreement at its premises at Suite 2, 6 Lyall Street, South Perth.

Refer to Note 22 on financial instruments for details on the Company's exposure to risk in respect of its cash balance.

10. Trade and other receivables

	2022 $	2021 $
Current		
Sundry debtors	560	-
Rental deposits	11,544	11,224
GST receivable	127,929	51,702
Prepayments	9,273	12,757
	149,306	75,683

The Group did not have any receivables that were past due as at 30 June 2022 (30 June 2021: Nil). The Group therefore did not consider a credit risk on the aggregate balances as at 30 June 2022. For more information, please refer to Note 22.

11. Property, plant and equipment

	2022 $	2021 $
Motor vehicles – at cost	52,596	52,596
Less: Accumulated depreciation	(13,916)	(8,390)
	38,680	44,206
Plant and equipment – at cost	48,159	41,534
Less: Accumulated depreciation	(10,845)	(2,725)
	37,314	38,809
Total	75,994	83,015

	Motor Vehicles $	Plant and equipment $	Total $
As at 1 July 2020	50,522	9,480	60,002
Additions	-	31,871	31,871
Depreciation	(6,316)	(2,543)	(8,859)
As at 30 June 2021	44,206	38,809	83,015
As at 1 July 2021	**44,206**	**38,809**	**83,015**
Additions	-	6,625	6,625
Depreciation	(5,526)	(8,120)	(13,646)
As at 30 June 2022	**38,680**	**37,314**	**75,994**

12. Exploration and evaluation expenditure

	2022 $	2021 $
Non-Current		
Exploration and evaluation - at cost	19,212,143	13,227,016

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	2022 $	2021 $
Movement		
Opening balance	13,227,016	8,281,952
Exploration expenditure capitalised during the year	5,723,680	5,558,713
Koongie Park J/V Contribution[2]	441,831	-
Consideration to extinguish third-party royalties	-	741,360
Impairment expense	(168,271)	(464,190)
Revaluation of rehabilitation provision	(12,113)	9,180
Proceeds from Koongie Park Project Joint Venture partner	-	(900,000)
Closing balance	19,212,143	13,227,016
Comprised of:		
Carnilya Hill Project	-	-
Feysville Project	3,465,083	3,460,145
Koongie Park Project	1,085,883	675,917
Leonora Project[1]	-	-
Mandilla Project	14,661,177	9,090,954
	19,212,143	13,227,016
Impairment		
Mandilla Project	(4,578)	-
Feysville Project	(129,944)	(192,691)
Koongie Park Project	(10,456)	(252,110)
Leonora Project	(9,766)	(13,753)
Carnilya Hill Project	(13,527)	(5,636)
	(168,271)	(464,190)

[1] - *On 10 January 2022, Astral executed an agreement with Ozz Resources Limited (ASX:OZZ) to dispose of its Leonora Base Metals Project, comprising two exploration licences (E37/1287 and E37/1355). Astral received upfront consideration of $30,000 in cash and 500,000 OZZ shares. A further 1 million OZZ shares will be issued to Astral in the event that OZZ announces a JORC compliant gold resource of greater than 50,000 ounces or when commercial mining commences.*

[2] - *AKN incurred expenditure of $1,767,324 at Koongie Park during the period 17 January 2022 to 30 June 2022. Based on Astral's participating interest of 25%, Astral has recognised a J/V contribution liability of $441,831 at 30 June 2022. On 2 September 2022, subsequent to the end of the reporting period, Astral confirmed (by way of a board resolution) that, in lieu of settling the J/V contribution liability in cash, Astral would elect to dilute its participating interest down to 20%, effective from 1 July 2022.*

During the year, the Company assessed the carrying amount versus the recoverable amount of the areas of interest above. On the basis that a number of tenements had been relinquished and/or there is no substantive expenditure budgeted or planned, the Company recorded an impairment charge of $168,271 (2021: $464,190).

The Group's exploration properties may be subject to claim(s) under native title, or contain sacred sites, or sites of significance to Aboriginal people. As a result, exploration properties or areas within the tenements may be subject to exploration restrictions, mining restrictions and/or claims for compensation. At this time, it is not possible to quantify whether such claims exist, or the quantum of such claims.

13. Non-current assets – right-of-use assets

The Group leases land and buildings for its offices and regional operating bases, with lease agreements between one to five years with, in some cases, options to extend.

	2022 $	2021 $
Land and buildings		
Opening balance	58,321	101,494
Additions to right-of-use assets	132,222	25,549
Depreciation charge for the year	(76,762)	(68,722)
Closing balance	113,781	58,321

14. Investments at fair value through Other Comprehensive Income

	2022 $	2021 $
Non-current		
Listed investments[1]	90,000	-
	90,000	-

[1] - *On 10 January 2022, Astral executed an agreement with Ozz Resources Limited (ASX:OZZ) to dispose of its Leonora Base Metals Project, comprising two exploration licences (E37/1287 and E37/1355). Astral received upfront consideration of $30,000 in cash and 500,000 OZZ shares. A further 1 million OZZ shares will be issued to Astral in the event that OZZ announces a JORC compliant gold resource of greater than 50,000 ounces or when commercial mining commences.*

15. Trade and other payables

	2022 $	2021 $
Current		
Trade payables	716,390	288,874
Accrued directors' fees	26,000	12,500
Other payables and accruals	435,033	68,158
J/V Contribution Liability – Koongie Park[1]	441,831	-
	1,623,794	369,532

[1] - *AKN incurred expenditure of $1,767,324 at Koongie Park during the period 17 January 2022 to 30 June 2022. Based on Astral's participating interest of 25%, Astral has recognised a J/V contribution liability of $441,831 at 30 June 2022. On 2 September 2022, subsequent to the end of the reporting period, Astral confirmed (by way of a board resolution) that, in lieu of settling the J/V contribution liability in cash, Astral would elect to dilute its participating interest down to 20%, effective from 1 July 2022.*

All amounts are expected to be settled within 12 months.

16. Employee benefits

	2022 $	2021 $
Current		
Provision for annual leave	119,326	105,400
PAYG Withholding	40,678	40,758
Superannuation payable	11,784	15,185
	171,788	161,343

17. Lease liabilities

	2022 $	2021 $
Current		
Lease liability	77,111	45,173
Non-current		
Lease liability	39,956	18,788
	117,067	63,961

18. Provision for rehabilitation

A provision has been made to cover the costs of rehabilitating the Company's areas of interest. It is not expected that this will be required in the next 12 months.

	2022 $	2021 $
Non-current		
Feysville	26,800	26,800
Koongie Park	3,567	33,240
Mandilla	56,540	38,980
	86,907	99,020

19. Issued capital

	2022 Shares	2021 Shares	2022 $	2021 $
Ordinary shares – fully paid	596,179,239	589,008,384	57,438,927	56,409,068

(i) Movements in ordinary share capital

Date	Details	No. of Shares	Issue Price	$
30-Jun-20	Balance	466,786,162	-	43,575,908
30-Jun-21	**Balance**	**589,008,384**	**-**	**56,409,068**
	Conversion of Performance Rights	7,170,855	-	1,029,859
	Share issue costs	-	-	-
30-Jun-22	**Closing Balance**	**596,179,239**		**57,438,927**

(ii) Terms and conditions of issued capital

Ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held.

Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

(iii) Capital risk management

The Group's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they can continue to provide returns to shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

Due to the nature of the Group's activities, being mineral exploration, the Group does not have ready access to credit facilities, with the primary source of funding being equity raisings. Therefore, the focus of the Group's capital risk management is the current working capital position against the requirements of the Group to meet exploration programs and corporate overheads. The Group's strategy is to ensure appropriate liquidity is maintained to meet anticipated operating requirements, with a view to initiating appropriate capital raisings as required.

(iv) Unissued ordinary shares

Unissued ordinary shares of Astral Resources NL under option at the date of this report are as follows:

Tranche	Grant date	Expiry date	Exercise price	Number
E	2-Dec-19	27-Nov-22	$0.135	1,000,000
F	2-Dec-19	27-Nov-22	$0.135	1,000,000
G	2-Dec-19	27-Nov-22	$0.135	1,000,000
I	18-Mar-20	31-Dec-22	$0.15	1,250,000
J	9-Oct-20	9-Oct-22	$0.213	2,000,000
K	25-Sep-20	31-Dec-22	$0.34	6,000,000
L	19-Nov-21	19-Nov-23	$0.119	3,000,000
Total unlisted options on issue at the date of this report				**15,250,000**

20. Reserves

	2022 $	2021 $
Options reserve (i)	1,620,336	1,537,548
Performance rights reserve (ii)	993,754	1,456,827
Financial assets at fair value through other comprehensive income (iii)	(35,000)	-
	2,579,090	2,994,375

(i) Options reserve

The options reserve recognises options rights issued as share based payments. The following options were issued during the prior year:

Options	Number	Reserve
Opening balance as at 1 July 2020	56,850,000	1,080,108
Exercise of $0.02 options expiring 30 November 2020	(29,800,000)	-
Exercise of $0.025 options expiring 30 November 2020	(10,100,000)	-
Exercise of $0.04 options expiring 30 November 2020	(2,500,000)	-
Exercise of $0.08 options expiring 30 November 2020	(8,950,000)	-
Options issued to consultant	2,000,000	117,159
Options issued to advisors	6,000,000	307,225
Share based payment expense (options issued prior to 1 July 2020)	-	33,056
30 June 2021	13,500,000	1,537,548

Options	Number	Reserve
Opening balance as at 1 July 2021	13,500,000	1,537,548
Expiry of options[1]	(1,250,000)	-
Options issued to Director	3,000,000	75,164
Share based payment expense (options issued prior to 1 July 2021)	-	7,624
30 June 2022	15,250,000	1,620,336

(ii) Performance rights reserve

The performance rights reserve recognises performance rights issued as share based payments. The following movements in the performance rights reserve were recorded during the prior year:

Performance rights	Number	Reserve
Opening balance as at 1 July 2020	14,341,709	9,828
Performance Rights issued to director and employees	9,336,795	422,054
Share based payment expense (rights issued prior to 1 July 2020)	-	255,534

Performance Rights vested during the year[1]	(7,170,855)	769,411
30 June 2021	16,507,649	1,456,827

Performance rights	Number	Reserve
Opening balance as at 1 July 2021	16,507,649	1,456,827
Share based payment expense (rights issued prior to 1 July 2021)	-	566,786
Performance Rights vested and converted to ordinary shares[1]	-	(1,029,859)
Performance Rights expired/lapsed during the year[2]	(9,336,795)	-
30 June 2022	7,170,854	993,754

[1] - *Prior to 30 June 2021, the Board determined that the performance conditions attaching to 1,830,780 2020A Performance Rights and 5,340,075 2020B Performance Rights (together, the Performance Rights) had been met. The Performance Rights were converted to 7,170,855 fully paid ordinary shares on 7 July 2021.*

[2] – *2,382,216 2020C LTI Performance Rights and 3,939,574 2020D LTI Performance Rights automatically lapsed on 30 June 2022 due to the performance conditions (as outlined in Note 23) not having been met.*

(iii) Financial assets at fair value through other comprehensive income

The reserve is used to recognise increments and decrements in the fair value of financial assets at fair value through other comprehensive income.

Movements in each class of reserve during the current and previous financial year are set out below:

Asset revaluation reserve	Reserve
Opening balance as at 1 July 2021	-
Change in fair value	(35,000)
30 June 2022	(35,000)

On 10 January 2022, Astral executed an agreement with Ozz Resources Limited (ASX:OZZ) to dispose of its Leonora Base Metals Project, comprising two exploration licences (E37/1287 and E37/1355). Astral received upfront consideration of $30,000 in cash and 500,000 OZZ shares. The OZZ shares have been revalued at period end, based on the closing share price of OZZ shares as at 30 June 2022.

21. Operating cash flow reconciliation

	2022 $	2021 $
Reconciliation of operating cash flows to net profit/(loss)		
Profit/(loss) for the year	(2,353,412)	(3,669,567)
Interest income reported under investment activities	(18,712)	(44,659)
Interest expense on lease liabilities	6,498	3,290
Share based payments	649,574	1,597,213
Depreciation expense	90,409	77,580
Impairment expense	168,271	464,190
Exploration expenditure written off	4,053	20,337
Net loss/(gain) on sale of exploration and evaluation assets	(155,000)	-
Loss on financial liabilities settled via equity	-	28,571
Change in operating assets and liabilities		
Change in trade and other receivables	2,604	58,008
Change in trade and other payables	667,679	194,846
Cash flow from/(used in) operations	(938,036)	(1,270,191)

Non-cash financing and investing activities

During the year, the Company incurred interest expense on lease liabilities of $6,501 (2021: $3,290).

There are no other non-cash financing and investing activities other than the above.

22. Financial risk management

Overview

This note presents information about the Group's exposure to credit, liquidity and market risks, the objectives, policies and processes for measuring and managing risk, and the management of capital.

The Board has overall responsibility for the establishment and oversight of the risk management framework. Management monitors and manages the financial risks relating to the operations of the Group through regular reviews of the risks.

(a) Credit risk

Credit risk is the risk of financial loss to the Group if a counterparty to a financial instrument fails to meet its contractual obligations resulting in financial loss to the Group. Presently, the Group undertakes mineral exploration and evaluation activities in Australia. At the balance sheet date, there were no significant concentrations of credit risk.

(i) Cash and cash equivalents

The Group limits its exposure to credit risk by only investing with major Australian financial institutions. All cash and cash equivalents are held with A+ rated financial institutions (2021: A+).

(ii) Trade and other receivables

The Group's trade and other receivables relates to government grant income, GST refunds and rental income.

The Group has determined that its credit risk exposure on trade and other receivables is low, as all counterparties are considered reliable. Management does not expect any of these counterparties to fail to meet their obligations.

Exposure to credit risk

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	Carrying Amount	
	2022	2021
	$	$
Cash and cash equivalents (i)	3,177,142	9,807,468
Trade and other receivables (ii)	149,306	75,683
Total	3,326,448	9,883,151

(b) Liquidity Risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due. The Group manages liquidity risk by maintaining adequate cash reserves from capital raisings and by continually monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. As at reporting date the Group had sufficient cash reserves to meet its requirements in the short term, but announced a renounceable entitlement offer on 26 September 2022 (refer to Note 29). The Group therefore had no credit standby facilities or arrangements for further funding in place.

The financial liabilities of the Group at reporting date were trade payables incurred in the normal course of the business and lease liabilities. Trade payables are non-interest bearing and were due within the normal 30-60 days terms of creditor payments. The Group does not consider this to be material to the Group and have therefore not undertaken any further analysis of risk exposure.

The following are the contractual maturities of financial liabilities, including estimated interest payments. The carrying amount of the Group's financial liabilities approximate their carrying amount at reporting date.

30 June 2022	Carrying Amount	Contractual Cash Flows	12 Months or Less	1-2 years	2-5 years	>5 years
Trade and other payables[1]	1,181,963	1,181,963	1,181,963	-	-	-
Lease liabilities	117,067	130,193	86,075	35,118	9,000	-
Total	**1,299,030**	**1,312,156**	**1,268,038**	**35,118**	**9,000**	**-**

[1] – Excludes the J/V contribution liability as set out in Note 15.

30 June 2021	Carrying Amount	Contractual Cash Flows	12 Months or Less	1-2 years	2-5 years	>5 years
Trade and other payables	369,532	369,532	369,532	-	-	-
Lease liabilities	63,961	68,956	47,956	6,000	15,000	-
Total	433,493	438,488	417,488	6,000	15,000	-

(c) Market risk

Market risk is the risk that changes in market prices, such as commodity prices, foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters.

(i) Commodity risk

The Group is at a stage of development where it has little or no exposure to commodity price risk.

(ii) Interest rate risk

The Group is exposed to interest rate risk (primarily on its cash and cash equivalents and any interest-bearing liabilities), which is the risk that a financial instrument's value will fluctuate as a result of changes in the market interest rates on interest-bearing financial instruments. The Group does not use derivatives to mitigate these exposures.

Profile

At the reporting date, the interest rate profile of the Group's interest-bearing financial instruments was:

	Carrying Amount	
	2022 $	2021 $
Variable rate instruments		
Cash and cash equivalents	3,177,142	9,807,468

Fair value sensitivity analysis for fixed rate instruments

The Group does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Cash flow sensitivity analysis for variable rate instruments

A change of 100 basis points in interest rates at the reporting date would not materially affect equity and profit or loss after tax.

(d) Fair values

The carrying value of cash and cash equivalents, trade and other receivables, trade and other payables and interest-bearing liabilities is considered to be a fair approximation of their fair values. The carrying value of investments is based on the quoted prices in an active market.

23. Share based payments

(a) Employee Incentive Plan

The Company's Employee Incentive Plan (the **Plan**) was approved by shareholders at a general meeting held on 16 June 2020. The Plan is intended to assist the Company to attract and retain key staff, including employees or contractors. The Board believes that grants made to eligible participants under the Plan will provide a powerful tool to underpin the Company's employment and engagement strategy, and that the Plan will:

- enable the Company to incentivise and retain existing key management personnel and other eligible employees and contractors needed to achieve the Company's business objectives;
- enable the Company to recruit, incentivise and retain additional Key Management Personnel, and other eligible employees and contractors, needed to achieve the Company's business objectives;
- link the reward of key staff with the achievement of strategic goals and the long-term performance of the Company;
- align the financial interest of participants of the Plan with those of shareholders; and
- provide incentives to participants under the Plan to focus on superior performance that creates shareholder value.

Under the Plan, eligible Directors, employees and contractors may be invited to subscribe for Options and Performance Rights, in order to increase the range of potential incentives available for eligible Directors, employees and contractors. Participation in the

plan is at the Board's discretion and no individual has a contractual right to participate in the plan or to receive any guaranteed benefits.

Incentive securities (performance rights and options) issued under the Plan are subject to vesting and performance conditions imposed by the Board. Incentive securities granted under the plan carry no dividend or voting rights. Only upon satisfaction of vesting and performance conditions and conversion to ordinary shares, will these incentive securities rank equally with all other shares.

(b) Unlisted options

Options over ordinary shares have been issued for nil cash consideration. The options cannot be transferred and will not be quoted on the ASX. Therefore, no voting rights are attached to the options unless converted into ordinary shares. All options are granted at the discretion of the Board. The terms and conditions of options on issue at 30 June 2022 are as follows:

Tranche	Number	Grant Date	Expiry Date	Exercise Price (cents)	Fair Value at Grant Date	Vesting Date
E	1,000,000	2-Dec-19	27-Nov-22	13.50	$0.0359	2-Dec-19
F	1,000,000	2-Dec-19	27-Nov-22	13.50	$0.0359	27-Nov-20
G	1,000,000	2-Dec-19	27-Nov-22	13.50	$0.0359	27-Nov-21
I	1,250,000	18-Mar-20	31-Dec-22	15.00	$0.0425	18-Mar-20
J[1]	2,000,000	9-Oct-20	9-Oct-22	21.30	$0.0586	9-Oct-20
K	6,000,000	25-Sep-20	31-Dec-22	34.00	$0.0512	25-Sep-20
L	3,000,000	19-Nov-21	19-Nov-23	11.9	$0.025	19-Nov-21
Total	**15,250,000**					

[1] - *Options issued under the Company's Employee Incentive Plan.*

There have been no alterations of the terms and conditions of the above share-based payment arrangement since grant date.

The following table illustrates the number and weighted average exercise prices of and movements in share options during the year:

	2022		2021	
	Number	Weighted Average Exercise Price $	Number	Weighted Average Exercise Price $
Outstanding at the beginning of the year	13,500,000	$0.239	56,850,000	$0.038
Granted during the year	3,000,000	$0.119	8,000,000	$0.269
Forfeited during the year	-	-	-	-
Exercised during the year	-	-	(51,350,000)	$0.032
Expired during the year	(1,250,000)	$0.133	-	-
Outstanding at the end of year	15,250,000	$0.224	13,500,000	$0.239
Exercisable at the end of year	15,250,000	$0.224	12,500,000	$0.247
Weighted average remaining contractual life of options outstanding at the end of year	0.63 years		1.36 years	

The fair values of the equity settled share options granted are estimated as at the date of the grant using the Black-Scholes model taking into account the terms and conditions upon which the options were granted.

The terms and conditions of each grant of unquoted options affecting share-based payment expenditure in the current or a future reporting period are as follows:

Tranche	Class of Securities	Grant Date	Number of Securities	Exercise Price	Expiry Date	Vesting Date
E	Director Options	02-Dec-19	1,000,000	$0.135	27 Nov 2022	Immediate
F	Director Options	02-Dec-19	1,000,000	$0.135	27 Nov 2022	27 Nov 2020
G	Director Options	02-Dec-19	1,000,000	$0.135	27 Nov 2022	27 Nov 2021
J	Consultant Options	9-Oct-20	2,000,000	$0.213	9-Oct-22	Immediate
K	Advisor Options	25-Sep-20	6,000,000	$0.34	31-Dec-22	Immediate
L	Director Options	19-Nov-19	3,000,000	$0.119	19-Nov-23	Immediate

The Options were valued using a Black-Scholes Model with the following inputs:

Tranche	Valuation Date	Expected Volatility	Risk-Free Interest Rate	Expiry	Underlying Share Price	Value per Options ($)	Total Value ($)
E	02-Dec-19	80%	0.70%	27 Nov 2022	$0.088	0.0359	35,909
F	02-Dec-19	80%	0.70%	27 Nov 2022	$0.088	0.0359	35,909
G	02-Dec-19	80%	0.70%	27 Nov 2022	$0.088	0.0359	35,909
J	9-Oct-20	80%	0.35%	9-Oct-22	$0.213	0.0586	117,159
K	25-Sep-20	85%	0.35%	31-Dec-22	$0.17	0.0512	307,225
L	17-Nov-21	67%	0.16%	19-Nov-23	$0.09	0.025	75,164

The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility is indicative of future trends, which may also not necessarily be the actual outcome. No other features of options granted were incorporated into the measurement of fair value.

(c) Performance Rights

No performance rights were granted during the year.

Performance rights issued in prior periods which affect share-based payment expenditure in the current or future reporting periods are as follows:

Tranche	Class of Securities	Grant Date	Number of Securities	Exercise Price	Expiry Date	Disposal Restriction
2020A	Director performance rights	16-Jun-20	1,830,780	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	23-Jun-24	Non-transferable
2020B	Employee / consultant performance rights	23-Jun-20	5,340,074	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	23-Jun-24	Non-transferable
2020C LTI	Director performance rights (2020C LTI)[1]	15-Jul-20	2,382,216	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	30-Jun-22	Non-transferable
2020D LTI	Employee / consultant performance rights (2020D LTI)[2]	6-Oct-20	6,954,579	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	30-Jun-22	Non-transferable

[1] – 2,382,216 2020C LTI Performance Rights automatically lapsed on 30 June 2022 due to the performance conditions (as outlined below) not having been met.

[2] – 6,954,579 2020D LTI Performance Rights automatically lapsed on 30 June 2022 due to the performance conditions (as outlined below) not having been met.

The performance/vesting conditions of the respective tranches of Performance Rights are outlined below.

2020A/2020B Performance Rights

The 2020A and 2020B performance rights shall vest on the later date to occur of:

a) the date when the milestone shown in the table below is met; and

Performance / Vesting Condition and Performance Period	Extent to which Performance Rights vest
Automatically vest upon the Company announcing a JORC compliant Mineral Resource of at least 1,000,000 ounces.[1]	100%

[1] *– No share based payment expense has been recognised for performance rights associated with this milestone.*

b) the date when the holder gives a notice to the Company confirming that the holder would like the Performance Rights to vest.

The performance rights issued are subject to non-market vesting conditions. The performance rights were valued based upon the share price at the deemed grant date.

Tranche	Grant Date	Number of Instruments	Valuation at grant date
2020A	16-Jun-20	1,830,780	$0.125
2020B	23-Jun-20	5,340,074	$0.15

2020C LTI Performance Rights

The 2020C LTI Performance Rights which do not meet the performance/vesting conditions by the end of the performance period will automatically lapse. The following performance and vesting conditions apply:

Performance/Vesting Condition and Performance Period	% Vesting
Continuous employment with the Company until 30 June 2022 and:	
Total Shareholder Return < 10% p.a.	0%
Total Shareholder Return = 10% p.a.	33%
10% < Total Shareholder Return ≤ 20% p.a.	33% to 100%
Total Shareholder Return ≥ 20% p.a.	100%

Where for the purposes of the above table:

- **Total Shareholder Return** is calculated in accordance with the following formula:

$$\text{Total Shareholder Return (\%)} = \left(\frac{\text{SP End}}{\text{SP Start}} \right) - 1$$

- **SP End** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 30 June 2022.
- **SP Start** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 1 January 2020.

The performance rights issued are subject to both market and non-market vesting conditions. The performance rights were valued using the Hoadley's Hybrid ESO Model (a Monte Carlo simulation model) with implied share price targets for the performance rights.

2020D LTI Performance Rights

The 2020D LTI Performance Rights which do not meet the performance/vesting conditions by the end of the performance period will automatically lapse. The following performance and vesting conditions apply:

Performance/Vesting Condition and Performance Period	% Vesting
Continuous employment with the Company until 30 June 2022 and:	
Total Shareholder Return < 10% p.a.	0%
Total Shareholder Return = 10% p.a.	33%
10% < Total Shareholder Return ≤ 20% p.a.	33% to 100%
Total Shareholder Return ≥ 20% p.a.	100%

Where for the purposes of the above table:

- **Total Shareholder Return** is calculated in accordance with the following formula:

$$\text{Total Shareholder Return (\%)} = \left(\frac{\text{SP End}}{\text{SP Start}}\right) - 1$$

- **SP End** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 30 June 2022.
- **SP Start** means the volume weighted average price of fully paid ordinary shares of the Company trading on the ASX on the 30 trading days prior to 1 July 2020.

The performance rights issued are subject to both market and non-market vesting conditions. The performance rights were valued using the Hoadley's Hybrid ESO Model (a Monte Carlo simulation model) with implied share price targets for the performance rights.

Tranche	Grant date	Number of Instruments	Valuation at grant date
2020C LTI	15-Jul-20	2,382,216	$0.1049
2020D LTI (I)	6-Oct-20	5,760,517	$0.1218
2020D LTI (II)	31-May-21	1,194,062	$0.0312

(d) Expenses arising from share-based payment transactions

Total expenses arising from share-based payment transactions recognised during the year as part of share-based expense were as follows:

	2022 $	2021 $
Recognised in Statement of Profit or Loss		
Performance rights issued to directors and employees (issued in prior year)	566,786	1,446,999
Options issued to director (current and prior year)	82,788	33,056
Options issued to consultant	-	117,158
	649,574	1,597,213
Recognised in Statement of Financial Position (Assets and/or Equity)		
Options issued to advisors	-	307,225
Shares issued as consideration for extinguishment of royalty[1]	-	228,571
	-	535,796
	649,574	2,133,009

Includes share-based payment consideration, in which the value of share-based payment consideration is subject to the provisions of AASB Interpretation 19 – Extinguishing Financial Liabilities with Equity Instruments.

[1] - On 6 August 2020, the Company issued 1,142,588 ordinary shares at a deemed issue price of $0.175 per share (nominal value of AUD$200,000) to eliminate a third-party royalty held over tenement M15/633 of the Mandilla Gold Project. The royalty entitled the holders to receive $1 per tonne of gold ore mined and treated from M15/633.

24. Contingent liabilities

The Group has given a bank guarantee at 30 June 2022 of $21,414 (2021: bank guarantee of $13,365) (refer to Note 9).

25. Commitments

(a) Exploration expenditure

In order to maintain mining tenements, the economic entity is committed to meet the prescribed conditions under which tenements were granted. These commitments may be met in the normal course of operations by future capital raisings and/or farm-out and under certain circumstances are subject to the possibility of adjustment to the amount and timing of such obligations or by tenement relinquishment.

30 June 2022	Mandilla $	Feysville $	Koongie Park[1] $	Other $	Total $
Exploration expenditure commitments					
Payable:					
Not later than 12 months	119,936	54,608	73,515	53,449	301,508
Between 12 months and 5 years	434,012	6,992	147,414	160,591	749,009
Greater than 5 years	348,403	-	51,459	40,565	440,427
Total	**902,351**	**61,600**	**272,388**	**254,605**	**1,490,944**

30 June 2021	Mandilla $	Feysville $	Koongie Park[1] $	Other $	Total $
Exploration expenditure commitments					
Payable:					
Not later than 12 months	139,936	22,116	-	42,932	204,983
Between 12 months and 5 years	512,400	24,760	-	32,164	569,325
Greater than 5 years	398,115	-	-	-	398,115
Total	**1,050,450**	**46,876**	**-**	**75,096**	**1,172,423**

[1] – Expenditure commitments relating to Koongie Park are to be met by AuKing Mining Limited (75%) and Astral Resources NL (25%), in accordance with the terms of the Joint Venture Agreement. Should Astral Resources NL not wish to contribute, its 25% interest in the Joint Venture will be diluted accordingly. On 2 September 2022, subsequent to the end of the reporting period, Astral confirmed (by way of a board resolution) that, rather than meet the Astral JV Contribution it would elect to dilute its participating interest down to 20%, effective from 1 July 2022.

26. Related party transactions

(a) Key management personnel

Disclosures relating to compensation of key management personnel are set out in Note 23 and in the Remuneration Report included in the Directors' Report. Key management personnel covered in this report are listed below in Figure 19.

Figure 19: Directors (executive and non-executive)

Name	Position
Mr Leigh Warnick	Chairman
Mr Marc Ducler	Managing Director
Mr Justin Osborne	Non-Executive Director (from 18 November 2021)
Mr Peter Stern	Non-Executive Director
Mr David Varcoe	Non-Executive Director
Mr John Jones	Non-Executive Director (to 16 November 2021)

Figure 20: Other key management personnel

Name	Position
Jed Whitford	General Manager Projects & Business Development
Brendon Morton	Chief Financial Officer & Company Secretary
Julie Reid	Geology Manager

(b) Compensation of KMP

The aggregate compensation paid to directors and other members of key management personnel of the Group is set out below:

	2022 $	2021 $
Short-term employee benefits	1,178,513	1,125,007
Post-employment long term benefits	96,539	86,977
Share based payments	487,157	1,169,130
Total	1,762,209	2,381,114

As required by Corporations Regulation 2M.3.03, information regarding individual Directors' and Executives' compensation and equity instrument disclosures is provided in the Remuneration Report section of the Directors' Report.

During the current period, 6,321,790 performance rights were awarded to key management personnel. See Note 23 and the Remuneration Report for further details of these related party transactions.

Performance Rights

No performance rights were issued during the year.

In the previous financial year, the Board determined that the performance conditions attaching to 1,830,780 2020A Performance Rights and 5,340,075 2020B Performance Rights (together, the Performance Rights) had been met. The Performance Rights were converted to 7,170,855 fully paid ordinary shares on 7 July 2021.

(c) Compensation by category of KMP

Consulting fees were paid to directors, with the exception of Mr Justin Osborne and Mr John Jones who elected to receive their non-executive director fees as a salary. Details of the remuneration of directors are included in the Remuneration Report contained in the Directors' Report.

Salaries were paid to all other key management personnel, details of which are included in the Remuneration Report contained in the Directors' Report.

(d) Loans to/from related parties

There were no loans to or from key management personnel outstanding at 30 June 2022 (2021: nil).

(e) Other transactions and balances with related parties

The following transactions occurred with related parties and are summarised below:

	2022 $	2021 $
Payment for goods and services	50,000	50,000

Metropolis Pty Ltd, a company of which Peter Stern is a Director, received $50,000 excluding GST (2021: $50,000) during the year for non-executive directors fees, of which $12,500 related to fees owing at 30 June 2021. An amount of $12,500 was invoiced but unpaid at 30 June 2022 (2021: $12,500).

There were no other transactions and outstanding balances with key management personnel for the year ended 30 June 2022 that are not already included in the Remuneration Report contained in the Directors' Report.

There were no other transactions and outstanding balances with other related parties for the year ended 30 June 2022.

27. Interests in Subsidiaries

(a) Parent entities

Astral Resources NL is the ultimate Australian parent entity.

(b) Subsidiaries

The consolidated financial statements include the financial statements of Astral Resources NL and the subsidiaries listed in the following table.

	2022		2021		
	Country of Incorporation	% Equity Interest	Country of Incorporation	% Equity Interest	Principal Activity
Mandilla Gold Pty Ltd	Australia	100	Australia	100	Operating subsidiary
Feysville Gold Pty Ltd	Australia	100	Australia	100	Operating subsidiary
Koongie Park Gold Pty Ltd	Australia	100	Australia	100	Operating subsidiary
Koongie Park Pty Ltd	Australia	100	Australia	100	Operating subsidiary

28. Auditor's remuneration

	2022 $	2021 $
Audit Services		
Amounts received or due and receivable by BDO Audit (WA) Pty Ltd		
- An audit and review of the financial reports of the Group (including subsidiaries)	39,817	38,960
Non-Audit Services	-	-
Total	39,817	38,960

29. Events after the reporting date

On 26 September 2022, the Company announced a renounceable entitlement offer of one (1) new share for every ten (10) shares held by eligible shareholders at an issue price of $0.065 per new share together with one (1) free-attaching new option for every two (2) new shares issued, to raise approximately $3.9 million (before costs) (Entitlement Offer).

On 2 September 2022, Astral confirmed (by way of a board resolution) that it had elected to dilute its participating interest in the Koongie Park Joint Venture down to 20%, rather than meet the Astral JV Contribution amount of $441,831.

The Company released the following market sensitive ASX Announcements since the end of the financial year.

Date	Details
5-Jul-22	Eos AC Results Show Potential for Mandilla Resource Growth
13-Jul-22	Extensive New Zone of Mineralisation Delineated at Mandilla
10-Aug-22	Mandilla Set for Resource Growth as Theia Continues to Deliver
23-Aug-22	More High Grade Results at Eos ahead of MRE Update
20-Sep-22	AKN: moves to 80% of Koongie Park
21-Sep-22	Mandilla's Theia Deposit Extended at Depth
26-Sep-22	Prospectus – Entitlement Offer

No other matters or circumstances have arisen since the end of the year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

30. Parent entity information

The following details information related to the parent entity, Astral Resources NL, as at 30 June 2022. The information presented here has been prepared using consistent accounting policies as presented in Note 1.

	2022 $	2021 $
Current assets	3,326,448	9,842,392
Non-current assets	19,465,117	13,341,553
Total assets	22,791,566	23,183,945
Current liabilities	1,872,694	535,290
Non-current liabilities	100,063	91,008
Total liabilities	1,972,757	626,298
Net assets	**20,818,809**	22,557,647
Contributed equity	57,438,927	56,409,068
Reserves	2,579,090	2,922,820
Accumulated losses	(39,199,208)	(36,774,241)
Total equity	**20,818,809**	22,557,647
Loss after income tax *	(2,609,426)	(3,437,159)
Other comprehensive income/ (loss) for the period	(2,609,426)	(3,437,159)
Total comprehensive loss for the period	**(2,609,426)**	(3,437,159)

* Includes an impairment charge of nil (2021: $160,853).

Commitments

The parent entity has $1,166,955 (2021: $1,125,547) of commitments relating to minimum exploration expenditure on its various tenements at financial year end. These minimum exploration expenditure commitments are included in Note 25.

Guarantees

The parent entity has given a bank guarantee of $21,414 as at 30 June 2022 (2021: bank guarantee of $13,365) (refer to Note 9).

Director's Declaration

In the Directors' opinion:

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

(i) comply with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;

(ii) give a true and fair view of the financial position as at 30 June 2022 and of the performance of the Group for the period ended on that date; and

(iii) are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board, as stated in Note 1 to the financial statements.

(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.

The Directors have been given the declarations by the Managing Director and the Chief Financial Officer as required by section 295A of the Corporations Act 2001.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the Directors by;



Marc Ducler
Managing Director

Perth, Western Australia
30 September 2022

ASX Additional Information

Additional information required by the ASX Listing Rules not disclosed elsewhere in this Annual Report is set out below.

1. Shareholdings

The issued capital of the Company as at 31 August 2022 is 596,179,239 ordinary fully paid shares and 15,250,000 unlisted options (details below). All issued ordinary fully paid shares carry one vote per share.

Ordinary Shares

Shares Range	Holders	Units	%
1-1,000	86	17,868	0.00%
1,001-5,000	88	293,524	0.05%
5,001-10,000	413	3,351,282	0.56%
10,001-100,000	897	34,004,072	5.70%
100,001 and above	427	558,512,493	93.68%
Total	**1,911**	**596,179,239**	**100.00%**

Unmarketable parcels

There were 213 holders of less than a marketable parcel of ordinary shares.

2. Top 20 Shareholders as at 31 August 2022

#	Name	Number of shares	%
1	Porter Street Investments Pty Ltd	62,374,703	10.46%
2	Braham Consolidated Pty Ltd	31,943,462	5.36%
3	Braham Investments Pty Ltd <Braham Staff Super Fund A/C>	26,769,295	4.49%
4	ACN 106 966 401 Pty Ltd	24,720,588	4.15%
5	HSBC Custody Nominees (Australia) Limited	21,210,277	3.56%
6	Mr Peter Andrew Stern	17,166,667	2.88%
7	S Loader Pty Ltd <S Loader Superfund A/C>	17,161,105	2.88%
8	Brazil Farming Pty Ltd	12,500,000	2.10%
9	Mr Graeme Ian Smith	11,200,000	1.88%
10	C Thwaites Pty Ltd <C Thwaites Superfund A/C>	9,603,400	1.61%
11	Citicorp Nominees Pty Limited	9,237,416	1.55%
12	Wise Plan Pty Ltd	9,005,316	1.51%
13	Mrs Sabina Fontana	7,000,000	1.17%
13	Mr Matthew Lloyd Haddon	7,000,000	1.17%
14	Brazil Farming Pty Ltd	6,647,059	1.11%
15	D & P Buckley Pty Ltd <D & P Buckley Superfund A/C>	5,281,829	0.89%
16	Mrs Angela Orsaris & Mr Joseph Christopher Marsili <Chocolate Forever Sf A/C>	5,254,837	0.88%
17	Mrs Peggy Patricia Buckley	5,100,000	0.86%
18	El-Raghy Kriewaldt Pty Ltd	5,000,000	0.84%
19	Mrs Fiona Louise Leahy	4,888,862	0.82%
20	M & R Haddon Pty Ltd <M & R Haddon Superfund A/C>	4,730,000	0.79%
	Total Top 20	303,794,816	50.96%
	Total remaining holders balance	292,384,423	49.04%
	Total	**596,179,239**	**100.00%**

3. Unquoted securities

There are 15,250,000 unlisted options over shares in the Company as at 31 August 2022 as follows:

Tranche	Grant date	Expiry date	Exercise price	number
E	2-Dec-19	27-Nov-22	$0.135	1,000,000
F	2-Dec-19	27-Nov-22	$0.135	1,000,000
G	2-Dec-19	27-Nov-22	$0.135	1,000,000
I	6-Aug-20	31-Dec-22	$0.15	1,250,000
J	9-Oct-20	9-Oct-22	$0.213	2,000,000
K	15-Sep-20	31-Dec-22	$0.34	6,000,000
L	19-Nov-21	19-Nov-23	$0.119	3,000,000
Total unquoted options on issue				**15,250,000**

There are 7,170,854 performance rights on issue as at 31 August 2022 as follows:

Tranche	Class of Securities	Grant Date	Exercise Price	Expiry Date	Number of Securities
B	Director performance rights (2020A)	23-Jun-20	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	23-Jun-24	1,830,780
D	Employee / consultant performance rights (2020B)	23-Jun-20	Nil – performance rights vest and are converted to ordinary shares on achievement of performance conditions	23-Jun-24	5,340,074
Total performance rights on issue					**7,170,854**

The names of the security holders holding more than 20% of an unlisted class of security are listed below:

Security	Exercise Price	Number of options	Number of holders	Holders with > 20%
Options expiring 27 November 2022	$0.135	3,000,000	1	David John Varcoe
Options expiring 31 December 2022	$0.15	1,250,000	1	CG Nominees (Australia) Pty Ltd
Options expiring 9 October 2022	$0.213	2,000,000	1	Mr Edward John Baltis
Options expiring 31 December 2022	$0.34	6,000,000	2	CG Nominees (Australia) Pty Ltd – 50% Circumference Capital Ct Pty Ltd – 50%
Options expiring 19 November 2023	$0.119	3,000,000	1	Janet Tunjic Pty Ltd <Tunoz Family A/C>
Total		**15,250,000**		

4. Voting rights

See Note 19 of the financial statements.

5. Substantial shareholders at 31 August 2022

Holder	Number of shares held	% of issued capital held	Date of last notice
John Load Cecil Jones / Porter Street Investments Pty Ltd	66,586,764	11.17%	6-Oct-20
Braham Investments Pty Ltd / Braham Consolidated Pty Ltd and Simon Anthony Richard Braham	58,712,757	9.85%	7-Oct-20
Timothy Patrick Burke	33,725,904	5.66%	2-May-22

6. Restricted securities subject to escrow period

There are currently no securities on issue subject to escrow.

7. On-market buyback

There is currently no on-market buyback program for any of Astral Resources NL's listed securities.

Astral Resources

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