



**DATELINE RESOURCES LIMITED
& IT'S CONTROLLED ENTITIES**

A.C.N. 149 105 653

FINANCIAL REPORT to SHAREHOLDERS

for the HALF YEAR ENDED

31 DECEMBER 2023

Directors & Officers

Mark Johnson AO - Chairman
Stephen Baghdadi - Managing Director
Gregory Hall - Non-Executive Director
Anthony Ferguson - Non-Executive Director
Bill Lannen - Non-Executive Director
John Smith - Company Secretary

Registered Office

Level 29
2 Chifley Square
Sydney NSW 2000

Postal Address

Level 29, 2 Chifley Square
Sydney NSW 2000
T: +61 (02) 9375 2353
E-mail: info@datelineresources.com.au
[Website: www.datelineresources.com.au](http://www.datelineresources.com.au)

Securities Exchange

Australian Securities Exchange Limited ("ASX")
Home Exchange – Sydney
ASX Symbol – DTR (ordinary shares)

Australian Business Number

ABN 63 149 105 653

Bankers

Commonwealth Bank of Australia
48 Martin Place
Sydney NSW 2000
Website: www.commbank.com.au

Auditors

DFK Laurence Varnay Auditors Pty Ltd
Level 22, 222 Pitt Street
Sydney NSW 2000
Website: www.dfklv.com.au

Share Registry

Automic Group
GPO Box 5193
Sydney NSW 2001
Website: www.automicgroup.com.au

Solicitors

K & L Gates
Level 31, 1 O'Connell Street
Sydney NSW 2000
Website: www.klgates.com

Domicile and Country of Incorporation

Australia

The Directors present their report of Dateline Resources Limited ("the Company") for the half year ended 31 December 2023 ("the Period").

1. DIRECTORS

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

Director / Position	Duration of Appointment
Mr. Mark Johnson AO Chairman	Appointed 22 April, 2013
Mr. Stephen Baghdadi CEO and Managing Director	Appointed 3 July, 2014
Mr. Gregory Hall Non-Executive Director	Appointed 19 January 2016
Mr. Anthony Ferguson Non-Executive Director	Appointed 29 August 2019
Mr. Bill Lannen Non-Executive Director	Appointed 15 January 2021

2. COMPANY SECRETARY

The Company Secretary role was held by the following individual during the period:

- Mr John Smith (appointed 5 October 2022).

3. PRINCIPAL ACTIVITIES

Dateline Resources Limited (ASX: DTR) is an Australian publicly listed company focused on mining and exploration in North America. The Company owns 100% of the Colosseum Gold-Rare Earth Metals Project in California.

The Colosseum Mine is located in the Walker Lane Trend in East San Bernardino County, California. On July 6, 2022, the Company announced to the ASX that the Colosseum Gold mine has a JORC-2012 compliant Mineral Resource estimate of 20.9Mt @ 1.2g/t Au for 813,000oz. Of the total Mineral Resource, 258koz @1.2g/t Au (32%) are classified as Measured, 322koz @1.2g/t Au (39%) as Indicated and 235koz @1.3g/t Au (29%) as Inferred.

The Colosseum is located less than 10km north of the Mountain Rare Earth mine. Work has commenced on identifying the source of the mantle derived rocks that are associated with carbonatites located at Colosseum. A mapping, sampling and gravity survey has located several REE targets that are ready to be drill tested.

Dateline has recently executed a binding term sheet for the acquisition of an 80% interest in the Argos Strontium project, also located in California, and is moving towards concluding formal due diligence and finalising of legal documentation.

The Group also owned Gunnison Gold Pty Ltd (Gold exploration assets located in California) which it sold on 31 December 2023. Please see Note 4 of this Directors' Report and note 4a (Notes to the Financial Statements) for further information.

FINANCIAL RESULTS

The financial results of the Company for the half year ended 31 December 2023 are:

	31-Dec-23	30-Jun-23
Cash & Cash equivalents (\$)	536,176	928,940
Net Assets (\$)	6,009,931	11,063,873

	31-Dec-23	31-Dec-22
Revenue (\$)	-	423,797
Net Loss After Tax (\$)	(14,016,142)	(14,633,145)
Loss per Share (Cents)	(1.39)	(2.63)
Dividend (\$)	-	-

4. SIGNIFICANT CHANGES IN STATE OF AFFAIRS

On 13 June 2023, the Company announced that it had executed a binding agreement with MW Sorter LLC for the sale of Gunnison Gold Pty Ltd, the entity that owns all of the Colorado assets including the Gold Links and Lucky Strike mill. Consideration for the sale will be paid in accordance with the details below and transfer of ownership took place on 31 December 2023. The transaction values and payment schedules are listed below and are not affected by the timing of any regulatory approval process.

Cash Consideration

- US\$325,000 (A\$500,000) - received.
- US\$500,000 (A\$770,000) – received.
- US\$500,000 (A\$770,000) – received.
- US\$500,000 (A\$770,000) – received.
- US\$450,000 (A\$690,000) – to be received by 31 March 2024.

Performance Payments

- US\$2 million (A\$3.08m) cash upon the production of the first ounce of gold at the Lucky Strike mill.
- US\$500k (A\$770k) cash upon the production of 500 ounces of gold in a continuous seven (7) day period at the Lucky Strike mill.
- US\$1 million (A\$1.54m) cash upon the production of 2,000 ounces of gold in a continuous thirty (30) day period at Lucky Strike mill.
- US\$2 million (A\$3.08m) cash upon the production of 32,000 ounces of gold in a continuous twelve (12) month period at the Lucky Strike mill.

Novation of Liabilities

- Bank liabilities of approximately US\$9.6 million (A\$14.77m) will remain with the USA subsidiaries of Gunnison Gold Pty Ltd. Dateline will have no further obligations to service or repay that debt.
- Approximately US\$2.2 million (A\$3.4m) in trade creditors and equipment lease liabilities will remain with the USA subsidiaries of Gunnison Gold Pty Ltd. Dateline will have no further obligations to service or repay those amounts.
- Dateline will have no ongoing obligations for any environmental or other commitments.

Loss on Sale of Gunnison Gold Pty Ltd

As detailed above the Group sold its subsidiary Gunnison Gold Pty Ltd for cash consideration of USD2,275,000 and various performance payments. The loss on sale is calculated as follows:

Sale Price	\$3,427,689
Debt forgiven	(\$15,064,671)
Carrying value of deficiency in net assets	\$1,571,687
Loss on sale of Gunnison Gold Pty Ltd	<u>(\$10,065,295)</u>

5. SIGNIFICANT MATTERS AFTER BALANCE DATE

On 11 January 2024, the Company notified ASX that it had issued 16,610,620 Shares at an issue price of \$0.01 per Share. These Shares were issued to a number of sophisticated and professional investors with the funds raised from the issuance of these Shares used to continue to advance the Company's exploration and development projects in the United States and for general working capital purposes.

On 21 February, 2024, the Company announced that it had received firm commitments to raise \$1,478,346 pursuant to a placement of 123,195,548 new shares in the Company at an issue price of \$0.012 per share. As part of the placement terms, the Company agreed to grant a total of 61,614,442 unquoted options over unissued new shares, with an exercise price of \$0.03 and with an expiry date of the third anniversary of the date of their grant. These options will be subject to shareholder approval at a general meeting to be held on April 5, 2024.

No other matter or event has arisen since 31 December 2023 that would be likely to materially affect the operations of the Company, or the state of affairs of the Company not otherwise disclosed in the Group's financial report.

6. AUDITOR'S INDEPENDENCE DECLARATION

The auditor's independence declaration under Section 307C of the Corporations Act 2001 is set out on Page 7 of this report.

Signed in accordance with a resolution of Directors.



Mark Johnson AO
Chairman
12 March 2024

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of Dateline Resources Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2023, there have been:

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

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

DFK Laurence Varnay Auditors Pty Ltd



Faizal Ajmat
Director

Sydney, 12 March 2024

DATELINE RESOURCES LIMITED
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Note	<u>31-Dec-23</u>	<u>31-Dec-22</u>
		\$	\$
Continuing operations			
Revenue		-	423,797
Mining & exploration expenditure		(279,522)	(3,776,899)
Employment expenses		(251,595)	(5,519,243)
Finance charges		(226,493)	(766,328)
Unrealised exchange gain (loss)		(703,168)	(1,216,024)
Depreciation expense		(581,482)	(1,418,961)
Loss on sale of Gunnison Gold Pty Ltd	4a	(10,065,295)	-
Administration expenses	4	(1,908,587)	(2,359,487)
Loss from continuing operations before income tax		(14,016,142)	(14,633,145)
Income tax expense		-	-
Loss from continuing operations after income tax		(14,016,142)	(14,633,145)
Other comprehensive income/(loss)			
Foreign Currency Translation Reserve		4,158,615	564,776
Total comprehensive loss for the period		(9,857,527)	(14,068,369)
Loss for the period is attributable to:			
Owners of the Company		(14,016,142)	(14,633,145)
		(14,016,142)	(14,633,145)
Total comprehensive loss for the period attributable to:			
Owners of the Company		(9,857,527)	(14,068,369)
		(9,857,527)	(14,068,369)
Loss per share from continuing operations attributable to the ordinary equity holders of the Company:			
		<u>Cents</u>	<u>Cents</u>
Basic and diluted loss per share – cents per share	10	(1.39)	(2.63)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

DATELINE RESOURCES LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Note	31-Dec-23 \$	30-Jun-23 \$
Current Assets			
Cash & cash equivalents		536,176	928,940
Trade & other receivables		63,455	102,943
Financial assets		<u>1,104,867</u>	<u>1,935,089</u>
Total Current Assets		<u>1,704,498</u>	<u>2,966,972</u>
Non-Current Assets			
Investments		437,276	-
Plant & equipment land & buildings		453,380	17,890,385
Exploration & evaluation expenditure		6,853,950	16,243,470
Financial Assets		1,170,372	-
Right-of-use assets		-	<u>231,638</u>
Total Non-Current Assets		<u>8,914,978</u>	<u>34,365,493</u>
TOTAL ASSETS		<u>10,619,476</u>	<u>37,332,465</u>
Current Liabilities			
Trade & other payables	5	400,562	5,009,693
Financial liabilities to related parties	6	3,387,920	5,318,474
Short term loans	7	821,062	1,468,167
Lease liabilities		-	<u>76,886</u>
Total Current Liabilities		<u>4,609,544</u>	<u>11,873,220</u>
Non-Current Liabilities			
Financial liabilities to related parties	6	-	926,560
Long term loan	7	-	13,263,574
Lease liabilities		-	<u>205,238</u>
Total Non-Current Liabilities		<u>-</u>	<u>14,395,372</u>
TOTAL LIABILITIES		<u>4,609,544</u>	<u>26,268,592</u>
NET ASSETS		<u>6,009,932</u>	<u>11,063,873</u>
Equity attributable to the equity holders of the Company			
Contributed equity	8	63,586,913	58,783,327
Reserves	9	4,226,999	335,991
Accumulated losses		<u>(61,803,980)</u>	<u>(48,055,445)</u>
TOTAL EQUITY		<u>6,009,932</u>	<u>11,063,873</u>

The above Consolidated Statement of Financial Position
should be read in conjunction with the accompanying notes

DATELINE RESOURCES LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	Issued Capital	Accumulated Losses	Option Valuation Reserve	Share Based Payments Reserve	Foreign Currency Reserve	TOTAL
	\$	\$	\$		\$	\$
Balance as at 1 July, 2023	58,783,327	(48,055,446)	1,036,373	1,680,846	(2,381,227)	11,063,873
Total Loss	-	(14,016,142)	-	-	-	(14,016,142)
Total other comprehensive income	-	-	-	-	4,158,615	4,158,615
Total comprehensive Loss for the Period	-	(14,016,142)	-	-	4,158,615	(9,857,527)
<i>Transaction with owners in their capacity as owners</i>						
Options expired	-	267,607	(267,607)	-	-	-
Contributions of equity	4,803,586	-	-	-	-	4,803,586
Balance as at 31 December 2023	63,586,913	(61,803,981)	768,766	1,680,846	1,777,388	6,009,932

	Issued Capital	Accumulated Losses	Option Valuation Reserve	Share Based Payments Reserve	Foreign Currency Reserve	TOTAL
	\$	\$	\$	\$	\$	\$
Balance as at 1 July, 2022	46,986,850	(37,678,905)	1,137,873	1,680,846	(2,270,334)	9,856,330
Total Loss	-	(14,633,145)	-	-	-	(14,633,145)
Total other comprehensive income	-	-	-	-	564,776	564,776
Total comprehensive Loss for the Period	-	(14,633,145)	-	-	564,776	(14,068,369)
<i>Transaction with owners in their capacity as owners</i>						
Options expired	-	56,892	(56,892)	-	-	-
Contributions of equity	6,300,604	-	-	-	-	6,300,604
Balance as at 31 December 2022	53,287,454	(52,255,158)	1,080,981	1,680,846	(1,705,558)	2,088,565

The above Consolidated Statement of Changes in Equity
should be read in conjunction with the accompanying notes.

DATELINE RESOURCES LIMITED
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	<u>31-Dec-23</u>	<u>31-Dec-22</u>
	\$	\$
Cash flows used in operating activities		
Receipts from customers	-	423,797
Interest (paid) / received	(226,493)	(551,927)
Payment to suppliers and employees	<u>(2,901,218)</u>	<u>(6,661,990)</u>
Net cash flows used in operating activities	<u>(3,127,711)</u>	<u>(6,790,120)</u>
Cash flows used in investing activities		
Deposits and loans made	(1,170,372)	665,610
Proceeds from sale of investments	2,401,040	-
Payment for financial assets	392,946	-
Payment for fixed assets	-	(808,667)
Payment for exploration & evaluation expenditure	<u>(493,057)</u>	<u>(3,607,198)</u>
Net cash flows used in investing activities	<u>1,130,557</u>	<u>(3,750,255)</u>
Cash flows from/(used in) financing activities		
Transaction costs relating to shares	(71,432)	(533,804)
Proceeds from issue of shares	1,842,084	6,834,400
Proceeds from (repaymentof) borrowings	(342,082)	-
Advance of related party loans	<u>175,820</u>	<u>2,480,849</u>
Net cash flows from /(used in) financing activities	<u>1,604,390</u>	<u>8,781,445</u>
Net increase/(decrease) in cash and cash equivalents	(392,764)	(1,758,930)
Cash and cash equivalents at beginning of period	<u>928,940</u>	<u>1,936,037</u>
Cash and cash equivalents at end of period	<u><u>536,176</u></u>	<u><u>177,107</u></u>

The above Consolidated Statement of Cash Flows
should be read in conjunction with the accompanying notes.

1. CORPORATE INFORMATION

The financial report of Dateline Resources Limited (the “Company”) covers the period from 1 July 2023 to 31 December 2023 (the “Period”). The Company was incorporated on 3 February 2011.

In June 2011, the Company was listed on the Australian Securities Exchange (ASX) through initial Public Offering Prospectus dated 18 April 2011.

The Company is an Australian-based mineral exploration company with existing exploration projects in the Republic of Fiji and mining permits in California USA. The address of the registered office of the Company is Level 29, 2 Chifley Square Sydney NSW 2000.

The financial report of Dateline Resources Limited for the Period was authorised for issue in accordance with a resolution of the Directors on 12 March 2024.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

(a) Basis of preparation

This general purpose interim condensed financial report of the Company for the Period has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with International Financial Standard IAS 34 *Interim Financial Reporting*.

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

It is recommended that the interim financial report be read in conjunction with the annual financial statements for the year ended 30 June 2023 and considered together with any public announcements made by the Company during the Period and up to the date of this report in accordance with the continuous disclosure obligations of the ASX Listing Rules.

The accounting policies and methods of computation adopted in the preparation of this financial report for the Period under review are consistent with those adopted in the annual financial statements for the year ended 30 June 2023. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

(b) Going Concern

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

During the period, the consolidated entity incurred a comprehensive loss of \$14,016,142 (2022: \$14,633,145 loss) a net cash outflow of \$392,764 (2022: \$1,758,930 outflow) and net cash out flow from operations of \$3,127,711 (2022: \$6,790,120). As at 31 December 2023, the consolidated entity also had a deficiency in working capital of \$2,905,046 (June 2023 : \$8,906,248 deficiency in working capital) and cash assets of \$536,176 (June 2023 : \$928,940).

The ability of the consolidated group to continue as a going concern is dependent upon the group being able to generate or obtain sufficient funds to satisfy exploration commitments and working capital requirements. The Company has taken steps to ensure that it has adequate working capital to satisfy existing commitments and to meet expected future expenditure requirements. This includes, the placement of 123,195,548 shares to raise \$1.48 million in February 2024.

As a result of the above, the Company is able to pursue its corporate strategy and the directors believe that the going concern basis for the preparation of the financial report of the Group is appropriate and that no material uncertainty exists that would alter this opinion. No adjustment has been made in relation to the recoverability and classification of recorded assets amounts and classification of liabilities that might be necessary should the consolidated entity not continue as a going concern.

(c) New or amended Accounting Standards and Interpretations adopted

The company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (“AASB”) that are mandatory for the current reporting period.

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

3. OPERATING SEGMENTS

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Company that are regularly reviewed by the Managing Director in order to allocate resources to the segment and to assess its performance.

	Australia	USA	Fiji	Consolidation	TOTAL
	A\$	A\$	A\$	Entries	A\$
				A\$	
31 December 2023					
Revenues	-	-	-	-	-
Segment Result	(1,725,092)	(12,291,050)	-	-	(14,016,142)
31 December 2022					
Revenues	-	423,797	-	-	423,797
Segment Result	(2,019,705)	(12,617,822)	4,382	-	(14,633,145)
31 December 2023					
Total Segment Assets	63,664,425	(17,986,252)	4,556,875	(39,615,572)	10,619,476
Total Segment Liabilities	(7,963,203)	2,269,933	(5,310,177)	6,393,902	(4,609,544)
30 June 2023					
Total Segment Assets	63,705,755	36,969,205	4,543,585	(67,886,080)	37,332,465
Total Segment Liabilities	(11,083,124)	(44,553,854)	(5,296,024)	34,664,410	(26,268,592)

DATELINE RESOURCES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	<u>31-Dec-23</u>	<u>31-Dec-22</u>
	\$	\$
4. ADMINISTRATION EXPENSES		
Consulting and corporate expenses	448,581	1,098,186
Compliance and regulatory expenses	40,245	56,318
Other administration expenses	<u>1,419,761</u>	<u>1,204,983</u>
TOTAL ADMINISTRATION EXPENSES	<u><u>1,908,587</u></u>	<u><u>2,359,487</u></u>

4a. LOSS ON SALE OF GUNNISON GOLD PTY LTD

On 31 December 2023, the Group sold its subsidiary Gunnison Gold Pty Ltd for cash consideration of USD2,275,000 and various performance payments. The loss on sale is calculated as follows:

Sale Price	\$3,427,689
Debt forgiven	(\$15,064,671)
Carrying value of deficiency in net assets	<u>\$1,571,687</u>
Loss on sale of Gunnison Gold Pty Ltd	<u><u>(\$10,065,295)</u></u>

	<u>31-Dec-23</u>	<u>30-Jun-23</u>
	\$	\$
5. TRADE & OTHER PAYABLES		
Current		
Trade and other payables	400,562	4,088,374
Accruals		<u>921,319</u>
	<u><u>400,562</u></u>	<u><u>5,009,693</u></u>

Current trade and other payables are non-interest bearing and are settled on 30 day terms.

6. FINANCIAL LIABILITIES TO RELATED PARTIES

Current

Loan - Mr. Mark Johnson	<u>3,387,920</u>	<u>5,318,474</u>
Total current loans from shareholders	<u><u>3,387,920</u></u>	<u><u>5,318,474</u></u>

Non-Current

Convertible Notes - Mr. Mark Johnson	<u>-</u>	<u>926,560</u>
Total non-current loans from shareholders	<u><u>-</u></u>	<u><u>926,560</u></u>

The amount owed to Mr. Johnson of \$3,387,920 (June 2023 \$5,318,474) represents unsecured loans including interest. Details of these loans are included in note 11. Interest of \$175,820 (Dec 2022 : \$109,600) was charged on the loans during the period. The loans are not repayable before 31 December 2024.

DATELINE RESOURCES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2023

	<u>31-Dec-23</u>	<u>30-Jun-23</u>
	\$	\$
7. LOANS		
Current		
Short term loans	821,062	1,210,436
Loan US Eagle Federal Credit Union	-	257,731
	<u>821,062</u>	<u>1,468,167</u>
Non-Current		
Loan US Eagle Federal Credit Union	-	14,172,620
Less : Capitalised Borrowing Expenses	-	(849,293)
Other Loans	-	(59,753)
	<u>-</u>	<u>13,263,574</u>
8. CONTRIBUTED EQUITY		
(a) Share Capital		
	Consolidated	
	<u>31-Dec-23</u>	<u>30-Jun-23</u>
Ordinary Capital		
Number of Shares	1,312,945,544	856,871,409
Paid Up	\$63,586,913	\$58,783,327
(b) Movements in Share Capital		
	Consolidated	
	Number	\$
	<u>of Shares</u>	
01 Jul 2023 Opening Balance	856,871,409	58,783,327
10 Aug 2023 Issue of shares	28,571,428	600,000
06 Nov 2023 Issue of shares	427,502,707	4,275,018
Share issue costs		(71,432)
Closing Balance	<u>1,312,945,544</u>	<u>63,586,913</u>
9. RESERVES		
	Consolidated	
	<u>31-Dec-23</u>	<u>30-Jun-23</u>
	\$	\$
Foreign Currency Translation Reserve	1,777,388	(2,381,228)
Option Valuation Reserve	768,765	1,036,373
Share Based Payments Reserve	1,680,846	1,680,846
	<u>4,226,999</u>	<u>335,991</u>

Foreign Currency Translation Reserve

The foreign currency translation reserve records exchange differences arising on translation of foreign controlled subsidiaries.

Option Valuation Reserve

7,000,000 unlisted options valued at \$267,522 lapsed on 31 July, 2023. The options did not vest.

Share Based Payments Reserve

On 28 May 2021 (after receiving the approval of shareholders at a General Meeting on 21 May 2021), the Company did issue to related parties a total of 18,883,179 fully paid ordinary shares (Mr. Baghdadi: 16,420,156 and Mr. Lannen : 2,463,023). These shares were issued with the consideration payable by Mr. Baghdadi and Mr. Lannen for the shares funded by an interest free and limited recourse loan advanced by the Company. Under AASB2, the issuance of these shares is treated as share-based payments, the cost of these were independently valued (using an option pricing model) at \$1,302,939 and are recorded in the Share Based Payments Reserve.

7,000,000 unlisted options recognised in the share-based reserve at \$357,161 were issued on 30 July 2021. These 7,000,000 options were issued to PAC Partners. The assessed fair value at grant date of options issued was \$357,161. The fair value at grant date is determined using the Black Scholes Model.

The model inputs for the options granted included:

- (a) Exercise price: \$0.135
- (b) Grant date: 30 July 2021
- (c) Expiry date: 30 July 2023
- (d) Share price at grant date: \$0.09
- (e) Expected price volatility of the Company's shares: 130%
- (f) Risk-free interest rate 0.02%

On 14 July 2021 the Company issued to two employees 400,000 and 200,000 fully paid ordinary shares. These shares were issued with the consideration payable by the employees for the shares funded by interest free and limited recourse loans of \$40,000 and \$20,000 advanced by the Company, secured against the 400,000 and 200,000 ordinary shares respectively. Under AASB2, the issuance of these shares is treated as share-based payments, the cost of these were independently valued (using an option pricing model) at \$20,746 and are recorded in the Share Based Payments Reserve.

10. EARNINGS PER SHARE

	Consolidated	
	Six Months ended 31-Dec-23	Six Months ended 31-Dec-22
Basic and diluted loss per share – cents per share	(1.39)	(2.63)
Net loss used to calculate earnings loss per share	(\$14,016,142)	(\$14,633,145)
Weighted average number of ordinary shares	1,007,682,136	535,360,990

11. RELATED PARTY DISCLOSURES

CONVERTIBLE NOTES

At the General Meeting of the Company's shareholders held on 21 May 2021, it was approved that the Company issue to Mr. Mark Johnson 3,853,552 unsecured Convertible Notes in accordance with the convertible note subscription agreement entered into by the Company on 20 April 2021.

The consideration for the issuance of these Convertible Notes is the cancellation/extinguishment by Mr Johnson's of all amounts owing by the Company to Mr Johnson (or his nominee) immediately after the completion of a debt novation agreement which was also presented to and passed by shareholders at the same General Meeting.

The Convertible Note Agreement approved by shareholders at the above meeting, provides for interest to be capitalised annually at a rate of 5% per annum.

The Company repaid the Convertible Notes on 30 October, 2023. Mr. Johnson used those funds to purchase shares in the Company when undertaking his underwriting commitments to the non-renounceable rights issue which had been announced to the ASX on 9 October, 2023.

LOANS FROM DIRECTOR MR.MARK JOHNSON

As at 31 December 2023 there were loans outstanding from related party Mr. Mark Johnson as depicted in the table below:

LOANS FROM MARK JOHNSON AS AT 31 DECEMBER 2023						
Loan Date	Principal	Repayments	Principal Outstanding	Interest	Loan Outstanding	Interest Rate
31 Dec 2021	\$ 300,000	\$ 300,000	\$ -	\$ 19,973	\$ 19,973	5%
28 Apr 2022	\$ 1,000,000	\$ 420,000	\$ -	\$ 50,548	\$ 50,548	5%
01 May 2023	\$ 580,000	\$ 580,000	\$ -	\$ 14,540	\$ 14,540	5%
20 May 2022	\$ 700,000	\$ 700,000	\$ -	\$ 50,726	\$ 50,726	5%
03 Jun 2022	\$ 1,000,000	\$ 826,374	\$ 173,626	\$ 72,046	\$ 245,672	5%
01 Nov 2022	\$ 1,250,000	\$ -	\$ 1,250,000	\$ 145,890	\$ 1,395,890	10%
17 Nov 2022	\$ 500,000	\$ -	\$ 500,000	\$ 56,164	\$ 556,164	10%
23 Nov 2022	\$ 300,000	\$ -	\$ 300,000	\$ 33,205	\$ 333,205	10%
02 Dec 2022	\$ 75,000	\$ -	\$ 75,000	\$ 8,116	\$ 83,116	10%
09 Dec 2022	\$ 428,000	\$ -	\$ 428,000	\$ 45,497	\$ 473,497	10%
11 Jan 2023	\$ 150,000	\$ -	\$ 150,000	\$ 14,589	\$ 164,589	10%
TOTAL	\$ 6,283,000	\$ 2,826,374	\$ 2,876,626	\$ 511,294	\$ 3,387,920	

12. DIVIDEND

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

13. COMMITMENTS

There are no commitments as at 31 December 2023 (June 23 : NIL)

14. CONTINGENT ASSETS AND LIABILITIES

Royalties payable to the previous owner of Gunnison Property

During the year ended 30 June 2018 the Company acquired freehold land over the Gold Links property. The agreement entitles the previous owner of this land to Royalty payments as detailed below:

The Company shall pay Royalties to the previous owner based on a percentage of Net Smelter Returns base on the Gold Price per Ounce as follows:

Gold Price per Ounce (USD)	Ownership Percentage of Net Smelter Returns
\$1,000 and below	1.0%
\$1,001 to 1,500	An Additional 0.1% for every \$100 in excess of \$1,000 up to \$1,500
\$1,501 to \$2,000	2.0%
\$2,001 to \$5,500	2.0% plus additional 0.1% for every \$100 in excess of \$2,000 up to \$5,500
\$5,501 and above	7.0%

The percentage will be adjusted bi- annually if the total amount of gold produced over a 6 month period is great than one ounce per ton. The adjustment is calculated by multiplying the average Ownership Percentage of Net Smelter returns during each 6 month period by the Gold Ratio. The Gold Ratio is the ratio of the amount of ounces of gold produced verses the tonnes of ore mined and milled.

The maximum percentage payable is capped at 7%.

Minimum payment if no production occurs

If no production is undertaken after 31 October 2018 the previous owner is entitled to US\$15,000 per calendar year if the following condition is met:

- (i) A commercial quantity (as determined by the previous owner's project engineer and geologist) of ore is available.

Colosseum Gold Mine

In March 2021, the Company entered into an agreement with LAC Minerals (USA) LLC, a wholly owned subsidiary of Barrick Gold Corporation to acquire the Colosseum Gold Mine, located in San Bernadino County, California. Colosseum was originally discovered in the early 1970's, with production of ~344,000 ounces of gold between 1988 and 1993 from two open pits. At the time of closure, the gold price was at a cyclical low below \$350/oz.

In October 2021 Dateline announced that all outstanding conditions precedent for the completion of the acquisition had been fulfilled. As part of the transaction, Dateline has provided US\$770,000 in reclamation bonds to replace the Barrick bonds with the relevant authorities. At this time the Company cannot reliably estimate the cost or timing of any remediation expenditure that may be required.

As part of the acquisition a further payment of US\$1,500,000 to Barrick will be payable following successful completion of a bankable feasibility study or commencement of site development for the extraction of ore or sale of the properties. Barrick is also entitled to a 2.5% Net Smelter Return royalty of all future production of any metals from the mine.

There were no changes to contingent liabilities since 30 June 2023.

Contingent Assets

Following the sale of Gunnison Gold Pty Ltd on 31 December 2023, the Group is entitled to performance payments as disclosed at item 4 within the directors' report. As those events occur, the Group in future will be legally entitled to the performance payments which will be brought to account as the various events occur.

15. SIGNIFICANT MATTERS AFTER BALANCE DATE

On 11 January 2024, the Company notified ASX that it had issued 16,610,620 Shares at an issue price of \$0.01 per Share. These Shares were issued to a number of sophisticated and professional investors with the funds raised from the issuance of these Shares used to continue to advance the Company's exploration and development projects in the United States and for general working capital purposes.

On 21 February, 2024, the Company announced that it had received firm commitments to raise \$1,478,346 pursuant to a placement of 123,195,548 new shares in the Company at an issue price of \$0.012 per share. As part of the placement terms, the Company agreed to grant a total of 61,614,442 unquoted options over unissued new shares, with an exercise price of \$0.03 and with an expiry date of the third anniversary of the date of their grant. These options will be subject to shareholder approval at a general meeting to be held on April 5, 2024.

No other matter or event has arisen since 31 December 2023 that would be likely to materially affect the operations of the Company, or the state of affairs of the Company not otherwise disclosed in the Group's financial report.

In the Directors' opinion:

- (a) The financial statements and notes of the Company and its controlled entities are in accordance with the Corporations Act 2001, including:
 - (i) Giving a true and fair view of the financial position as at 31 December 2023 and the performance for the period 1 July 2023 to 31 December 2023
 - (ii) of the Company and its controlled entities.
 - (iii) Complying with Accounting Standard AASB 134 Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements.

- (b) There are reasonable grounds to believe that the Company and its controlled entities will be able to pay its debts as and when they become due and payable.

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

On behalf of the Board of Directors.



Mark Johnson
Chairman
12 March 2024

Independent Auditor's Review Report to the Members of Dateline Resources Limited

Report on the Consolidated Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Dateline Resources Limited ("the company"), which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration, for the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

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

Material Uncertainty Regarding Going Concern

We draw attention to Note 2(b) in the financial report, which indicates that the company incurred a net loss of \$14,633,145 during the period ended 31 December 2023 and, as of that date, the current liabilities exceeded its current assets by \$2,905,046. As stated in Note 2(b), these events or conditions, along with other matters as set forth in Note 2(b), indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

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

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

DFK Laurence Varnay Auditors Pty Ltd



Faizal Ajmat
Director

Sydney, 12 March 2024

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