



**KORE POTASH PLC**

**HALF-YEARLY REPORT**

**FOR THE 6 MONTHS ENDED  
30 JUNE 2022**

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## CORPORATE DIRECTORY

**COMPANY REGISTRATION NUMBER**

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**NON-EXECUTIVE CHAIRMAN**

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**CHIEF EXECUTIVE OFFICER**

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## GLOSSARY

Acronym / Term	Stands For / Meaning	Definition and/or Additional Information
\$ or USD	Denotes USD or United States dollars	The official currency of the United States of America and its territories, as well as being the functional and presentation currency of the Company and the Group.
2018 UK Code	2018 UK Corporate Governance Code	The UK corporate governance code that came into effect on 1 January 2018 and applies to accounting reference periods commencing on and after 1 January 2019.
AGM	Annual General Meeting	The mandatory yearly gathering of the Company's interested shareholders. The latest AGM was held on 9 June 2022.
AIM	Alternative Investment Market	AIM (formerly the Alternative Investment Market) is a market operated by the London Stock Exchange.
ASX	Australian Securities Exchange	The ASX is Australia's primary securities exchange.
AUD	Australian dollars	The official currency of the Commonwealth of Australia.
Board	The board of directors of Kore Potash plc	
Carnallite/ Carnallite	A rock type comprised predominantly of the potash mineral carnallite (KMgCl <sub>3</sub> ·6H <sub>2</sub> O) and halite (NaCl)	Carnallite may be replaced by the word carnallite for simplicity.
CDIs	CHESS Depository Interests	CDIs are instruments traded on the ASX that allow non-Australian companies to list their shares on the exchange and use the exchange's settlement systems. In the Company's case, one CDI is equivalent to one share traded on the AIM market or on the JSE.
CEO	Chief Executive Officer	
CFO	Chief Financial Officer	
Company	Kore Potash plc	Kore Potash plc is public company incorporated and registered in England and Wales (registered number 10933682).
COO	Chief Operating Officer	
COVID-19	Coronavirus 2019	An acute disease in humans caused by a coronavirus. It was originally identified in 2019 and became a pandemic in 2020.
DFS	Definitive Feasibility Study	A DFS is an evaluation of a proposed mining project to determine whether the mineral resource can be mined economically.
Dougou	Denotes the Dougou Project	The Dougou Project (including the Dougou Extension (DX) Project) is part of the Sintoukola Potash Project.
DPM	Dougou Potash Mining S.A.	DPM is located in the RoC and is one of the subsidiaries of SPSA.
DUP	Déclaration d'Utilité Publique	A DUP or translated as a "declaration of public utility", is a formal recognition in RoC law that a proposed project has public benefits.
DX	Dougou Extension	The Dougou Extension sylvinitic solution mining project.
EBITDA	Earnings Before Interest, Taxes, Depreciation and Amortization	
ENFI	China ENFI Engineering Corporation	

## GLOSSARY (CONT)

Acronym / Term	Stands For / Meaning	Definition and/or Additional Information
EPC	Engineering, Procurement and Construction	A particular form of contracting arrangement used in some industries where the EPC contractor is made responsible for all the activities from design, procurement, construction, commissioning and handover of the project to the end-user or owner.
ESIA	Environmental and social impact assessment	A process for predicting and assessing the potential environmental and social impacts of a proposed project, evaluating alternatives and designing appropriate mitigation, management and monitoring measures.
GBP	British pound sterling	The official currency of the United Kingdom.
Granular MoP	The selling description for compacted MoP.	
Group	Kore Potash plc and its controlled entities	A list of the controlled entities within the Group is included in Note 8 of the 2021 Annual Report.
HoA	Heads of Agreement	
Insoluble material	Here refers to clays, organic material and other insoluble components of the sylvinite	Low insoluble content is considered advantageous.
IRR	Internal Rate of Return	
JORC	Australasian Joint Ore Reserves Committee	JORC is sponsored by the Australian mining industry and its professional organisations.
JORC Code	The Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves	The JORC Code is one of the most accepted standards for the reporting of a company's Mineral Resources and Ore Reserves.
JSE	Johannesburg Stock Exchange	The securities exchange, licensed under the Financial Markets Act (No 19 of 2012), as amended from time to time, operated by JSE Limited.
KCl	Potassium Chloride	
Km	Kilometres	
KMP	Key Management Personnel	Refers to those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any director (whether executive or otherwise) of the Group.
Kola	Denotes the Kola Project.	The Kola Project is part of the Sintoukola Potash Project.
Kore Potash	Kore Potash plc	See definition for "Company" above.
KPM	Kola Potash Mining S.A	KPM is located in the RoC and is one of the subsidiaries of SPSA.
LSE	London Stock Exchange	The LSE is the primary stock exchange in the United Kingdom.
LTIP	Long Term Incentive Plan	
Mining Convention	Denotes the mining convention signed by the Group and the government of RoC.	The mining convention governs the conditions of construction, operation and mine closure of the Kola and Dougou (including Dougou Extension) mining projects.

## GLOSSARY (CONT)

Acronym / Term	Stands For / Meaning	Definition and/or Additional Information
MoP	Muriate of Potash	The saleable form of potassium chloride (KCl), comprising of a minimum 95% KCl.
MoU	Memorandum of Understanding	The MoU was signed on 6 April 2021 by the Company and Summit.
Mt	Million tonnes	
Mtpa	Million tonnes per annum	
NED	Non-Executive Director	Non-Executive Director of Kore Potash plc.
NPV	Net Present Value	
OIA	Oman Investment Authority (former SGRF)	OIA, is a sovereign wealth fund in Oman, and is one of the Company's substantial shareholders. Its investment in the Company is held in the name of Princess Aurora Company Pte
Period	The current reporting period for the Half Yearly Report commencing 1 January and ending 30 June.	
Potash	Refers to potassium compounds, especially those of potassium chloride (MoP) or sulfate (SoP)	Refer to MoP and SoP for the definitions on the two main types of potash.
RoC	Republic of Congo	The RoC is where the Group's exploration activities are located.
Rock-salt	In this case, a rock comprised predominantly of the mineral halite (NaCl)	
SBP	Share-Based Payment(s)	
SEPCO	SEPCO Electric Power Construction Corporation	
Sintoukola Potash Project	Denotes the large potash project operated by the Group through SPSA located in the Koulou Province of the Republic of Congo	The Sintoukola Potash Project includes the Kola Project, the Dougou Project and the Dougou Extension Project (previously known as the Yangala Project).
SJCS	St James's Corporate Services Limited	SJCS, together with Henko Vos, are the Company's joint company secretary.
SoP	Sulfate of Potash	Also called potassium sulphate, arcanite, or archaically known as potash of sulphur. SoP is the inorganic compound with formula K <sub>2</sub> SO <sub>4</sub> . It is a white water-soluble solid. It is commonly used in fertilizers, providing both potassium and a source of sulphur.
SPSA	Sintoukola Potash S.A.	SPSA is the Company's 97%-owned subsidiary located in the RoC, owned through the Company.
SQM	Sociedad Quimica y Minera de Chile S.A.	SQM is a New York listed Chilean lithium & potash company and is one of the Company's substantial shareholders.
Standard MoP	The selling description for uncompact MoP.	
Summit	Summit Africa Limited	
Summit Consortium	The Summit Consortium refers to Summit, BRP Global Limited, SEPCO and their subcontractor ENFI.	
Sylvinite	A rock type comprised predominantly of the potash mineral sylvite (KCl) and halite (NaCl)	

## DIRECTORS' REPORT

The Board of Directors of Kore Potash plc ("Kore Potash" or "Company") presents herewith the half-yearly report of Kore Potash plc and its subsidiaries ("the Group") for the 6 months ended 30 June 2022.

### DIRECTORS

The names of the directors of the Company in office during the 6 months and as at the date of this report are:

David Hathorn	(Non-Executive Chairman)
Brad Sampson	(Chief Executive Officer)
Jonathan Trollip	(Non-Executive Director)
David Netherway	(Non-Executive Director)
Sameer Oundhakar	(Non-Executive Director)
Pablo Hernandez Mac-Donald	(Non-Executive Director)

All directors were in office from the beginning of the half-year until the date of this report unless otherwise stated.

### PRINCIPAL ACTIVITY

The principal activity of the Group during the financial half year was exploration for potash minerals prospects and project development at the Company's Sintoukola Potash Project including the Kola and Dougou Potash Permits in the RoC. There were no significant changes in the nature of activities of the Group during the half year.

### OPERATING RESULTS

Net operating loss after tax for the 6 months ended 30 June 2022 was USD 903,210 (H1 2021: USD 1,290,440).

At 30 June 2022, the Group had USD 157,518,638 in capitalised Exploration and Evaluation asset (31 Dec 2021: USD 166,613,902). Cash and cash equivalents decreased by USD 3,464,092 during the Period to USD 7,628,417 at 30 June 2022.

## REVIEW OF OPERATIONS AND STRATEGIC REPORT

The Board is pleased to present its review of the potash exploration and development activities of the Group, whose flagship asset is the Sintoukola Potash Project, located within the RoC.

The Group is developing its globally significant potash deposits in the RoC, which are ideally located to supply the important Brazilian agricultural market and high growth African markets. The potash deposits are high grade, shallow, and close to the coast with access to infrastructure. The Sintoukola Potash Project also has district scale development potential with over 6 billion tonnes of potash mineral resources located 35 kilometres from the coast.

Feeding the world's growing population as arable land per capita declines requires increasing application of fertiliser. Potassium (from potash) is a key nutrient, essential for high quality and high yield food production to meet this need. As a result, the increasing demand for potash, as well as the potential for the Group to be one of the lowest cost suppliers of potash to South American and African markets, puts the Group in a good position to increase its business value over the long term.

### PROJECT OVERVIEW

The Sintoukola Potash Project comprises the Kola sylvinite and carnallite deposits, DX sylvinite deposit and Dougou carnallite deposits. These deposits are all situated within the Kola and Dougou Mining Licenses.

The Sintoukola Basin is located approximately 80 km to the north of the city of Pointe Noire, which has a major port facility, and within 35 km of the Atlantic coast. The Sintoukola Potash Project has the potential to be among the world's lowest-cost potash producers, and its location near the coast offers a transport cost advantage in comparison to existing global potash producers.

## DIRECTORS' REPORT (CONTINUED)

### PROJECT OVERVIEW (CONTINUED)

The Kola sylvinitic deposit has a Mineral Resource of 848 Mt with an average grade of 34.8% KCl at an average depth of approximately 250 metres below the surface. The Kola DFS was announced on 29 January 2019, which determined Proved and Probable Ore Reserves totaling 152.4 Mt with an average grade of 32.5% KCl. The deposit is open laterally and an exploration target for the southward extension of sylvinitic was announced on 21 November 2018. A non-binding MoU for the completion of a capital optimisation study on Kola, presentation of an EPC proposal and financing for the construction of Kola was signed with the Summit Consortium and announced on 6 April 2021. On 27 June 2022 the Company announced the successful results of the Optimisation study.

The DX Deposit contains a total sylvinitic Mineral Resources of 145 Mt with an average grade of 39.7% KCl, hosted by two seams. The results of a Pre- Feasibility Study ("PFS") were announced on 13 May 2020, which determined Ore Reserves of 17.7 Mt with an average grade of 41.7% KCl. DX is located 15 km southwest of Kola. The DX deposit is open laterally, and an Exploration Target for the northward extension of sylvinitic at DX was announced on 21 November 2018. Additional drilling was undertaken at DX as part of the first phase of a DFS. The drilling results were released on 27 May 2021, and subsequently, the Company has completed an updated geological model for the DX Project.

The Kola and DX sylvinitic deposits are high grade relative to most potash deposits globally. They contain less than 0.3% insoluble material which provides a further processing advantage over other potash deposits.

The Dougou carnallite deposit has a Mineral Resource of 3.056 billion tonnes with an average grade of 20.7% KCl (at a depth of between 400 and 600 metres) hosted by 35-40 metres of carnallite within four flat-lying seams. The Dougou deposit remains open laterally and at depth. A scoping study was completed and announced in February 2015.

### SUMMARY OF KEY DEVELOPMENTS

#### HIGHLIGHTS

- The process to potentially finance the construction of Kola progressed in line with the MoU signed with the Summit Consortium in April 2021.
- Receipt of the Optimisation Study on the Kola Project was announced to shareholders on 1 April 2022.
- Kore Potash completed its detailed review of the Optimisation Study and announced the outcomes of the Study to shareholders on 27 June 2022.
- On 28 June 2022, the Company announced it had signed a HoA for the construction of Kola.
- Cash and cash equivalents, at 30 June 2022 was USD 7,628,417.
- The exploration and evaluation asset at 30 June 2022 was USD 157,518,638, a decrease of USD 9,095,267 from USD 166,613,902 at 31 December 2021. During the Period the Company capitalised USD 2,921,600 in exploration and evaluation expenditure and the expenditure decreased by USD 12,016,864 as a result of the strengthening of the USD against the currency of the RoC.
- Despite the on-going Russian/Ukraine conflict, the Covid-19 pandemic and increasing fuel prices, the Group's operations have not been materially impacted by these during the Period.



## DIRECTORS' REPORT (CONTINUED)

### OPERATIONAL ACTIVITIES

#### Kola Potash Project

- The Company signed a non-binding MoU with Summit, on behalf of a consortium of investors and engineering firms on 6 April 2021, to arrange the total financing required for the construction of Kola in the presence of the Minister of Mines of the RoC and his key staff in Brazzaville.
- The Summit Consortium includes:
  - BRP Global, headquartered in Abu Dhabi, who will provide royalty financing in conjunction with product offtake.
  - SEPCO, an international engineering and construction group headquartered in Jinan, China and with offices in Dubai which is a wholly owned subsidiary of Power Construction Corporation of China (POWER CHINA). SEPCO will be the EPC contractor for Kola within the Summit Consortium. SEPCO has significant construction experience globally across a range of industries, including power, oil and gas chemical, energy-reduction and environmental protection and infrastructure projects. SEPCO has completed major construction projects in 25 countries, including 44 EPC contracts in 11 countries with 7 of these in Africa, in addition to its construction capability, SEPCO will also assist in arranging the debt financing; and
  - China ENFI Engineering Corporation, subcontracted by SEPCO and headquartered in Beijing, is a significant engineering group with specific mining, processing, and potash experience. ENFI is a mining technology leader in China and has provided technical services for the design and construction of more than 400 mining operations around the world. ENFI's potash specific experience includes design and construction of an underground potash mine in southeast Asia.
- During the period the Summit Consortium completed the Optimisation Study with the successful outcomes:
  - Capital cost reduced by US\$520 million to US\$1.83 billion on an EPC basis compared to the DFS capital cost of US\$2.35 billion on an equivalent EPC basis.
  - Construction period reduced to 40 months from the DFS construction period of 46 months.
  - Key financial metrics improved on DFS outcomes (at potash pricing averaging US\$360/tonne unchanged from the DFS):
    - Kola net present value NPV<sub>10</sub> post tax improved to US\$1.623 billion
    - IRR improved to 20% on ungeared post tax basis
  - At a potash price of US\$1000/t MoP CFR Brazil (less than current potash price of approximately US\$1100/t MoP CFR Brazil) the Kola financial metrics improve to:
    - NPV<sub>10</sub> post tax US\$9.354 billion
    - IRR of 49% on ungeared post tax basis
  - Designed with a nameplate production capacity of 2.2 Mtpa of MoP.
  - MoP production scheduled over an initial 31 year project life.
  - Designed as a conventional mechanised underground potash mine with shallow shaft access. Ore from underground is transported to the process plant via an overland conveyor approximately 25 km long. After processing, the MoP product is conveyor transported 11 km to the marine export facility. MoP is conveyed from the storage area onto barges via the dedicated barge loading jetty and then trans-shipped into ocean going vessels for export.
- Kore Potash signed a HoA for the construction in the presence of the Minister of State and Minister of Mining Industry and Geology of the RoC, Mr Pierre Oba.

The HoA confirms the timeline for SEPCO to complete their discussions with Kore Potash ahead of presenting the Company an EPC contract proposal for Kola. It also provides additional clarity on matters that SEPCO are required to finalise in advance of presenting Kore with the construction contract proposal.

The HoA provides for:

- Kola to be designed and constructed as a conventional underground potash mine and processing plant producing up to 2.2 Mtpa of granular MoP over an initial 31 year life.
- The granular MoP produced will be at a minimum quality of 95.3% KCl in line with international standards.
- The capital cost to construct will be US\$1.83 billion and the construction period will be 40 months.
- During the preconstruction engineering design phase, the HoA provides SEPCO with an opportunity to adjust the costs related to the underground mine portion of the works. SEPCO's current capital cost is based in part upon information collected during the DFS Study phase, some of which SEPCO continues to review. Should the final agreed quantities of materials and labour or the underground construction period differ materially from the baseline, SEPCO will be able to adjust proportionately. The underground portion of the works (excluding equipment and infrastructure) is currently estimated as US\$164 million, which represents 9% of the total capital cost.

## DIRECTORS' REPORT (CONTINUED)

### OPERATIONAL ACTIVITIES (CONTINUED)

#### Kola Potash Project

- SEPCO will also be able to adjust the capital cost if the Chinese RMB or Congolese FCFA currency exchange rates to the US dollar vary materially prior to commencement of the works. In such circumstance only the cost of affected works or components may be adjusted.

#### Next Steps

- The results of the Study support moving to the next phase of the Kola development. Therefore, the Summit Consortium has advised that SEPCO will continue negotiations with Kore Potash with a view to finalising all EPC terms based on FIDIC Silver book 2017 and present the complete EPC contract proposal for the construction of Kola. The EPC contract proposal will be based on the capital cost and construction schedule from the Study.
- The Summit Consortium has advised that the strongly positive outcomes of the Study continue to support their financing of Kola and it intends to provide the financing proposal for the construction cost of Kola after the Company's receipt of the EPC proposal and agreement on key EPC terms.

#### Dougou Extension (DX) Sylvinite Defined Feasibility Study Phase 1

- Following the completion of the drilling at the DX Potash Project by the Company earlier in 2021, the Company's geological consultants developed an updated geological model for the DX deposit.

The new geological model, completed in 2021, incorporated all information from the drilling programme completed in 2021. It improves confidence in the geological modelling of the DX deposit and improves the Company's understanding of the Sylvinite / Carnallite boundaries in the Top Seams and Hanging wall seams.

There has been no update of the DX Mineral Resources or Ore Reserves.

#### Next Steps

- The Company is assessing the most appropriate next steps for developing the DX deposit and intends to update shareholders further once these steps have been confirmed.

#### Environmental and social impact assessment ("ESIA")

- The Minister of Tourism and Environment of the RoC issued certificates on 31 March 2020 granting a 25-year approval period for the ESIA's for both the Dougou and the Kola Mining Licenses. This approval aligned with the provisions of the Mining Convention in place between the Government and Kore and eliminated the previous requirement for annual re-approvals. The Company plans in the future to seek approval for amendments to the ESIA for the Dougou Mining License to include the planned mining and processing of the DX sylvinite Deposit which sits within the Dougou Mining License.

#### Mining Convention and Research Convention

- The Company continues to engage with the RoC Government to implement the commitments contained within the Mining Convention. This includes the intra-group transfer of the Dougou Mining License from SPSA to the operating entity DPM, and the transfer of a 10% shareholding in KPM and DPM to the State.

#### Impact of COVID-19

- COVID-19 has not had a material adverse impact on the Company's activities during the Period. However, ongoing covid related lockdowns and travel restrictions in China caused delays in SEPCO completing the Kola Optimisation Study and impacted their finalisation of the EPC contract proposal for presentation to Kore.
- The Company continues to work according to its COVID policy which is revised periodically in line with changing expectations globally and within the RoC.
- Kore maintained full business continuity in the RoC at its Pointe Noire and Koutou camp locations through teleworking, company provided safe transportation for employees, and controlled access to facilities.

## DIRECTORS' REPORT (CONTINUED)

### OPERATIONAL ACTIVITIES (CONTINUED)

#### Impact of Russia/Ukraine Conflict

- The conflict has not had a material adverse impact on the Company's activities during the Period.
- Global potash prices have risen dramatically in response to the conflict strengthening the investment case for the Company's projects in the Sintoukola Basin.
- Fuel prices have risen and have not had a material impact on the operations in the RoC,
- Fuel shortages have been experienced in the RoC however, the Company has maintained sufficient fuel inventory to ensure the operations are not impacted by these shortages.
- Inflation has not had a material impact on the Group's activities.

### PRINCIPAL RISKS

There are a number of potential risks and uncertainties which could have a material impact on the Group's performance over the remaining six months of the financial year and could cause actual results to differ materially from expected and historical results. The directors have considered the principal risks facing the Group and concluded they have not changed since the publication of the annual report for the year ended 31 December 2021, which are summarised below:

- Capital requirement and ability to attract future funding;
- Country risk in RoC;
- Change in potash commodity prices and market conditions;
- Geological and technical risk posed to exploration and commercial exploitation success;
- Environmental and occupational health and safety risks;
- Retention of key staff;
- Climate Change;
- Government policy changes;
- COVID-19 and the impact it may have on the Group's operations and fundraising activities.

### GOING CONCERN

The 30 June 2022 half-yearly report has been prepared on a going concern basis that contemplates the continuity of normal business activities and the realisation of assets and extinguishment of liabilities in the ordinary course of business. In determining the appropriateness of the basis of preparation, the directors have considered the impact of COVID-19, inflation and the Russian/Ukraine conflict on the position of the Group at 30 June 2022 and its operations in future periods.

Cash and cash equivalents, at 30 June 2022 were USD 7,628,417 (31 December 2021: USD 11,092,509) the decrease of 3,464,092 related to exploration and evaluation expenditure and Kore Potash operating expenditure. For the Period ended 30 June 2022 the Group recorded a net loss of USD 903,210 (31 December 2021: USD 1,941,196) and at 30 June 2022 had a net working capital of USD 6,970,811 (31 December 2021: USD 10,215,903). The Group also recorded a net cash used in operating activities for the Period ended 30 June 2022 of USD 697,416 (31 December 2021: USD 1,701,079).

Based on the Group's cash flow forecast it is likely that the Group will need to access additional capital in the next 12 months for the working capital requirements for Kore Potash during the construction of Kola based on receiving and accepting the EPC contract proposal from SEPCO and the financing proposal for the complete construction of Kola from the Summit Consortium to ensure the realisation of assets on an orderly basis and the extinguishment of liabilities as and when they fall due. The directors are confident that the Group will be successful in raising additional funds through the issue of new equity and/or through debt funding, should the need arise. The directors are also aware that the Group has the option, if necessary, to defer expenditure or relinquish certain projects and reduce administration costs in order to minimise its capital raising requirements. Under this scenario the Group would not need to raise further funds to meet its working capital requirements for at least 12 months and given at the date of this report this action is within the control of the directors and therefore it is considered appropriate to prepare the interim financial statements on a going concern basis.

Based on these facts, the directors consider the going concern basis of preparation to be appropriate for this financial report.

## DIRECTORS' REPORT (CONTINUED)

### Tenement Details and Ownership

The Company is incorporated and registered in England and Wales and has a 97% holding in SPSA in the RoC. SPSA is the 100% owner of DPM, which holds the Dougou Mining Lease and KPM, which holds the Kola Mining Lease. The Dougou Mining lease hosts the Dougou Deposit and the DX Deposit. The Kola Deposit is located within the Kola Mining Lease.

**Table 1: Schedule of mining tenements (Republic of Congo)**

Project & Type	Tenement Issued	Company Interest	Title Registered to
Kola Mining	Decree 2013-412 of 9 August 2013	100% potassium rights only	Kola Potash Mining S.A.
Dougou Mining	Decree 2017-139 of 9 May 2017 Revised Decree No 2021-389 of 2 August 2021	100% potassium rights only	Sintoukola Potash S.A.

### About Kore Potash's Projects

Kore Potash is an advanced stage mineral exploration and development company whose primary asset is a 97%-owned interest in the Sintoukola project, a potash project located in the RoC. The Sintoukola project comprises the DX sylvinite Deposit, the Kola sylvinite and carnallite Deposits, and the Dougou carnallite Deposit. These deposits are within the Dougou and Kola Mining Licenses.

Sintoukola is located approximately 80 km to the north of the city of Pointe Noire which has a major port facility, and within 30 km of the Atlantic coast. Sintoukola has the potential to be among the world's lowest-cost potash producers and its location near the coast offers a transport cost advantage to global fertilizer markets.

The Kola sylvinite Deposit has a Measured and Indicated sylvinite Mineral Resource of 848 million tonnes grading 34.8% KCl. The results of a DFS were announced on 29 January 2019, which determined Ore Reserves of 152.4 Mt with an average grade of 32.5% KCl. The deposit is open laterally; an Exploration Target for the Southward extension of sylvinite was announced on the 21 November 2018.

The DX sylvinite Deposit contains a total sylvinite Mineral Resource Estimate of 145 Mt grading 39.7% KCl, hosted by two seams. The results of a PFS were announced on 13 May 2020, which determined Ore Reserves of 17.7 Mt with an average grade of 41.7% KCl. DX is located 15 km southwest of Kola. The deposit is open laterally; an Exploration Target for the northward extension of sylvinite was announced on the 21 November 2018. Additional drilling was undertaken as part of the DFS Phase 1 and announced to the market on 27 May 2021 this information has improved the understanding of the deposit and updated technical modelling information for future capital estimates.

The DX and Kola sylvinite Deposits are considered high grade relative to most potash deposits globally and have the advantage of having very low content of insoluble material, less than 0.3% which provides a further processing advantage.

The Dougou carnallite deposit has a Measured and Indicated Potash Mineral Resource of 3.056 billion tonnes grading 20.7% KCl (at a depth of between 400 and 600 meters) hosted by 35-40 meters of carnallite within 4 flat-lying seams. A Scoping Study was completed in February 2015. This Study indicated that a Life of Mine operating cost of USD68 per tonne MoP was achievable.

- Muriate of Potash (MoP) is the saleable form of potassium chloride (KCl), comprising of a minimum 95% KCl.
- Sylvinite is a rock type comprised predominantly of the potash mineral sylvite (KCl) and halite (NaCl).
- Carnallite is a rock type comprised predominantly of the potash mineral carnallite (KMgCl<sub>3</sub>·6H<sub>2</sub>O) and halite (NaCl)

## DIRECTORS' REPORT (CONTINUED)

### Kore's Potash Mineral Resources

Table 2: Kore's Potash Mineral Resources and Ore Reserves, provided as Gross and Net Attributable (to Kore's 97% holding), prepared and reported according to the JORC Code, 2012 edition.

#### SYLVINITE DEPOSITS

KOLA SYLVINITE DEPOSIT						
Mineral Resource Category	Gross			Net Attributable (90% interest)		
	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt
Measured	216	34.9	75.4	194	34.9	67.8
Indicated	292	35.7	104.3	263	35.7	93.9
<b>Sub-Total Measured + Indicated</b>	<b>508</b>	<b>35.4</b>	<b>179.7</b>	<b>457</b>	<b>35.4</b>	<b>161.7</b>
Inferred	340	34.0	115.7	306	34.0	104.1
<b>TOTAL</b>	<b>848</b>	<b>34.8</b>	<b>295.4</b>	<b>763</b>	<b>34.8</b>	<b>265.8</b>

Ore Reserve Category	Gross			Net Attributable (90% interest)		
	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt
Proved	62	32.1	19.8	56	32.1	17.9
Probable	91	32.8	29.7	82	32.8	26.7
<b>TOTAL</b>	<b>152</b>	<b>32.5</b>	<b>49.5</b>	<b>137</b>	<b>32.5</b>	<b>44.6</b>

Ore Reserves are not in addition to Mineral Resources but are derived from them by the application of modifying factors

DOUGOU EXTENSION SYLVINITE DEPOSIT (HWSS and TSS)						
Mineral Resource Category	Gross			Net Attributable (90% interest)		
	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt
Measured	-	-	-	-	-	-
Indicated	79	39.1	30.8	71	39.1	27.7
<b>Sub-Total Measured + Indicated</b>	<b>79</b>	<b>39.1</b>	<b>30.8</b>	<b>71</b>	<b>39.1</b>	<b>27.7</b>
Inferred	66	40.4	26.7	59	40.4	24.0
<b>TOTAL</b>	<b>145</b>	<b>39.7</b>	<b>57.5</b>	<b>130</b>	<b>39.7</b>	<b>51.8</b>

Ore Reserve Category	Gross			Net Attributable (90% interest)		
	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt	Sylvinite Mt	Average Grade KCl %	Contained KCl Mt
Proved	-	-	-	-	-	-
Probable	17.7	41.7	7.4	16	41.7	6.6
<b>TOTAL</b>	<b>17.7</b>	<b>41.7</b>	<b>7.4</b>	<b>16</b>	<b>41.7</b>	<b>6.6</b>

Ore Reserves are not in addition to Mineral Resources but are derived from them by the application of modifying factors

#### CARNALLITE DEPOSITS

DOUGOU CARNALLITE DEPOSIT						
Mineral Resource Category	Gross			Net Attributable (90% interest)		
	Carnallite Mt	Average Grade KCl %	Contained KCl Mt	Carnallite Mt	Average Grade KCl %	Contained KCl Mt
Measured	148	20.1	29.7	133	20.1	26.8
Indicated	920	20.7	190.4	828	20.7	171.4
<b>Sub-Total Measured + Indicated</b>	<b>1,068</b>	<b>20.6</b>	<b>220.2</b>	<b>961</b>	<b>20.6</b>	<b>198.2</b>
Inferred	1,988	20.8	413.5	1789	20.8	372.2
<b>TOTAL</b>	<b>3,056</b>	<b>20.7</b>	<b>633.7</b>	<b>2750</b>	<b>20.7</b>	<b>570.3</b>

KOLA CARNALLITE DEPOSIT						
Mineral Resource Category	Gross			Net Attributable (90% interest)		
	Carnallite Mt	Average Grade KCl %	Contained KCl Mt	Carnallite Mt	Average Grade KCl %	Contained KCl Mt
Measured	341	17.4	59.4	307	17.4	53.5
Indicated	441	18.7	82.6	397	18.7	74.4
<b>Sub-Total Measured + Indicated</b>	<b>783</b>	<b>18.1</b>	<b>142.0</b>	<b>705</b>	<b>18.1</b>	<b>127.8</b>
Inferred	1,266	18.7	236.4	1140	18.7	212.8
<b>TOTAL</b>	<b>2,049</b>	<b>18.5</b>	<b>378.5</b>	<b>1844</b>	<b>18.5</b>	<b>340.6</b>



## DIRECTORS' REPORT (CONTINUED)

### Competent Persons Statements

All Mineral Resource and Ore Reserves are reported in accordance with the JORC Code (2012 edition). Numbers are rounded to the appropriate decimal place. Rounding 'errors' may be reflected in the "totals".

The Kola Mineral Resources were reported 6 July 2017 in an announcement titled 'Updated Mineral Resource for the High -Grade Kola Deposit'. It was prepared by Competent Person Mr. Garth Kirkham, P.Geo., of Met-Chem division of DRA Americas Inc., a subsidiary of the DRA Group, and a member of the Association of Professional Engineers and Geoscientists of British Columbia. The Ore Reserves for sylvinites at Kola was first stated on 29 January 2019 in an announcement titled "Kola Definitive Feasibility Study" and was prepared by Met-Chem. The Competent Person for the estimate was Mr. Mo Molavi, member of good standing of Engineers and Geoscientists of British Columbia. The Ore Reserves were reviewed when the changes to the underlying assumptions (as detailed in 27 June 2022 announcement "Kola Project optimisation study outcomes") were made and Mr. Molavi verified that the Ore Reserves remained unchanged.

The Dougou carnallite Mineral Resources were reported on 9 February 2015 in an announcement titled 'Elemental Minerals Announces Large Mineral Resource Expansion and Upgrade for the Dougou Potash Deposit'. It was prepared by Competent Persons Dr. Sebastian van der Klauw and Ms. Jana Neubert, senior geologists and employees of ERCOSPLAN Ingenieurgesellschaft Geotechnik und Bergbau mbH and members of good standing of the European Federation of Geologists.

The DX sylvinites Mineral Resources and Ore Reserves were reported in an announcement titled "Dougou Extension (DX) Project Pre-Feasibility Study" on 13 May 2020. Ms. Vanessa Santos, P.Geo. of Agapito Associates Inc. was the Competent Person, for the Exploration Results and Mineral Resources. Ms. Santos is a licensed professional geologist in South Carolina (Member 2403) and Georgia (Member 1664), USA, and is a registered member (RM) of the Society of Mining, Metallurgy and Exploration, Inc. (SME, Member 04058318). Dr. Michael Hardy was the Competent Person for the Ore Reserves, and he is a registered member in good standing (Member #01328850) of Society for Mining, Metallurgy and Exploration (SME) which is an RPO included in a list that is posted on the ASX website from time to time

The Company confirms that, other than the activity currently underway to develop an improved geological model for the DX deposit which may in the future necessitate a change in the DX Mineral Resources, that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources or statements of Ore Reserves that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

### Forward-Looking Statements

This release contains certain statements that are "forward-looking" with respect to the financial condition, results of operations, projects and business of the Company and certain plans and objectives of the management of the Company. Forward-looking statements include those containing words such as: "anticipate", "believe", "expect", "forecast", "potential", "intends", "estimate", "will", "plan", "could", "may", "project", "target", "likely" and similar expressions identify forward-looking statements. By their very nature forward-looking statements are subject to known and unknown risks and uncertainties and other factors which are subject to change without notice and may involve significant elements of subjective judgement and assumptions as to future events which may or may not be correct, which may cause the Company's actual results, performance or achievements, to differ materially from those expressed or implied in any of our forward-looking statements, which are not guarantees of future performance. Neither the Company, nor any other person, gives any representation, warranty, assurance or guarantee that the occurrence of the events expressed or implied in any forward-looking statement will occur. Except as required by law, and only to the extent so required, none of the Company, its subsidiaries or its or their directors, officers, employees, advisors or agents or any other person shall in any way be liable to any person or body for any loss, claim, demand, damages, costs or expenses of whatever nature arising in any way out of, or in connection with, the information contained in this document.



**David Hathorn**  
Chairman  
12 09 2022



**Brad Sampson**  
Chief Executive Officer  
12 09 2022

## INDEPENDENT REVIEW REPORT TO KORE POTASH PLC

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the condensed set of financial statements in the half-yearly financial report for the six months ended 30 June 2022 is not prepared, in all material respects, in accordance with UK adopted International Accounting Standard 34, the London Stock Exchange AIM Rules for Companies, and the rules of the Australian Stock Exchange.

We have been engaged by the Company to review the condensed set of financial statements in the half-yearly financial report for the six months ended 30 June 2022 which comprises the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of financial position, the condensed consolidated statement of changes in equity, the condensed consolidated statement of cash flows, and related notes.

### Basis for conclusion

We conducted our review in accordance with International Standard on Review Engagements (UK) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" ("ISRE (UK) 2410"). A review of interim financial information 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 International Standards on Auditing (UK) 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.

As disclosed in note 2a), the annual financial statements of the Group are prepared in accordance with UK adopted international accounting standards. The condensed set of financial statements included in this half-yearly financial report has been prepared in accordance with UK adopted International Accounting Standard 34, "Interim Financial Reporting".

### Conclusions relating to going concern

Based on our review procedures, which are less extensive than those performed in an audit as described in the Basis for conclusion section of this report, nothing has come to our attention to suggest that the directors have inappropriately adopted the going concern basis of accounting or that the directors have identified material uncertainties relating to going concern that are not appropriately disclosed.

This conclusion is based on the review procedures performed in accordance with ISRE (UK) 2410, however future events or conditions may cause the group to cease to continue as a going concern.

### Responsibilities of directors

The directors are responsible for preparing the half-yearly financial report in accordance with the London Stock Exchange AIM Rules for Companies, and the rules of the Australian Stock Exchange, which require that the half-yearly report be presented and prepared in a form consistent with that which will be adopted in the Company's annual accounts having regard to the accounting standards applicable to such annual accounts.

In preparing the half-yearly financial report, the directors are responsible for assessing the Company's ability 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 Company or to cease operations, or have no realistic alternative but to do so.

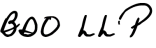
### Auditor's responsibilities for the review of the financial information

In reviewing the half-yearly report, we are responsible for expressing to the Company a conclusion on the condensed set of financial statement in the half-yearly financial report. Our conclusion, including our Conclusions Relating to Going Concern, are based on procedures that are less extensive than audit procedures, as described in the Basis for Conclusion paragraph of this report.

## INDEPENDENT REVIEW REPORT TO KORE POTASH PLC

### Use of our report

Our report has been prepared in accordance with the terms of our engagement to assist the Company in meeting the requirements of the rules of the London Stock Exchange AIM Rules for Companies and the rules of the Australian Stock Exchange, for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of our terms of engagement or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

DocuSigned by:  
  
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BDO LLP  
Chartered Accountants  
London, UK  
Date  
12 September 2022

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).



## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE 6 MONTHS ENDED 30 JUNE 2022

		6 months ended 30 June 2022 USD Unaudited	6 months ended 30 June 2021 USD Unaudited	Year ended 31 Dec 2021 USD Audited
	Notes			
Directors' remuneration		(198,521)	(347,603)	(440,853)
Equity compensation benefits	5	(8,523)	(47,010)	(34,596)
Salaries, employee benefits and consultancy expense		(207,766)	(505,250)	(687,623)
Administration expenses	6	(222,798)	(419,190)	(675,174)
Interest income		17,029	9,803	14,709
Interest and finance expenses		(2,182)	(2,455)	(4,708)
Net realised and unrealised foreign exchange loss		(280,449)	21,265	(112,951)
<b>Loss before income tax expense</b>		<b>(903,210)</b>	<b>(1,290,440)</b>	<b>(1,941,196)</b>
Income tax income/(expense)	7	-	-	-
<b>Loss for the period</b>		<b>(903,210)</b>	<b>(1,290,440)</b>	<b>(1,941,196)</b>
<b>Other comprehensive income/(loss)</b>				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Exchange differences gain/(loss) on translating operations		(11,887,165)	(5,477,438)	(11,529,680)
<b>Other comprehensive profit/(loss) for the period</b>		<b>(11,887,165)</b>	<b>(5,477,438)</b>	<b>(11,529,680)</b>
<b>Total comprehensive profit/(loss) for the period</b>		<b>(12,790,375)</b>	<b>(6,767,878)</b>	<b>(13,470,876)</b>
<b>Loss attributable to:</b>				
Owners of the Company		(903,210)	(1,289,516)	(1,941,196)
Non-controlling interest		-	(924)	-
		<b>(903,210)</b>	<b>(1,290,440)</b>	<b>(1,941,196)</b>
<b>Total comprehensive profit/(loss) attributable to:</b>				
Owners of the Company		(12,790,375)	(6,766,954)	(13,470,876)
Non-controlling interest		-	(924)	-
		<b>(12,790,375)</b>	<b>(6,767,878)</b>	<b>(13,470,876)</b>
<b>Loss per share</b>				
Basic and diluted loss per share (cents per share)	13	(0.03)	(0.05)	(0.06)

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

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022

		30 June 2022 USD Unaudited	30 June 2021 USD Unaudited	31 Dec 2021 USD Audited
	Notes			
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and cash equivalents		7,628,417	14,163,074	11,092,509
Trade and other receivables		145,458	120,960	197,996
<b>Total Current Assets</b>		<b>7,773,875</b>	<b>14,284,034</b>	<b>11,290,505</b>
<b>Non-Current Assets</b>				
Trade and other receivables		99,562	96,005	107,577
Property, plant and equipment		433,385	516,026	482,530
Exploration and evaluation expenditure	8	157,518,638	170,592,485	166,613,902
<b>Total Non-Current Assets</b>		<b>158,051,585</b>	<b>171,204,516</b>	<b>167,204,009</b>
<b>TOTAL ASSETS</b>		<b>165,825,460</b>	<b>185,488,550</b>	<b>178,494,514</b>
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Trade and other payables	9	803,064	1,373,099	1,074,602
Derivative financial liability		26	26	26
<b>Total Current Liabilities</b>		<b>803,090</b>	<b>1,373,125</b>	<b>1,074,628</b>
<b>Non-Current Liabilities</b>				
<b>Total Non-Current Liabilities</b>		-	-	-
<b>TOTAL LIABILITIES</b>		<b>803,090</b>	<b>1,373,125</b>	<b>1,074,628</b>
<b>NET ASSETS</b>		<b>165,022,370</b>	<b>184,115,425</b>	<b>177,419,886</b>
<b>EQUITY</b>				
Issued share capital – Ordinary Shares	10	3,420,177	3,375,494	3,375,494
Reserves		218,347,816	236,078,936	230,029,754
Accumulated losses		(56,183,040)	(54,775,497)	(55,422,779)
<b>Equity attributable to the shareholders of Kore Potash plc</b>		<b>165,584,953</b>	<b>184,678,933</b>	<b>177,982,469</b>
Non-controlling interests		(562,583)	(563,508)	(562,583)
<b>TOTAL EQUITY</b>		<b>165,022,370</b>	<b>184,115,425</b>	<b>177,419,886</b>

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE 6 MONTHS ENDED 30 JUNE 2022**

Notes	Ordinary Shares USD	Share Premium Reserve USD	Merger Reserve USD	Accumulated Losses USD	Option Reserve USD	Foreign Currency Translation Reserve USD	Owners of the Parent USD	Non-controlling Interest USD	Total Equity USD
<b>Balance as at 1 Jan 2022</b>	<b>3,375,494</b>	<b>44,205,971</b>	<b>203,738,800</b>	<b>(55,422,779)</b>	<b>708,486</b>	<b>(18,623,503)</b>	<b>177,982,470</b>	<b>(562,583)</b>	<b>177,419,887</b>
<i>Loss for the period</i>	-	-	-	(903,210)	-	-	(903,210)	-	(903,210)
<i>Other Comprehensive (loss)/gain</i>	-	-	-	-	-	(11,887,165)	(11,887,165)	-	(11,887,165)
<i>Total Comprehensive (loss)/gain</i>	-	-	-	(903,210)	-	(11,887,165)	(12,790,375)	-	(12,790,375)
<i>Kore Potash Ltd South Africa wound down</i>	-	-	-	138,500	-	(139,989)	(1,489)	-	(1,489)
<i>Transactions with owners:</i>									
<i>Issue of Shares</i>	44,683	331,338	-	-	-	-	376,021	-	376,021
<i>Cancellation of performance rights</i>	10, 14(b)	-	-	4,449	(4,449)	-	-	-	-
<i>Share Based payments</i>	10, 14(b)	-	-	-	18,327	-	18,327	-	18,327
<b>Balance at 30 June 2022</b>	<b>3,420,177</b>	<b>44,537,309</b>	<b>203,738,800</b>	<b>(56,183,040)</b>	<b>722,364</b>	<b>(30,650,657)</b>	<b>165,584,953</b>	<b>(562,583)</b>	<b>165,022,370</b>

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)**  
**FOR THE 6 MONTHS ENDED 30 JUNE 2022**

Notes	Ordinary Shares USD	Share Premium Reserve USD	Merger Reserve USD	Accumulated Losses USD	Option Reserve USD	Foreign Currency Translation Reserve USD	Owners of the Parent USD	Non-controlling Interest USD	Total Equity USD
<b>Balance at 1 Jan 2021</b>	<b>2,451,768</b>	<b>32,004,080</b>	<b>203,738,800</b>	<b>(62,743,176)</b>	<b>9,866,536</b>	<b>(7,093,823)</b>	<b>178,224,185</b>	<b>(562,583)</b>	<b>177,661,602</b>
Loss for the period:									
Other comprehensive (loss)/gain	-	-	-	(1,289,516)	-	-	(1,289,516)	(924)	(1,290,440)
Total comprehensive (loss)/gain	-	-	-	-	-	(5,477,438)	(5,477,438)	-	(5,477,438)
	-	-	-	(1,289,516)	-	(5,477,438)	(6,766,954)	(924)	(6,767,878)
Transactions with owners:									
Issue of Shares	917,702	13,106,895	-	-	-	-	14,024,597	-	14,024,596
Share Issue expenses	-	(931,462)	-	-	-	-	(931,462)	-	(931,462)
Cancellation of Options 10 14(c)	-	-	-	6,011,014	(6,011,014)	-	-	-	-
Conversion of performance rights 10, 14(b)	6,024	53,738	-	446,583	(446,583)	-	59,762	-	59,762
Cancellation of performance rights 10, 14(c)	-	-	-	2,799,598	(2,799,598)	-	-	-	-
Share based payments 10, 14(c)	-	-	-	-	68,805	-	68,805	-	68,805
<b>Balance at 30 June 2021</b>	<b>3,375,494</b>	<b>44,233,251</b>	<b>203,738,800</b>	<b>(54,775,497)</b>	<b>678,146</b>	<b>(12,571,261)</b>	<b>184,678,933</b>	<b>(563,507)</b>	<b>184,115,425</b>

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)  
FOR THE 6 MONTHS ENDED 30 JUNE 2022**

	Notes	Ordinary Shares	Share Premium Reserve	Merger Reserve	Accumulated Losses	Option Reserve	Foreign Currency Translation Reserve USD	Owners of the Parent	Non- controlling Interest	Total Equity
		USD	USD	USD	USD	USD	USD	USD	USD	USD
<b>Balance at 1 Jan 2021</b>		<b>2,451,768</b>	<b>32,004,080</b>	<b>203,738,800</b>	<b>(62,743,176)</b>	<b>9,866,536</b>	<b>(7,093,823)</b>	<b>178,224,185</b>	<b>(562,583)</b>	<b>177,661,602</b>
Loss for the period:										
Other comprehensive (loss)/gain		-	-	-	(1,941,196)	-	-	(1,941,196)	-	(1,941,196)
Total comprehensive (loss)/gain		-	-	-	-	-	(11,529,680)	(11,529,680)	-	(11,529,680)
		-	-	-	(1,941,196)	-	(11,529,680)	(13,470,876)	-	(13,470,876)
Transactions with owners:										
Issue of Shares		917,702	13,108,861	-	-	-	-	14,026,563	-	14,026,563
Share Issue expense		-	(958,742)	-	-	-	-	(958,742)	-	(958,742)
Cancellation of Options	10, 14(a)	-	-	-	6,015,412	(6,015,412)	-	-	-	-
Conversion of performance rights	10, 14(b)	6,024	51,772	-	446,583	(446,583)	-	57,796	-	57,796
Cancellation of performance rights	10, 14(b)	-	-	-	2,799,598	(2,799,598)	-	-	-	-
Share based payments	10, 14(c)	-	-	-	-	103,543	-	103,543	-	103,543
<b>Balance at 31 Dec 2021</b>		<b>3,375,494</b>	<b>44,205,971</b>	<b>203,738,800</b>	<b>(55,422,779)</b>	<b>708,486</b>	<b>(18,623,503)</b>	<b>177,982,469</b>	<b>(562,583)</b>	<b>177,419,886</b>

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

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE 6 MONTHS ENDED 30 JUNE 2022**

		6 months ended 30 June 2022 USD Unaudited	6 months ended 30 June 2021 USD Unaudited	Yearended 31 Dec 2021 USD Audited
	<b>Notes</b>			
<b>Cash Flows from Operating Activities</b>				
Payments to suppliers and employees		(697,416)	(1,036,777)	(1,701,079)
<b>Net cash flows used in operating activities</b>	15	<u>(697,416)</u>	<u>(1,036,777)</u>	<u>(1,701,079)</u>
<b>Cash Flows from Investing Activities</b>				
Payments for plant and equipment		(658)	(22)	(2,216)
Payments for exploration and evaluation		(2,497,533)	(3,491,856)	(5,811,225)
Interest received		17,029	9,803	14,709
<b>Net cash flows used in investing activities</b>		<u>(2,481,162)</u>	<u>(3,482,075)</u>	<u>(5,798,732)</u>
<b>Cash Flows from Financing Activities</b>				
Payment for share issue costs		-	(931,462)	(958,742)
Proceeds from issue of shares		550	14,024,596	14,026,563
<b>Net cash flows generated from financing activities</b>		<u>550</u>	<u>13,093,134</u>	<u>13,067,821</u>
Net (decrease)/increase in cash and cash Equivalents		(3,178,028)	8,574,282	5,568,010
Cash and cash equivalents at beginning of period		11,092,509	5,555,000	5,555,000
Foreign currency differences		(286,064)	33,792	(30,501)
<b>Cash and Cash Equivalents at Period End</b>		<u>7,628,417</u>	<u>14,163,074</u>	<u>11,092,509</u>

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

## NOTES TO THE HALF-YEARLY REPORT FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)

### 1. REPORTING ENTITY

The half-yearly report of the Group for the six months ended 30 June 2022 was authorized for issue in accordance with a resolution of the directors on 12 September 2022.

The Company is a public company incorporated and registered in England and Wales with primary dual listing on AIM and on the ASX, and a secondary listing on the JSE. The registered office of the Company is 45 Gresham Street, London, United Kingdom EC2V 7BG.

### 2. SIGNIFICANT ACCOUNTING POLICIES

#### (a) Basis of Preparation

The financial statements for the year ended 31 December 2021 were prepared in accordance with UK adopted international accounting standards.

This condensed consolidated interim financial report for the half-year reporting period ended 30 June 2022 has been prepared in accordance with IAS 34 as issued by the IASB and the UK-adopted International Accounting Standard 34, 'Interim Financial Reporting'.

The half-yearly report does not include all the information and disclosures required in the annual report and should be read in conjunction with the annual report for the year ended 31 December 2021, and any public announcements made by Kore Potash Plc during the interim reporting period. The annual report was prepared in accordance with IFRS as adopted by the UK and is available on the website ([www.korepotash.com](http://www.korepotash.com)).

#### (b) Statutory Accounts

These condensed interim financial statements do not comprise statutory accounts within the meaning of section 434 of the Companies Act 2006. Statutory accounts for the year ended 31 December 2021 were approved by the board of directors on 30 March 2022 and delivered to the Registrar of Companies. The report of the auditors on those accounts was unqualified and did not contain any statement under section 498 of the Companies Act 2006.

The financial information for the six months ended 30 June 2022 and 30 June 2021 is unaudited.

#### (c) New Standards, Interpretations and Amendments Adopted by the Group

The accounting policies adopted in the preparation of the half-yearly report are consistent with those followed in the preparation of the Group's annual report for the year ended 31 December 2021 with the exception of those noted below. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

New standards, interpretations and amendments effective from 1 January 2022 had no impact on the group

- Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37);
- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16);
- Annual Improvements to IFRS Standards 2018-2020 (Amendments to IFRS 1, IFRS 9, IFRS 16 and IAS 41);  
and
- References to Conceptual Framework (Amendments to IFRS 3).

**NOTES TO THE HALF-YEARLY REPORT  
FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)  
SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(d) Standards and Interpretations in issue not yet adopted**

The directors have also reviewed all Standards and Interpretations in issue not yet adopted for the Period ended 31 December 2022. As a result of this review the directors have determined that there is no material impact of the Standards and Interpretations in issue not yet adopted on the Group and, therefore, no change is necessary to Group accounting policies.

New standards, interpretations and amendments effective from 1 January 2023 not yet adopted

- IFRS 17 Insurance Contracts
- IAS 1 Presentation of Financial statements and IAS 8 Accounting Policies, Change in Accounting Estimates and Errors (Amendment – (Amendment - Classification of Liabilities Current and Non-Current)
- IAS 1 Presentation of Financial statements and FRS Practice Statement 2 (Amendment – Disclosure of Accounting Policies)
- IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors (Amendment – Definition of Accounting Estimates)
- IAS 12 Income Taxes (Amendment- Deferred Tax related to Assets and Liabilities arising from Single transactions)

**(e) Critical Accounting Judgements and Estimates**

There have been no material revisions to the judgements and estimates basis from the annual report for the year ended 31 December 2021.

**3. GOING CONCERN**

The 30 June 2022 half-yearly report has been prepared on a going concern basis that contemplates the continuity of normal business activities and the realisation of assets and extinguishment of liabilities in the ordinary course of business. In determining the appropriateness of the basis of preparation, the directors have considered the impact of COVID-19, inflation and the Russian/Ukraine conflict on the position of the Group at 30 June 2022 and its operations in future periods.

Cash and cash equivalents, at 30 June 2022 were USD 7,628,417 (31 December 2021: USD 11,092,509) the decrease of 3,464,092 related to exploration and evaluation expenditure and Kore Potash operating expenditure. For the Period ended 30 June 2022 the Group recorded a net loss of USD 903,210 (31 December 2021: USD 1,941,196) and at 30 June 2022 had a net working capital of USD 6,970,811 (31 December 2021: USD 10,215,903). The Group also recorded a net cash used in operating activities for the Period ended 30 June 2022 of USD 697,416 (31 December 2021: USD 1,701,079)).

Based on the Group's cash flow forecast it is likely that the Group will need to access additional capital in the next 12 months for the working capital requirements for Kore Potash during the construction of Kola based on receiving and accepting the EPC contract proposal from SEPCO and the financing proposal for the complete construction of Kola from the Summit Consortium to ensure the realisation of assets on an orderly basis and the extinguishment of liabilities as and when they fall due. The directors are confident that the Group will be successful in raising additional funds through the issue of new equity and/or through debt funding, should the need arise. The directors are also aware that the Group has the option, if necessary, to defer expenditure or relinquish certain projects and reduce administration costs in order to minimise its capital raising requirements. Under this scenario the Group would not need to raise further funds to meet its working capital requirements for at least 12 months and given at the date of this report this action is within the control of the directors and therefore it is considered appropriate to prepare the interim financial statements on a going concern basis.

Based on these facts, the directors consider the going concern basis of preparation to be appropriate for this financial report.



## NOTES TO THE HALF-YEARLY REPORT FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)

### 4. SEGMENT REPORTING

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

As the Group is focused on mineral exploration in Central Africa, management makes resource allocation decisions by reviewing the working capital balance, comparing cash balances to committed exploration expenditure and reviewing the current results of exploration work performed. This internal reporting framework is the most relevant to assist the Board with making decisions regarding the Group and its ongoing exploration activities, while also taking into consideration the results of exploration work that has been performed to date and capital available to the Company. The information provided to the chief operating decision maker using the internal reporting framework is prepared on the same basis as the financial information that is used to produce this condensed consolidated interim financial report.

### 5. EQUITY COMPENSATION BENEFITS

The expense recognised for directors, employee and consultant services during the 6 months is shown in the table below:

	6 months ended 30 June 2022 USD Unaudited	6 months ended 30 June 2021 USD Unaudited	Year Ended 31 Dec 2021 USD Audited
Equity-based payments – directors, key management personnel and other employees	8,523	47,010	34,596

The equity-based payments capitalised as Exploration and Evaluation Expenditure for the 6 months ended 30 June 2022 was USD 9,803 (H1 2021: USD 21,796).

The full details of equity-based payments issued for the Period ended 30 June 2022 are disclosed in Note 14.

### 6. ADMINISTRATION EXPENSES

	6 months ended 30 June 2022 USD Unaudited	6 months ended 30 June 2021 USD Unaudited	Year ended 31 Dec 2021 USD Audited
Accounting, company secretary and audit fees	61,051	144,199	305,518
Insurance expenses	27,419	43,372	79,981
Compliance, registration and other tax fees	57,390	85,737	131,665
Legal fees	-	21,004	6,238
Marketing and investor relations	46,863	74,621	119,847
Premises and office related costs	4,242	4,580	4,842
Travel and accommodations	227	11,201	-
Professional fees	72	119	148
Other expenses	25,534	34,357	26,935
<b>Total</b>	<b>222,798</b>	<b>419,190</b>	<b>675,174</b>

## NOTES TO THE HALF-YEARLY REPORT FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)

### 7. INCOME TAX EXPENSE

Tax for the six-month Period is charged at 19% (six months ended 30 June 2021: 19%, year ended 31 December 2021:19%), representing the best estimate of the average annual effective tax rate applied to the pre-tax income and considering the Group's assets are in the exploration phase. There is no income tax income for H1 2022 and the income tax charge for H1 2021 of USD nil and 31 December 2021 USD nil.

No deferred tax has been recognised in respect of the Group's tax losses at 31 December 2021 of USD 19,763,277 that are available for offset against any future taxable profits in the companies in which the losses arose.

### 8. RECONCILIATION OF CAPITALISED EXPLORATION AND EVALUATION EXPENDITURE

	30 June 2022 USD Unaudited	30 June 2021 USD Unaudited	31 Dec 2021 USD Audited
Opening balance	166,613,902	172,025,750	172,025,750
Exploration and evaluation expenditure capitalized during the period	2,921,600	3,957,328	6,581,097
Foreign exchange differences	(12,016,864)	(5,390,594)	(11,992,945)
Closing balance	<b>157,518,638</b>	<b>170,592,484</b>	<b>166,613,902</b>
Exploration and evaluation expenditure relating to:			
Kola mining project	127,531,658	137,435,226	134,392,245
Dougou mining project	29,986,980	33,157,258	32,221,657
Closing balance	<b>157,518,638</b>	<b>170,592,484</b>	<b>166,613,902</b>

### 9. TRADE AND OTHER PAYABLES

	30 June 2022 USD Unaudited	30 June 2021 USD Unaudited	31 Dec 2021 USD Audited
Trade and other creditors	18,654	341,087	47,457
Accruals	391,128	684,412	684,299
Employee benefits and related payables	392,721	347,350	342,846
Other payables	561	250	-
	<b>803,064</b>	<b>1,373,099</b>	<b>1,074,602</b>

**NOTES TO THE HALF-YEARLY REPORT  
FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)**

**10. ISSUED SHARE CAPITAL**

	<b>30 June 2022</b> <b>USD</b> <b>Unaudited</b>	<b>30 June 2021</b> <b>USD</b> <b>Unaudited</b>	<b>31 Dec 2021</b> <b>USD</b> <b>Audited</b>
3,420,177,120 fully paid ordinary shares at par value of USD0.001 each (30 June 2021: 3,375,494,446 fully paid ordinary shares at par value of USD0.001, 31 December 2020: 3,375,494,446 fully paid ordinary shares at par value of USD0.001)			
Fully paid ordinary shares	<b>3,420,177</b>	<b>3,375,494</b>	<b>3,375,494</b>

***Movement in Share Capital of Consolidated Entity***

<b>Date</b>	<b>Details</b>	<b>No. of Shares</b>	<b>USD</b>
<b>31 Dec 2020</b>	<b>Balance at 31 December 2020</b>	<b>2,451,768,173</b>	<b>2,451,768</b>
09 April 2021	Equity issued to directors in lieu of payment, Fundraise Tranche 1 admitted to market and Director's performance rights (i)	365,518,522	365,518
06 May 2021	Issue of Equity - Fundraise Tranche 2 admitted to market (ii)	462,310,392	462,310
11 May 2021	Issue of Equity - Fundraise OIA - Princess Aurora Company (iii)	92,226,613	92,227
01 June 2021	Issue of Equity (iv)	716,667	717
30 June 2021	Issue of Equity (v)	2,954,079	2,954
<b>30 June 2021</b>	<b>Balance at 30 June 2021</b>	<b>3,375,494,446</b>	<b>3,375,494</b>
<b>31 December 2021</b>	<b>Balance at 31 December 2021</b>	<b>3,375,494,446</b>	<b>3,375,494</b>
05 May 2022	Issue of Equity (vi)	550,000	550
13 June 2022	Issue of Equity – SQM – Technical services agreement (vii)	44,132,674	44,133
<b>30 June 2022</b>	<b>Balance at 30 June 2022</b>	<b>3,420,177,120</b>	<b>3,420,177</b>

- (i) On 9 April 2021, a total of 1,103,296 ordinary shares were issued to David Hathorn, David Netherway and Jonathan Trollip in lieu of cash fees for the quarter ended 31 March 2021. Additionally, a total of 1,250,000 ordinary shares due under the third and final tranche of the Company's performance rights plan for NEDs, were issued to David Hathorn, David Netherway, Jonathan Trollip and Timothy Keating, at a subscription price of USD 0.001 per ordinary share. The Company issued 363,165,226 ordinary shares to new and existing institutional investors at the Placing Price of 1.1p per share.
- (ii) On 6 May 2021, 462,310,392 ordinary shares were issued at 1.1p (2.0 Australian cents) per share in line with the Company's announcements of 19 April 2021, of which 23,056,653 ordinary shares were issued to David Hathorn.

## NOTES TO THE HALF-YEARLY REPORT FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)

### 10. ISSUED SHARE CAPITAL (CONTINUED)

- (iii) On 1 June 2021, a total of 716,667 ordinary shares were issued to certain employees and ex-employees following the vesting of Performance Rights awarded under the Company's Employee Performance Incentive Plans of which 516,667 ordinary shares were issued to Gavin Chamberlain, COO.
- (iv) On 8 July 2021, a total of 2,954,079 ordinary shares were issued to David Hathorn, David Netherway and Jonathan Trollip in lieu of cash fees for the quarter ended 30 June 2021.
- (v) On 5 May 2022, a total of 550,000 ordinary shares were issued to certain employees and ex-employees following the vesting of Performance Rights awarded under the Company's Employee Performance Incentive Plans of which 283,333 ordinary shares were issued to Gavin Chamberlain, COO.
- (vi) On 13 June 2022, the Company issued 44,132,674 ordinary shares to SQM in lieu of fees payable for the DX DFS Phase 1 work completed under the Technical Services Agreement.

### 11. COMMITMENTS FOR EXPENDITURE

#### Exploration and Evaluation Expenditure Commitments

In order to maintain current rights of tenure to exploration permits, the Group is required to meet minimum expenditure and minimum activity requirements by performing exploration and development work. The Company did not spend any money in respect to the Group's Sintoukola 2 exploration permit during 2021 and this tenement was relinquished. No adjustment was required to the accounts as a result of the relinquishment as no expenditure was incurred and therefore included in the carrying value of the exploration and evaluation expenditure. At the end of the period the Company held no exploration permits.

There are no minimum expenditure requirements with respect to the Group's mining licenses. One of the key investment promotion provisions for the Mining Convention includes that the RoC is to be granted a 10% carried equity interest in the project companies, which are currently wholly owned by the Group's subsidiary, SPSA.

## NOTES TO THE HALF-YEARLY REPORT FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)

### 12. RELATED PARTY TRANSACTIONS

Arrangements with related parties continue to be in place in line with those disclosed in the 2021 Annual Report.

On 19 September 2020 shareholders approved the issue of up to 63,417,499 ordinary shares to SQM, the Company's second largest shareholder, for the provision of certain services in relation to the DX DFS proposed to be undertaken by the Company for a maximum fee of USD 540,000 (Technical Services Shares). The Company obtained an ASX waiver from ASX listing rule 10.13.5 granting the Company a period of 10 months post receipt of shareholder approval to issue the Technical Services Shares.

As the ASX waiver for the granting of the shares to SQM had pasted the Company sought approval at the 2021 Annual General Meeting held on the 9 June 2022 for the issue of 44,132,674 ordinary shares to SQM for the value of the work performed USD 375,470. Shareholders approved the resolution, and the shares were issued on 13 June 2022.

On 9 June 2021, David Hathorn was granted 9,000,000 options, as approved at the Annual General Meeting held on 9 June 2022 and pursuant to the Directors and Executives Share Option Plan. The options will only vest, and be exercisable into shares, subject to the Company obtaining a financing package to fully fund the development of the Company's Kola Project approved by the Board.

### 13. LOSS PER SHARE

	6 months ended 30 June 2022 USD Unaudited	6 months ended 30 June 2021 USD Unaudited	Year ended 31 Dec 2021 USD Audited
Earnings reconciliation			
Loss attributable to ordinary shareholders	(903,210)	(1,289,516)	(1,941,196)
	Number	Number	Number
Weighted average number of shares used as the denominator	3,379,809,670	2,783,423,169	3,179,304,188
Basic and diluted loss per share (cents per share)	(0.03)	(0.05)	(0.06)

Options, equity warrants, and performance rights are considered to be potential ordinary shares. However, as the Group is in a loss position, they are anti-dilutive in nature, as their exercise would not result in a diluted earnings per share. The options warrants and performance rights have therefore not been included in the determination of diluted loss per share.

#### Headline loss per share

It is a JSE listing requirement to disclose headline earnings/loss per share, a non-IFRS measure. It is considered to be a useful metric as it presents the earnings/loss per share after removing the effect of re-measurements to assets and liabilities (for example impairment of property, plant and equipment) otherwise recognised in the profit/loss for the half-year. During the current and prior periods there was no difference between earnings/loss per share and headline earnings/loss per share and therefore no reconciliation between the two measures has been presented.

## NOTES TO THE HALF-YEARLY REPORT FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)

### 14. SHARED BASED PAYMENTS

#### a) Options

Movement in unlisted options as share based payment arrangements during the Period:

Exercise Period	Exercise Price	Balance 1 Jan 2022	Options Granted	Options Issued	Options Cancelled	Balance 30 June 2022
		<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>
On or before 1 Jan 2024	GBP 0.022	20,000,000	-	-	-	20,000,000
On or before 19 Jul 2024	GBP 0.022	26,900,000	-	-	-	26,900,000
On or before 9 Jun 2027	GBP 0.022	-	9,000,000	-	-	9,000,000
		<b>46,900,000</b>	<b>9,000,000</b>	<b>-</b>	<b>-</b>	<b>55,900,000</b>

#### Options granted during the Period

On 9 June 2021, David Hathorn was granted 9,000,000 options, as approved at the Annual General Meeting held on 9 June 2022 and pursuant to the Directors and Executives Share Option Plan. The options will only vest, and be exercisable into shares, subject to the Company obtaining a financing package to fully fund the development of the Company's Kola Project approved by the Board.

#### Options issued during the Period

No options were issued during the period.

#### Options cancelled during the Period:

No options were cancelled during the period.

#### b) Performance Rights

Movement in Performance Rights as share based payment arrangements during the Period:

Rights series	Grant Date	Expiry Date	Balance 1 Jan 2022	Rights Lapsed	Rights Converted	Rights Cancelled	Balance 30 June 2022
			<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>	<i>Number</i>
15	29/05/2017,	31/05/2022	1,760,000	-	-	-	1,760,000
25	17/03/2020	17/03/2025	550,000	-	(550,000)	-	-
			<b>2,310,000</b>	<b>-</b>	<b>(550,000)</b>	<b>-</b>	<b>1,760,000</b>

#### Performance Rights converted into ordinary shares during the Period:

On 5 May 2022, a total of 550,000 ordinary shares were issued to certain employees and ex-employees following the vesting of Performance Rights awarded under the Company's Employee Performance Incentive Plans of which 283,333 ordinary shares were issued to Gavin Chamberlain, COO.

#### Performance Rights cancelled during the Period:

No performance rights were cancelled during the period.

## NOTES TO THE HALF-YEARLY REPORT FOR THE 6 MONTHS ENDED 30 JUNE 2022 (CONTINUED)

### 15. CASH FLOW INFORMATION

	6 months ended 30 June 2022 USD Unaudited	6 months ended 30 June 2021 USD Unaudited	Year ended 31 Dec 2021 USD Audited
Cash and cash equivalents	7,628,417	14,163,074	11,092,509
<b>Cash and cash equivalents presented at Condensed Consolidated Statement of Cash Flows</b>	<b>7,628,417</b>	<b>14,163,074</b>	<b>11,092,509</b>

Reconciliation of cash flows from operating activities with loss after tax is as follows:

	6 months ended 30 June 2022 USD Unaudited	6 months ended 30 June 2021 USD Unaudited	Year ended 31 Dec 2021 USD Audited
<b>Reconciliation of cash flows from operating activities:</b>			
Loss for the year	(903,210)	(1,290,440)	(1,941,196)
Adjustments for:			
Equity compensation benefits	8,523	47,010	34,596
Net realised and unrealised foreign exchange gains	290,506	41,147	117,153
Intragroup services included in Investing Activities	-	-	75,833
Interest received not classified as operating activities cash inflow	(17,029)	(9,803)	(14,709)
<b>Operating loss before changes in working capital</b>	<b>(621,210)</b>	<b>(1,212,086)</b>	<b>(1,728,323)</b>
Decrease/(increase) in receivables	31,847	101,303	(24,137)
Decrease in payables	(108,053)	74,006	51,381
<b>Net cash used in operating activities</b>	<b>(697,416)</b>	<b>(1,036,777)</b>	<b>(1,701,079)</b>

### 16. SUBSEQUENT EVENTS AFTER BALANCE SHEET DATE

There are no other significant events that have occurred since reporting date requiring separate disclosure.

### 17. CONTINGENT LIABILITIES

There has been one commercial dispute settled in the RoC Tribunal of Commerce in favour of the Company in 2015 - 2016, however the funds arising from this of USD 33,000 have not yet been released.

There is a claim from a former RoC Finance and Administration Manager who claims unfair dismissal. This claim has been brought to court by the complainant as the mediation attempt at the Inspector of Labour office in Pointe Noire in the RoC failed.