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VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(Incorporated in Bermuda with limited liability)  
(ARBN: 070 352 500)

Interim Financial Report  
For the Half -Year Ended 30 September 2022  
ASX Appendix 4D

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

INTERIM FINANCIAL REPORT  
FOR THE HALF -YEAR ENDED 30 SEPTEMBER 2022

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VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

Appendix 4D

Interim Financial Report For The Half-Year Ended 30 September 2022

1. Name of entity: VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED ("VIA")  
 ARBN 070 352 500  
 Half-year ended (reporting period) 30 September 2022  
 Half-year ended (previous corresponding period) 30 September 2021

2. Results for announcement to the market

*(Amount and percentage change up or down from the previous corresponding period)*

	Six months to 30 September		Change A\$'000	Change %
	2022 A\$'000	2021 A\$'000		
2.1 Revenue from ordinary activities	25,464	20,488	4,976	24%
2.2 (Loss)/profit from ordinary activities after tax attributable to members	(325)	700	(1,025)	-146%
2.3 (Loss)/profit for the reporting period attributable to members	(325)	700	(1,025)	-146%

2.4 Dividend

	Amount per security	Franked amount per security
Final dividend	Nil	N/A
Interim dividend	Nil	N/A
Previous corresponding period	Nil	N/A
2.5 Record date for determining entitlements to the dividend	Nil	N/A

3. Net tangible assets per security

	Current period	Previous corresponding period
Net tangible assets backing per ordinary security	A\$0.05	A\$0.08

4. Dividend

There was no dividend declared or paid during the current period.

5. Details of any dividend or distribution reinvestment plans in operation from and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan

N/A

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

Appendix 4D

Interim Financial Report For The Half-Year Ended 30 September 2022

**6. Details of associates and joint venture entities**

There were no joint venture entity holdings in the current period.

Detail of the associate is as follows:

Name of the associate:	Maoming Jinsheng Minerals Company Limited
Effective percentage holding:	21.165%
Aggregate share of losses:	N/A (Previous corresponding period: A\$3,000)
Contributions to net profit:	N/A (Previous corresponding period: N/A)

Name of the associate:	Viagold Industrial Products Trading Technology Co., Ltd.
Effective percentage holding:	29.05%
Aggregate share of losses:	A\$2,000 (Previous corresponding period: A\$8,000)
Contributions to net profit:	N/A (Previous corresponding period: N/A)

**7. Basis of preparations**

The interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, it is recommended that this report be read in conjunction with the annual financial report for the year ended 31 March 2022 and any public announcements made by ViaGold Rare Earth Resources Holdings Limited during the half-year in accordance with the continuous disclosure requirements under the Listing Rules of the Australian Securities Exchange Limited ("ASX").

**Compliance Statement**

8. The information provided in this report has been prepared in accordance with the International Financial Reporting Standards which is acceptable to the ASX for foreign reporting entities.
9. The Interim Financial Report of ViaGold Rare Earth Resources Holdings Limited for the half-year ended 30 September 2022 has been subject to review. A copy of the independent review report to the members of ViaGold Rare Earth Resources Holdings Limited is attached.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

DIRECTORS' REPORT

The Directors present their interim financial report together with the condensed consolidated financial statements of ViaGold Rare Earth Resources Holdings Limited (the "Company") and its controlled entities (collectively the "Group") for the half-year ended 30 September 2022.

DIRECTORS

The Directors of the Company during the period and up to the date of this report were:

Executive directors:

Ms. Mulei SHI (Chief Executive Officer)  
Mr. King Choi LEUNG  
Mr. Changyuan LIAO

Non-executive directors:

Dr. Longguang SHI  
Ms. Jingcui HONG

Independent non-executive directors:

Mr. Yan WANG  
Mr. Fuchuan GUO  
Mr. Xunchang HU

PRINCIPAL ACTIVITIES OF THE GROUP

The Company acts as an investment holding company. The subsidiaries of the Company are principally engaged in investment holdings, leasing and capital financing, rare earth industry, as well as consultancy and management services to educational institutions.

DIVIDEND

The Directors do not recommend the payment of a dividend. No dividend has been declared or paid since the end of the previous financial year.

## VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

### CONSOLIDATED RESULTS AND REVIEW OF OPERATIONS

(A) During the six month period, the Rare Earths business segment recorded revenue growth of A\$25,327,000. However, the profit of Rare Earths Business segment decreased to A\$25,000 as the segment was affected by the shortage of raw materials and the increase in the cost of raw materials.

(B) During the same review period, the Leasing and Capital Finance segment recorded a decrease in revenue and profit, recording a revenue of A\$137,000 and a loss of A\$101,000.

During the six months period 1 April 2022 to 30 September 2022, the Group has issued no warrants and rights nor any bonds to existing shareholders and the public.

### OUTLOOK

VIA is a conglomerate which invests in the rare earth industry and owns diverse businesses . Currently, the primary businesses in which VIA has engaged within the rare earth industry include rare earth provenance tracing, trading of rare earths and rare-earth-applied manufactured goods, rare earth cross-border trading and import and export transactions, supply-chain financial services to rare earth enterprises, rare earth refining and separation.

With the improvement of rare earth market, VIA will further expand the breadth and depth of cooperation with its strategic partners, and build a stronger and closer strategic partnership. Meanwhile, VIA takes full advantage of data and information resources supporting rare earth provenance tracing, plan to restart rare earth recycling processing of raw rare earths associated with zirconium titanium mining, expanding the rare earth recovery of new energy waste motors, recovery of ionic rare earth resources from porcelain clay ore in southern China, and build a comprehensive utilization of rare earth recycling industry cluster, improve the rare earth online exchange supporting the offline rare earth storage service etc., and with the trading platform, cooperating banks jointly construct the anti-fraud system, which is a financial technology service system, optimizes VIA's rare earth smelting and separation investment and management structure to make its rare earth business development more predictable. VIA strives to be a highly commercially viable group company that creates value for its shareholders.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

APPRECIATION

I, on behalf of the board, would like to render my hearty thanks to all our shareholders, investors, bankers, business associates and clients for their continuing support to the Group, to my fellow directors, the auditor and consultants for their professional services rendered and all the dedicated staff members of the Group for their hard work and contribution during the period under review.



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Mr. Changyuan LIAO  
Director

14 March 2023

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

DIRECTORS' DECLARATION

The Directors of the Company declare that, for the half-year ended 30 September 2022:

1. The attached financial statements and notes thereto as set out on pages 7 to 23:
  - (a) comply with the International Accounting Standard ("IAS") 34 "Interim Financial Reporting"; and
  - (b) give a true and fair view of the Group's financial position as at 30 September 2022 and of its performance for the half-year then ended;
2. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed on behalf of and in accordance with a resolution of the Board of Directors.



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Mr. Changyuan LIAO  
Director

14 March 2023

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

	Note	Six months ended 30 September	
		2022 A\$'000	2021 A\$'000
Turnover	4	25,464	20,488
Cost of services and sales		(24,442)	(16,330)
Gross profit		1,022	4,158
Other income		72	203
Administrative expenses		(1,374)	(1,115)
Share of loss of an associate		(2)	(11)
(Loss)/profit before income tax		(282)	3,235
Income tax expenses	5	(279)	-
(Loss)/profit for the period		(561)	3,235
Attributable to:			
Equity holders of the Company		(325)	700
Non-controlling interests		(236)	2,535
		(561)	3,235
(Loss)/earnings per share attributable to the equity holders of the Company			
- basic		(A\$0.004)	A\$0.008
- diluted		(A\$0.004)	A\$0.008

The notes on pages 13 to 23 form an integral part of this condensed consolidated interim financial report.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

	Six months ended 30 September	
	2022 A\$'000	2021 A\$'000
(Loss)/profit for the period	(561)	3,235
Other comprehensive (expenses)/income, net of tax:		
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of financial statements of overseas subsidiaries	59	898
Total comprehensive (expenses)/income for the period	<u>(502)</u>	<u>4,133</u>
Attributable to:		
Equity holders of the Company	(521)	929
Non-controlling interests	19	3,204
	<u>(502)</u>	<u>4,133</u>

The notes on pages 13 to 23 form an integral part of this condensed consolidated interim financial report.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2022

	Note	As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
- Investment property	6	411	419
- Property, plant and equipment	6	7,006	5,981
Right-of-use assets	7	4,336	4,237
Interests in an associate		552	538
Financial assets at fair value through other comprehensive income	8	3,986	3,866
		16,291	15,041
<b>Current assets</b>			
Inventories	9	34,310	29,752
Trade and other receivables	10	15,345	12,166
Amounts due from related parties	11	14	111
Financial assets at fair value through profit or loss	12	399	398
Pledged bank deposits	13	778	1,019
Cash and cash equivalents		1,051	5,076
		51,897	48,522
<b>Total assets</b>		68,188	63,563
<b>EQUITY</b>			
<b>Capital and reserves</b>			
Share capital	14	16,662	16,662
Reserves		(16,349)	(15,828)
Capital and reserves attributable to the equity holders of the Company		313	834
Non-controlling interests		8,333	8,314
<b>Total equity</b>		8,646	9,148

The notes on pages 13 to 23 form an integral part of this condensed consolidated interim financial report.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

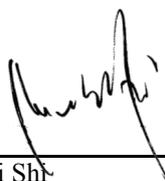
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2022

	Note	As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Amount due to a related company	11	16,172	15,686
<b>Current liabilities</b>			
Trade and other payables	15	26,364	20,388
Amounts due to related companies	11	8,985	12,354
Amounts due to key management personnel	11	4,085	1,709
Contract liabilities	16	3,391	3,638
Tax payable		545	640
		<u>43,370</u>	<u>38,729</u>
<b>Net current assets</b>		<u>8,527</u>	<u>9,793</u>
<b>Total equity and liabilities</b>		<u>68,188</u>	<u>63,563</u>

The consolidated financial statements on pages 13 to 23 were approved and authorised for issue by the board of directors on 14 March 2023 and are signed on its behalf by:



Changyuan Liao  
(Director)



Mulei Shi  
(Director)

The notes on pages 13 to 23 form an integral part of this condensed consolidated interim financial report.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

	Attributable to equity holders of the Company							Sub-total	Non-controlling interests	Total equity
	Share capital	Share premium	Translation reserve	Contributed surplus	Reserves		Accumulated losses			
					Investment revaluation reserve	Other reserve				
A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	
As at 1 April, 2021	16,662	37,248	(28,384)	47,645	432	1,101	(74,826)	(122)	7,370	7,248
Profit for the period	-	-	-	-	-	-	700	700	2,535	3,235
Exchange differences arising on translation of foreign operations	-	-	229	-	-	-	-	229	669	898
Total comprehensive income	-	-	229	-	-	-	700	929	3,204	4,133
As at 30 September 2021	16,662	37,248	(28,155)	47,645	432	1,101	(74,126)	807	10,574	11,381
As at 1 April, 2022	16,662	37,248	(28,442)	47,645	499	2,157	(74,935)	834	8,314	9,148
Loss for the period	-	-	-	-	-	-	(325)	(325)	(236)	(561)
Exchange differences arising on translation of foreign operations	-	-	(196)	-	-	-	-	(196)	255	59
Total comprehensive (expenses)/ income	-	-	(196)	-	-	-	(325)	(521)	19	(502)
As at 30 September 2022	16,662	37,248	(28,638)	47,645	499	2,157	(75,260)	313	8,333	8,646

The notes on pages 13 to 23 form an integral part of this condensed consolidated interim financial report.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

	Six months ended 30 September	
	2022	2021
	A\$'000	A\$'000
Net cash used in operating activities	(2,994)	(3,861)
Net cash (used in)/generated from investing activities	(1,227)	4,818
Net cash generated from financing activities	273	328
Net (decrease)/increase in cash and cash equivalents	(3,948)	1,285
Cash and cash equivalents at the beginning of the period	5,076	1,586
Effect of foreign exchange rate change, net	(77)	(4)
Cash and cash equivalents at the end of the period	1,051	2,867

The notes on pages 13 to 23 form an integral part of this condensed consolidated interim financial report.

## VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

### NOTES TO THE INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

#### **1. GENERAL INFORMATION**

ViaGold Rare Earth Resources Holdings Limited (the "Company") was incorporated in Bermuda as an exempted company with limited liability and its shares are listed on the Australian Securities Exchange Limited (the "ASX"). The address of its registered office is Suite 1102, Level 11, 370 Pitt Street, Sydney, NSW, 2000 Australia.

The securities of the Company have been suspended from quotation on ASX since 13 October 2021 as per the Company's announcement dated 15 October 2021.

The Company acts as an investment holding company. The subsidiaries of the Company are principally engaged in investment holdings, leasing and capital financing, rare earth industry, as well as consultancy and management services to educational institutions.

This interim financial report is presented in units of Australian dollars (A\$), unless otherwise stated.

#### **2. BASIS OF PREPARATION**

This condensed consolidated interim financial report for the half-year ended 30 September 2022 has been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting" issued by International Accounting Standard Board ("IASB"). The condensed consolidated interim financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the annual financial report of the Group for the year ended 31 March 2022 and any public announcements made by the Group during the half-year.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the annual financial report for the year ended 31 March 2022, except for the accounting policy changes that are expected to be reflected in the annual financial report for the year ending 31 March 2022.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since annual financial report for the year ended 31 March 2022. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with International Financial Reporting Standards ("IFRSs").

The interim financial report is unaudited, but has been reviewed by KTC Partners CPA Limited ("KTC") in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". KTC's independent review report to the members of the Company is included on page 24.

### 3. CHANGES IN ACCOUNTING POLICIES

The International Accounting Standard Board ("IASB") has issued the following amendments to IFRSs that are first effective for the current accounting period of the group:

Amendments to IFRS 3	Reference to the Conceptual Framework
Amendments to IAS 16	Property, Plant and Equipment – Proceeds before Intended Use
Amendments to IAS 37	Onerous Contracts – Cost of Fulfilling a Contract
Amendments to IFRSs	Annual Improvements to IFRSs 2018–2020

None of these developments have had a material effect on how the group's results and financial position for the current or prior periods have been prepared or presented in this interim financial report. The group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

### 4. SEGMENT REPORTING

The Group manages its business by divisions, which are organized by business lines. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has identified the following reportable segments.

- Rare earth business
- Leasing and capital financing
- Provision of consultancy and management services to educational institutions

Geographically, the Group's businesses are divided into Hong Kong and the People's Republic of China (the "PRC"). The main business in Hong Kong is investment holdings. The businesses in the PRC are segregated into rare earth business, leasing and capital financing services, and consultancy and management services to educational institutions.

100% of the Group's customers are located in Mainland China and revenue of the Group is derived from operations in Mainland China.

The management assesses the performance of the operating segments based on the profit/loss for the period. This measurement basis excludes intra-group transactions and gain/loss of disposal of subsidiaries.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

**4. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2022 is as follows:

	Leasing and capital financing	Provision of consultancy and management services to educational institutions	Rare earth business	Consolidated
	A\$'000	A\$'000	A\$'000	A\$'000
Segment revenue	137	-	25,327	25,464
Inter-segment revenue	-	-	-	-
Revenue from external customers	<u>137</u>	<u>-</u>	<u>25,327</u>	<u>25,464</u>
Reportable segment gross profit	<u>37</u>	<u>-</u>	<u>985</u>	<u>1,022</u>
Reportable segment (loss)/ profit before income tax	<u>(101)</u>	<u>-</u>	<u>25</u>	<u>(76)</u>
Unallocated corporate expenses				<u>(206)</u>
Loss before income tax				(282)
Income tax expenses				<u>(279)</u>
Loss for the period				<u>(561)</u>

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

**4. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2022 is as follows:

	Leasing and capital financing	Provision of consultancy and management services to educational institutions	Rare earth business	Consolidated
	A\$'000	A\$'000	A\$'000	A\$'000
As at 30 September 2022				
Reportable segment assets	1,622	167	65,233	67,022
Interest in associate				552
Unallocated corporate assets				614
Consolidated total assets				<u>68,188</u>
Reportable segment liabilities	(41)	(519)	(56,477)	(57,037)
Unallocated corporate liabilities				<u>(2,505)</u>
Consolidated total liabilities				<u>(59,542)</u>

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

**4. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2021 is as follows:

	Leasing and capital financing	Provision of consultancy and management services to educational institutions	Rare earth business	Consolidated
	A\$'000	A\$'000	A\$'000	A\$'000
Segment revenue	271	-	20,217	20,488
Inter-segment revenue	-	-	-	-
Revenue from external customers	<u>271</u>	<u>-</u>	<u>20,217</u>	<u>20,488</u>
Reportable segment gross profit	<u>165</u>	<u>-</u>	<u>3,993</u>	<u>4,158</u>
Reportable segment profit/(loss) before income tax	<u>161</u>	<u>(38)</u>	<u>3,537</u>	<u>3,660</u>
Unallocated corporate expenses				<u>(425)</u>
Profit before income tax				3,235
Income tax expenses				<u>-</u>
Profit for the period				<u>3,235</u>

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

**4. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2021 is as follows:

	Leasing and capital financing	Provision of consultancy and management services to educational institutions	Rare earth business	Consolidated
	A\$'000	A\$'000	A\$'000	A\$'000
As at 30 September 2021				
Reportable segment assets	1,655	163	63,130	64,948
Interest in associate				549
Unallocated corporate assets				539
Consolidated total assets				<u>66,036</u>
Reportable segment liabilities	(26)	(488)	(52,497)	(53,011)
Unallocated corporate liabilities				(1,644)
Consolidated total liabilities				<u>(54,655)</u>

**5. INCOME TAX EXPENSES**

During the period, no provision for Hong Kong Profits Tax has been made as the Group did not generate any assessable profits arising from Hong Kong (2021: Nil). PRC subsidiaries are subject to PRC Enterprise Income Tax at 25% for the period ended 30 September 2022 and 2021.

	Six months ended 30 September	
	2022	2021
	A\$'000	A\$'000
Current tax:		
- PRC Enterprise Income Tax	279	-

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

6. FIXED ASSETS

	Furniture and equipment	Motor vehicles	Plant and machinery	Leasehold improvement	Buildings	Sub-total	Investment property	Total
	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000	A\$'000
<u>Cost</u>								
As at 31 March 2022	120	2,144	3,099	2,608	3,950	11,921	833	12,754
Additions	-	-	41	1,211	-	1,252	-	1,252
Disposals	-	-	(55)	-	-	(55)	-	(55)
Exchange realignment	3	67	97	96	123	386	25	411
As at 30 September 2022	123	2,211	3,182	3,915	4,073	13,504	858	14,362
<u>Accumulated depreciation</u>								
As at 31 March 2022	61	1,289	2,219	933	1,438	5,940	414	6,354
Charge for the period	1	85	124	148	60	418	20	438
Elimination on disposals	-	-	(48)	-	-	(48)	-	(48)
Exchange realignment	2	41	69	31	45	188	13	201
As at 30 September 2022	64	1,415	2,364	1,112	1,543	6,498	447	6,945
<u>Carrying amount</u>								
As at 30 September 2022	59	796	818	2,803	2,530	7,006	411	7,417
As at 31 March 2022	59	855	880	1,675	2,512	5,981	419	6,400

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

**7. RIGHT-OF-USE ASSETS**

A\$'000

Cost

As at 1 April 2022	4,237
Charge for the period	(34)
Exchange realignment	133
	<hr/>
As at 30 September 2022	<u>4,336</u>

The right-of-use assets related to the land use rights are located in the PRC.

**8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
--	--------------------------------------

Financial assets at fair value through other comprehensive income  
- unlisted equity shares

<u>3,986</u>	<u>3,866</u>
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Financial assets at fair value through other comprehensive income represents 4,975,837 (31 March 2022: 4,975,837) ordinary shares in Jiangsu Jiangnan Rural Commercial Bank Co., Ltd.

**9. INVENTORIES**

As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
--	--------------------------------------

Raw materials  
Work-in-progress  
Finished goods

4,557	315
23,736	23,105
6,017	6,332
<hr/>	<hr/>
34,310	29,752

**10. TRADE AND OTHER RECEIVABLES**

As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
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Trade receivables  
Other receivables, deposits and prepayments

538	880
14,807	11,286
<hr/>	<hr/>
15,345	12,166

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

**11. AMOUNTS DUE FROM/ (TO) RELATED PARTIES/ RELATED COMPANIES/ KEY MANAGEMENT PERSONNEL**

	As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000	Maximum outstanding balance during the period A\$'000
Amounts due from related parties	14	111	111

The amounts are unsecured, interest free and repayment on demand.

	Note	As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
Amounts due to related companies	1	*	25,157
Amounts due to key management personnel	2	4,085	1,709
* Analysed as:			
Amount due within 1 year shown under current liabilities		8,985	12,354
Amount due more than 1 year		16,172	15,686
		25,157	28,040

Notes:

- The principal amount of approximately A\$17,366,000 (equivalent to RMB80,000,000) (31 March 2022: A\$16,844,000, equivalent to RMB80,000,000) is unsecured, interest-free and repayable on 30 September 2023. The directors of the Company have confident that the repayment of the amount can be extended after 30 September 2023. The amount is measured at amortised cost using effective interest method with effective interest rate at 6.8% per annum. For the year ended 31 March 2022, the Group credited an amount of approximately A\$1,056,000 (2021: A\$1,101,000) to other reserve which represented the difference between the carrying amount of amount due to a related company and its fair value at amortised cost.

The amounts of approximately A\$8,985,000 (31 March 2022: A\$12,354,000) are unsecured, interest-free and repayable within one year.

- The amounts are unsecured, interest free and repayable on demand.

**12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS**

	As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
Structured deposits	399	398

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

**13. PLEDGED BANK DEPOSITS**

As at 30 September 2022, the Group pledged approximately A\$778,000 bank deposits (31 March 2022: A\$1,019,000), which is denominated in RMB, to bankers of the Group to secure the bill payables due within six months. The pledged bank deposits will be released upon the settlement of relevant bill payables.

**14. SHARE CAPITAL**

	Number of shares '000	Ordinary shares A\$'000
<u>Issued and fully paid</u>		
At 1 April 2022 and 30 September 2022	83,312	16,662

**15. TRADE AND OTHER PAYABLES**

	As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
Trade payables	22,429	16,182
Bill payables	778	1,019
Other payables and accrued charges	3,157	3,187
	<u>26,364</u>	<u>20,388</u>

**16. CONTRACT LIABILITIES**

	As at 30 September 2022 A\$'000	As at 31 March 2022 A\$'000
Rare earth business	3,391	3,638

**17. MATERIAL RELATED PARTY TRANSACTIONS**

<u>Transactions</u> <u>Related party</u>	<u>Nature of transactions</u>	Six months ended 30 September	
		2022 A\$'000	2021 A\$'000
Directors of the Company	Key management compensation	49	60

## VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED

### NOTES TO THE INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

#### 17. MATERIAL RELATED PARTY TRANSACTIONS (Continued)

<u>Balances due from/ (to)</u>		As at 30 September 2022	As at 31 March 2022
<u>Related party</u>	<u>Nature of balances</u>	A\$'000	A\$'000
Related companies	Amounts due from related parties	14	111
	Amounts due to related companies	25,157	28,040
Related parties	Amounts due to key management personnel	4,085	1,709

#### 18. DIVIDEND

No dividend was paid for both periods. The directors do not recommend the payment of an interim dividend.

#### 19. EVENT AFTER THE REPORTING PERIOD

In July 2022, the Company signed an interest swap agreement (the "Agreement") with Zhuhai Yinying Enterprise Management Consulting Co. Ltd. ("Zhuhai Yinying"), pursuant to which, Zhuhai Yinying has agreed to exchange its 55% equity interest in its wholly owned subsidiary, Yinying (Huizhou) Industrial Park Management Co. Ltd for the following assets of the Group:

- (i) 36% equity interest in 北京华宝时代国际设备租赁有限公司 (Beijing HuaBao Times International Leasing Co., Ltd); and
- (ii) 25.4% interest in 常州市海林稀土有限公司 (Jintan Hailin Rare Earth Company Limited), which interest is held by the Company through a VIE structure.

In the opinion of the Directors, based on the initial discussion on 17 Aug 2022 with ASX and the advice from ASX, the Agreement may involve a significant change to the nature or scale of VIA's activities and/or a disposal of VIA's main undertaking, in each case as described in Chapter 11 of the ASX Listing Rules. If the transaction constitutes a significant change to the nature or scale of VIA's activities and/or a disposal of VIA's main undertaking, VIA may be required under Chapter 11 of the ASX Listing Rules to seek shareholder approval and/or re-comply with Chapters 1 and 2 of the ASX Listing Rules. VIA has not applied to ASX for in-principle advice in relation to whether the Agreement will constitute a significant change to the nature or scale of VIA's activities and/or a disposal of VIA's main undertaking, whether VIA will, post-completion of the Agreement, have structure and operations suitable for re-admission to the official list under ASX Listing Rules 1.1 condition 1 and 1.19, or any other aspect of the Agreement.

As at the reporting date, the Agreement has still not yet completed.

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL  
INFORMATION TO THE BOARD OF DIRECTORS OF VIAGOLD RARE EARTH RESOURCES  
HOLDINGS LIMITED  
(Incorporated in Bermuda with limited liability)**

**Introduction**

We have reviewed the interim condensed consolidated financial information set out on pages 7 to 23 which comprises the condensed consolidated statement of financial position of ViaGold Rare Earth Resources Holdings Limited (the "Company") and its subsidiaries (together, the "Group") as of 30 September 2022 and the related condensed consolidated income statement, statement of comprehensive income, statement of changes in equity and statement of cash flows for half-year period then ended and explanatory notes. The directors of the Company are responsible for the preparation and presentation of condensed consolidated financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34").

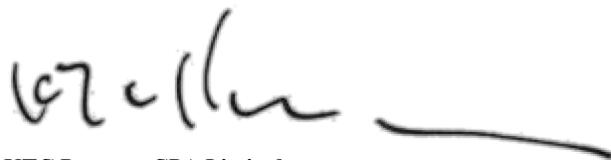
Our responsibility is to express a conclusion, based on our review, on the interim condensed consolidated financial statements and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

**Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim condensed consolidated financial statements consists of making inquiries, 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 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.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.



**KTC Partners CPA Limited**  
*Certified Public Accountants (Practising)*

Chow Yiu Wah, Joseph  
Practising Certificate Number: P04686  
Hong Kong, 14 March 2023

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