

# **LANDORE RESOURCES LIMITED**

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## **UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

**For the three and six months ended 30 June 2023**

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### **Notice to Reader**

The accompanying unaudited condensed interim consolidated financial statements of Landore Resources Limited (the “Company”) have been prepared by and are the responsibility of management. The condensed interim consolidated financial statements have been reviewed by the Company’s auditors but are unaudited.

**[www.landore.com](http://www.landore.com)**

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# Company Information

<b>Directors</b>	Claude Lemasson <i>(Chief Executive Officer) (Appointed 21 July 2023)</i> Glenn Featherby <i>(Finance Director)</i> Helen Green <i>(Non-Executive Director)</i> Huw Salter <i>(Non-Executive Chairman)</i>
<b>Company Secretary</b>	Glenn Featherby <i>(Appointed 7 August 2023)</i>
<b>Registered Office</b>	P O Box 141 La Tonnelle House Les Banques St Sampson Guernsey GY1 3HS
<b>Nominated Adviser</b>	Strand Hanson Limited 26 Mount Row London W1K 3SQ
<b>Joint Brokers</b>	Strand Hanson Limited 26 Mount Row London W1K 3SQ  Novum Securities Limited 7-10 Chandos Street London W1G 9DQ
<b>Auditor</b>	Grant Thornton Limited St James Place St James Street St Peter Port Guernsey C.I. GY1 2NZ
<b>Registrar</b>	Computershare Investor Services (Jersey) Ltd 13 Castle Street St Helier Jersey JE1 1ES
<b>Crest Service provider</b>	Computershare Investor Services (Jersey) Ltd 13 Castle Street St Helier Jersey JE1 1ES
<b>Solicitors</b>	Stephenson Harwood LLP 1 Finsbury Circus London EC2M 7SH

# Unaudited Condensed Interim Consolidated Statement of Comprehensive Income

For the three and six months ended 30 June 2023

	Notes	Three months ended 30 June		Six months ended 30 June	
		2023 £	2022 £	2023 £	2022 £
Exploration costs	6	(142,752)	(248,834)	(242,502)	(398,341)
Administrative expenses		(527,331)	(499,277)	(964,773)	(818,316)
<b>Operating loss</b>		<b>(670,083)</b>	<b>(748,111)</b>	<b>(1,207,275)</b>	<b>(1,216,657)</b>
Other income	19	—	467,715	451,988	448,779
Loss on disposal of non-current investments		(54,225)	—	(54,887)	—
Loss on non-current investments measured at fair value	9	(47,252)	(27,626)	(12,077)	(26,507)
<b>Loss before income tax</b>		<b>(771,560)</b>	<b>(308,022)</b>	<b>(822,251)</b>	<b>(794,385)</b>
Income tax	5	—	—	—	—
<b>Loss for the period</b>		<b>(771,560)</b>	<b>(308,022)</b>	<b>(822,251)</b>	<b>(794,385)</b>
<b>Other comprehensive income</b>					
<b>Items that will subsequently be reclassified to profit or loss:</b>					
Exchange differences on translating foreign operations		10,620	26,500	(24,678)	58,021
<b>Other comprehensive income/(loss) for the period net of tax</b>		<b>10,620</b>	<b>26,500</b>	<b>(24,678)</b>	<b>58,021</b>
<b>Total comprehensive loss for period</b>		<b>(760,940)</b>	<b>(281,522)</b>	<b>(846,929)</b>	<b>(736,364)</b>
<b>Loss attributable to:</b>					
Equity holders of the Company		(771,644)	(308,163)	(822,610)	(794,153)
Non-controlling interests		84	141	359	(232)
<b>Total comprehensive loss attributable to:</b>					
<b>to:</b>					
Equity holders of the Company		(761,024)	(281,663)	(847,288)	(736,132)
Non-controlling interests		84	141	359	(232)
<b>Loss per share for losses attributable to the equity holders of the Company during the period</b>					
– Basic and diluted (£)	7	(0.007)	(0.003)	(0.008)	(0.007)

The Group's operating loss relates to continuing operations.

The notes on pages 9 to 28 form an integral part of these unaudited condensed interim consolidated financial statements.

# Landore Resources Limited

## Unaudited Condensed Interim Consolidated Statement of Financial Position

As at 30 June 2023

	<i>Notes</i>	<i>As at 30 June 2023 £</i>	<i>As at 31 December 2022 £</i>
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	8	59,870	68,432
Investments	9	87,970	169,682
		<b>147,840</b>	238,114
<b>Current assets</b>			
Trade and other receivables	10	68,331	110,890
Cash and cash equivalents		397,109	1,235,528
		<b>465,440</b>	1,346,418
<b>Total assets</b>		<b>613,280</b>	1,584,532
<b>Equity</b>			
<b>Capital and reserves attributable to the Company's equity holders</b>			
Share capital – nil par value	12	51,926,526	51,926,526
Share-based payment reserve	13	570,500	584,266
Accumulated deficit		(51,948,655)	(51,139,811)
Translation reserve		(325,711)	(301,033)
<b>Total equity shareholders' funds</b>		<b>222,660</b>	1,069,948
<b>Non-controlling interests</b>		<b>(5,339)</b>	(5,698)
<b>Total equity</b>		<b>217,321</b>	1,064,250
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	11	395,959	520,282
		<b>395,959</b>	520,282
<b>Total liabilities</b>		<b>395,959</b>	520,282
<b>Total equity and liabilities</b>		<b>613,280</b>	1,584,532

The notes on pages 9 to 28 form an integral part of these unaudited condensed interim consolidated financial statements.

# Unaudited Condensed Interim Consolidated Statement of Changes in Equity

For the six months ended 30 June 2023

	<i>Equity shareholders' funds</i>					<i>Total</i> £
	<i>Share capital nil par value</i> £	<i>Share-based payment</i> £	<i>Accumulated deficit</i> £	<i>Translation reserve</i> £	<i>Non-controlling interest</i> £	
<b>Balance as at 1 January 2022</b>	50,179,599	979,409	(49,692,080)	(322,611)	(4,901)	1,139,416
Issue of ordinary share capital - nil par value (note 12)	909,605	—	—	—	—	909,605
Warrants exercised	—	(12,529)	12,529	—	—	—
<b>Total transactions with owners</b>	<b>909,605</b>	<b>(12,529)</b>	<b>12,529</b>	<b>—</b>	<b>—</b>	<b>909,605</b>
Loss for the period	—	—	(794,153)	—	(232)	(794,385)
Exchange difference from translating foreign operations	—	—	—	58,021	—	58,021
<b>Total comprehensive loss for the period</b>	<b>—</b>	<b>—</b>	<b>(794,153)</b>	<b>58,021</b>	<b>(232)</b>	<b>(736,364)</b>
<b>Balance as at 30 June 2022</b>	<b>51,089,204</b>	<b>966,880</b>	<b>(50,473,704)</b>	<b>(264,590)</b>	<b>(5,133)</b>	<b>1,312,657</b>
<b>Balance as at 1 July 2022</b>	<b>51,089,204</b>	<b>966,880</b>	<b>(50,473,704)</b>	<b>(264,590)</b>	<b>(5,133)</b>	<b>1,312,657</b>
Issue of options (note 13)	—	16,914	—	—	—	16,914
Issue of ordinary share capital - nil par value (note 12)	837,322	—	—	—	—	837,322
Options exercised	—	(16,727)	16,727	—	—	—
Options lapsed	—	(339,382)	339,382	—	—	—
Warrants exercised	—	(8,134)	8,134	—	—	—
Warrants Lapsed	—	(35,285)	35,285	—	—	—
<b>Total transactions with owners</b>	<b>837,322</b>	<b>(382,614)</b>	<b>399,528</b>	<b>—</b>	<b>—</b>	<b>854,236</b>
Loss for the year	—	—	(1,065,635)	—	(565)	(1,066,200)
Exchange difference from translating foreign operations	—	—	—	(36,443)	—	(36,443)
<b>Total comprehensive loss for the period</b>	<b>—</b>	<b>—</b>	<b>(1,065,635)</b>	<b>(36,443)</b>	<b>(565)</b>	<b>(1,102,643)</b>
<b>Balance as at 31 December 2022</b>	<b>51,926,526</b>	<b>584,266</b>	<b>(51,139,811)</b>	<b>(301,033)</b>	<b>(5,698)</b>	<b>1,064,250</b>

## Landore Resources Limited

# Unaudited Condensed Interim Consolidated Statement of Changes in Equity

For the six months ended 30 June 2023

<b>Balance as at 1 January 2023</b>	<b>51,926,526</b>	<b>584,266</b>	<b>(51,139,811)</b>	<b>(301,033)</b>	<b>(5,698)</b>	<b>1,064,250</b>
Warrants lapsed	—	(13,766)	13,766	—	—	—
<b>Total transactions with owners</b>	<b>—</b>	<b>(13,766)</b>	<b>13,766</b>	<b>—</b>	<b>—</b>	<b>—</b>
Loss for the period	—	—	(822,610)	—	359	(822,251)
Exchange difference from translating foreign operations	—	—	—	(24,678)	—	(24,678)
<b>Total comprehensive loss for the period</b>	<b>—</b>	<b>—</b>	<b>(822,610)</b>	<b>(24,678)</b>	<b>359</b>	<b>(846,929)</b>
<b>Balance as at 30 June 2023</b>	<b>51,926,526</b>	<b>570,500</b>	<b>(51,948,655)</b>	<b>(325,711)</b>	<b>(5,339)</b>	<b>217,321</b>

The notes on pages 9 to 28 form an integral part of these unaudited condensed interim consolidated financial statements.

# Landore Resources Limited

## Unaudited Condensed Interim Consolidated Statement of Cash Flow

For the six months ended 30 June 2023

	<i>6 months ended 30 June</i>	
	<i>2023</i>	<i>2022</i>
	<i>£</i>	<i>£</i>
<b>Cash flows from operating activities</b>		
Loss for the period	(822,251)	(794,385)
Loss on disposal of non-current asset investments	54,887	—
Depreciation of tangible fixed assets	8 6,728	8,371
Foreign exchange loss on non-cash items	856	(25,466)
Non-cash option income	—	(299,186)
Decrease/(increase) in trade and other receivables	40,662	(8,406)
(Decrease)/increase in trade and other payables	(116,611)	17,255
Fair value loss on financial assets	9 12,077	26,507
<b>Net cash used in operating activities</b>	<b>(823,652)</b>	<b>(1,075,310)</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposal of non-current asset investments	10,896	—
<b>Net cash used in investing activities</b>	<b>10,896</b>	<b>—</b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of ordinary shares	—	909,605
<b>Net cash generated by financing activities</b>	<b>—</b>	<b>909,605</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(812,756)</b>	<b>(165,705)</b>
Cash and cash equivalents at the beginning of the period	1,235,528	875,658
Exchange (loss)/gain on cash and cash equivalents	(25,663)	30,452
<b>Cash and cash equivalents at the end of the period</b>	<b>397,109</b>	<b>740,405</b>

The notes on pages 9 to 28 form an integral part of these unaudited condensed interim consolidated financial statements.



# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## **1. General information**

Landore Resources Limited (The “Company”) was registered in Guernsey, Channel Islands on 16 February 2005 with registered number 42821 under the Companies (Guernsey) Law, 2008. The Company is quoted on the Alternative Investment Market (“AIM”) with the trading symbol LND.L. The principal activity, mainly in Canada, is mineral exploration including the identification, acquisition and development of technically and economically sound mineral projects either alone or with joint venture partners.

## **2. Basis of accounting and accounting policies**

The unaudited condensed interim consolidated financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting (“IAS 34”) and do not include all of the information required in annual financial statements. These unaudited condensed interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements for the year ended 31 December 2022.

The condensed interim consolidated interim financial statements have not been audited and have been prepared on the historical cost basis. The principal accounting policies adopted are consistent with those adopted in the audited annual consolidated financial statements for the year ended 31 December 2022.

The unaudited condensed interim consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries and collectively the “Group”) made up to 30 June 2023.

### **Changes in accounting policies**

New and revised standards that are effective for annual periods beginning on or after 1 January 2023 have been adopted in these unaudited condensed interim consolidated financial statements.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

During the financial period, the Group has adopted the following new IFRSs (including amendments thereto), which became effective for the first time:

<b>Standard</b>	<b>Effective date, annual period beginning on or after</b>
IFRS 17 - Insurance Contracts	1 January 2023
Amendments to IFRS 17 - Insurance Contracts; and Extension of the Temporary Exemption from Applying IFRS 9 (Amendments to IFRS 4 Insurance Contracts)	1 January 2023
Disclosure of Accounting Policies (Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2 Making Materiality Judgements)	1 January 2023
Definition of Accounting Estimates (Amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors)	1 January 2023
Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12 Income Taxes)	1 January 2023
Classification of Liabilities as Current or Non-Current: amendments to IAS 1	1 January 2024

The Company's management have reviewed the application of the amendments and have concluded that there is no impact on these unaudited condensed interim consolidated financial statements.

### **3. Basis of consolidation**

The unaudited condensed interim consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries and collectively the "Group") made up to 30 June 2023. Control is achieved where the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. The financial statements of subsidiaries are included in the unaudited condensed interim consolidated financial statements from the date that control commences until control ceases.

On acquisition, the assets and liabilities and contingent liabilities of a subsidiary are measured at their fair values at the date of acquisition. Any excess of the cost of acquisition over the fair values of the identifiable net assets acquired is recognised as goodwill. Any deficiency of the cost of acquisition below the fair values of the identifiable net assets acquired (i.e., discount on acquisition) is credited to the Statement of Comprehensive Income in the period of acquisition.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by the Company. All intra-group transactions, balances, income and expenses are eliminated on consolidation.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

### **3. Basis of consolidation** *continued*

The Directors consider that the Company exerts control over its subsidiaries by virtue of its ownership of 100% of the share capital in each of those companies and therefore 100% of the voting rights and rights to variable returns from its involvement with those companies (apart from Lamaune Iron Inc. which is owned 90.2%). The Directors therefore consider that the Company has control over the companies it identifies as its subsidiaries in accordance with IFRS 10.

### **4. Going concern**

Note 15 to the unaudited condensed interim consolidated financial statements includes the Group's objectives, policies, and processes for managing its capital; its financial risk management objectives; details of its financial instruments; and its exposures to credit risk and liquidity risk.

Due to the location of the Group's principal assets, it is well protected from the effects of any potential COVID-19 resurgence on its operations. Whilst the Group is exposed to any wider economic implications from any further restrictions, the Board believes that its interests in a range of precious metals combined with the drilling progress achieved in 2022 provide a significant hedge to the potential exposure to any further COVID-19 impacts. The Group's operations during the period were unaffected by the pandemic which has now abated.

As at 30 June 2023, the Group had cash balances of £397,109. In addition, the Group is due to receive the following further sums:

- A cash payment of C\$250,000 and a convertible cash payment of C\$500,000 on or before 24 November 2023;
- A cash payment of C\$500,000 and a convertible cash payment of C\$750,000 on or before 24 May 2024; and
- Furthermore, a cash payment of C\$500,000 is due in March 2024 in relation to the option for the sale of the Lithium Claim Blocks.

Whilst the Group has reported a comprehensive loss after tax for the period ended 30 June 2023 amounting to approximately £0.85m, the above mentioned expected further receipts, plus the £600,000 (before expenses) via the fundraising announced on 29 June 2023, together with cash balances held at the period end means that the Board is satisfied that the Group has sufficient cash to meet its operational requirements for a period of at least 12 months from the date of approval of these unaudited condensed interim consolidated financial statements.

The Group currently has no debt. Future development activities to continue to grow the Group's resources can be adjusted based on the Group's ability to raise additional funds as necessary.

The unaudited condensed interim consolidated financial statements have been prepared on a going concern basis with a reasonable expectation that the Group has adequate resources to continue in operational existence for a period of at least 12 months from the date of approval of these unaudited condensed interim consolidated financial statements.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 5. Taxation

The Company is taxed at the company standard rate of 0%.

The Company's subsidiary, Landore Resources Canada Inc., is subject to Canadian Federal tax. No tax has been provided in the accounts of Landore Resources Canada Inc. since there were no taxable profits generated by the company during the year.

Landore Resources Canada Inc. has potential deferred tax assets of approximately C\$17m (31 December 2022: C\$17m) which are not recognised at the end of the period. These deferred tax assets are in relation to exploration expenditures which are carried forward to be utilised against future profits.

Landore Resources Canada Inc. also has a subsidiary, Brancote US Inc. which is subject to taxation in the United States.

## 6. Mineral properties

### *Exploration expenditure and mineral properties*

	<i>Net expense in the three month period to 30 June 2023</i>	<i>Net expense in the six month period to 30 June 2023</i>	<i>Accumulated expenditure at 30 June 2023</i>
	£	£	£
Junior Lake	135,388	197,657	29,423,835
Miminiska Lake	—	716	1,535,047
Fronde Lake	—	—	90,341
Wottam	—	—	61,558
Lessard	—	—	709,122
Other, including Swole Lake and Root Lake	7,364	44,129	146,026
	<b>142,752</b>	<b>242,502</b>	<b>31,965,929</b>

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 6. Mineral properties *continued*

	<i>Net expense in the three month period to 30 June 2022</i>	<i>Net expense in the six month period to 30 June 2022</i>	<i>Accumulated expenditure at 30 June 2022</i>
	£	£	£
Junior Lake	240,561	383,523	27,458,707
Miminiska Lake	1,186	1,139	1,534,291
Fronde Lake	—	1,490	89,949
Wottam	—	—	61,558
Lessard	505	4,133	709,480
Other, including Swole Lake and Root Lake	6,582	8,056	98,949
	<b>248,834</b>	<b>398,341</b>	<b>29,952,934</b>

### 6.1 Junior Lake

Junior Lake is a nickel, copper, platinum group metals, iron, gold, and lithium property located north of Thunder Bay in Northern Ontario, Canada, wholly owned by the Group. The Junior Lake property also encompasses the Lamaune property block and the Swole property block.

On 5 March 2023, Landore Resources Canada entered into an agreement with Green Technology Metals Limited (“GT1”) which provides GT1 with the right to purchase an 80 per cent. interest (the “Option”) in certain tenements which contain Lithium prospects, located within the Junior Lake Property, (the “Lithium Claim Blocks”). Under the terms of the Option, GT1 has the right to purchase an 80 per cent. interest in the Lithium Claim Blocks, in return for staged payments over three years to Landore Resources (“Staged Payments”) totaling C\$2,500,000 in cash and an additional C\$1,500,000 either in cash or by issuing Landore Resources with new common shares in GT1 as set out below:

- Initial cash payment of C\$500,000 (within 5 business days of execution of the option agreement (the “Effective Date”)) (received);
- Cash payment of C\$500,000 on or before the date which is 12 months after the Effective Date;
- Cash payment of C\$500,000, plus a further C\$500,000 payable either in cash or through the issue of new shares in GT1 to Landore (at GT1’s election) on or before the date which is 24 months after the Effective Date; and
- Cash payment of C\$1,000,000, plus a further C\$1,000,000 payable either in cash or through the issue of new shares in GT1 to Landore Canada (at GT1’s election) on or before the date which is 36 months after the Effective Date.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## **6. Mineral properties** *continued*

### **6.2 Miminiska Lake**

Miminiska Lake is a gold exploration project located east of Pickle Lake in Northern Ontario, Canada. Following the April 2018 conversion of all claims in the province of Ontario, the property consists of a southern block (“Miminiska Lake”), and a northern block (“Keezhik Lake”). Both blocks are wholly owned by the Group (collectively, the “Property”). On 5 May 2021, the Group entered into an agreement with Lithoquest Resources Inc. (“Lithoquest”) granting Lithoquest the exclusive right and option (the “Option”) to acquire a 100% interest in and to the Property and all of Landore Resource’s rights, licences and permits appurtenant thereto or held for the specific use and enjoyment thereof, including all of Landore Resource’s interest in the underlying agreements by paying to Landore Resources the staged sum of C\$1,375,000 cash and an additional sum of C\$2,625,000 in cash or in new Lithoquest common shares (hereinafter referred to as “Convertible Cash”), to be paid as follows:

- i. C\$25,000 cash on the execution and delivery of the option agreement (received);
- ii. an additional C\$100,000 cash within ten business days following the date (the “Effective Date”) of acceptance of the agreement by the TSX Venture Exchange (the “TSXV”) (received);
- iii. an additional C\$250,000 cash and C\$400,000 in Convertible Cash to be paid within six months of the Effective Date (received);
- iv. an additional C\$250,000 cash and C\$500,000 in Convertible Cash to be paid within 12 months of the Effective Date (received);
- v. an additional C\$250,000 cash and C\$750,000 in Convertible Cash to be paid within 18 months of the Effective Date; and
- vi. an additional C\$500,000 cash and C\$1,000,000 in Convertible Cash to be paid within 24 months of the Effective Date.

On 30 November 2022, an amendment agreement was signed with Storm Exploration Inc. (“Storm”) (formerly named Lithoquest Resources Inc.) to amend the payment schedule, resulting in the following revised remaining payments:

- vii. an additional \$250,000 cash and \$250,000 in Convertible Cash to be paid within 19 months of the Effective Date (received);
- viii. an additional C\$250,000 cash and C\$500,000 in Convertible Cash to be paid within 25 months of the Effective Date (received); and
- ix. an additional C\$500,000 cash and C\$500,000 in Convertible Cash to be paid within 31 months of the Effective Date.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 6. Mineral properties *continued*

On 31 January 2023, Landore Resources received a further payment under the Lithoquest Option, comprising of C\$251,824 cash and 2,175,939 new common shares in Storm to the value of C\$248,176.

In addition, Landore Resources agreed to further amend the terms of the Option such that Storm could now acquire a 100% interest in the Property by making staged payments to Landore Resources totalling C\$1,625,000 in cash and an additional C\$2,400,000 either in cash or new common shares in Storm (previously these payments from inception were to comprise C\$1,375,000 in cash and C\$2,625,000 in Convertible Cash), with the remaining payments to be made in accordance with the revised schedule below:

- (i) a cash payment of C\$250,000 and a Convertible Cash payment of C\$500,000 on or before 24 July 2023; and
- (ii) a cash payment of C\$500,000 and a Convertible Cash payment of C\$750,000 on or before 24 January 2024.

Storm has exclusive discretion to determine if each tranche of the Convertible Cash payments is settled in cash or in new Storm shares.

Following receipt of the remaining Cash payments, Convertible Cash payments and exercise of the Option by Storm, Landore Resources shall be entitled to receive a 2% net smelter returns royalty (“NSR”) from the Property. Storm will retain the right to reduce the NSR to 1% by paying Landore Resources the sum of C\$1,000,000 in cash.

On 5 July 2023, Landore Resources and Storm agreed to a further variation of four months to the scheduling of each of the remaining payments due from Storm in respect of the pre-existing option arrangement as follows:

- (i) a cash payment of C\$250,000 and a Convertible Cash payment of C\$500,000 on or before 24 November 2023; and
- (ii) a cash payment of C\$500,000 and a Convertible Cash payment of C\$750,000 on or before 24 May 2024.

### 6.3 Frond Lake

Fron Lake is a gold property located east of Pickle Lake in Northern Ontario, Canada. The property is comprised of a number of patented claims contiguous to the east of the Wottam Property. The Frond Lake property claims are wholly owned by the Group subject to a 2% NSR to the original owners of the property.

### 6.4 Wottam

Wottam is a gold property located east of Pickle Lake in Northern Ontario, Canada. The property is wholly owned by the Group and includes a number of claims contiguous between the Miminiska and Frond properties.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## **6. Mineral properties** *continued*

### **6.5 Lessard**

Lessard is a zinc and copper property located north of Chibougamau in Quebec, Canada. The property is wholly owned by the Group.

### **6.6 Swole Lake**

Swole Lake is host to nickel, copper, platinum group metals and lithium occurrences. The Swole Lake mining claim, wholly owned by the Group, is consolidated into the greater Junior Lake property. The Swole Lake legacy claim is subject to a 2% NSR royalty to the original holder of the claim.

#### **Sale of Net Smelter Returns Royalty (“NSR”)**

On 28 October 2022, the Group entered into an agreement with Green Technology Metals Limited whereby Landore Resources sold its 3% Net Smelter Royalty ("Root Lake NSR") on the Root Lake Property, Ontario (the “Root Lake NSR”).

In consideration for the sale of the 3% NSR, the Group received cash proceeds of C\$3,000,000.

#### **Purchase of Net Smelter Returns Royalty (“NSR”)**

On 21 September 2020, the Group entered into a Royalty Purchase Agreement with Stares Contracting Corp., Stephen Stares, Michael Stares and James Dawson (the “Agreement”), whereby Landore Resources acquired one-half of the 2% NSR (the “Lamaune NSR”) that is held on Landore Canada's 90.2% owned Lamaune Lake Property, Ontario.

In consideration for the purchase of 1% of the Lamaune NSR, the Group made a cash payment of C\$75,000 and issued 227,733 new ordinary shares in Landore Resources at a price of 19.25 pence per share, for total consideration of C\$149,964.

## **7. Loss per share**

The loss per share is based on the loss for the relevant period and the weighted number of ordinary shares in issue during the relevant period.

The potential ordinary shares which arise as a result of the options in issue are not dilutive under the terms of IAS 33 because they would not increase the loss per share. Accordingly, there is no difference between the basic and dilutive loss per share.



## Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

### 7. Loss per share *continued*

The loss per share and diluted loss per share for the periods concerned were:

	<i>Three Months Ended</i>		<i>Six Months Ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>
<b>Loss attributable to:</b>				
Equity holders of the Company	£ (771,644)	(308,163)	(822,610)	(794,153)
Weighted average number of shares	106,553,257	109,585,744	106,553,257	108,209,176
– Basic and diluted	£ (0.007)	(0.003)	(0.008)	(0.007)

### 8. Property, plant and equipment

	<i>Automotive equipment</i>	<i>Computers and office equipment</i>	<i>Machinery and equipment</i>	<i>Total</i>
	£	£	£	£
<b>Cost</b>				
At 31 December 2021	196,497	55,208	119,856	371,561
Foreign exchange movements	10,861	3,052	6,625	20,538
At 31 December 2022	207,358	58,260	126,481	392,099
Foreign exchange movements	(5,787)	(1,627)	(3,530)	(10,944)
At 30 June 2023	201,571	56,633	122,951	381,155
<b>Depreciation</b>				
At 31 December 2021	127,112	50,032	113,358	290,502
Charge for the period	14,829	1,105	1,389	17,323
Foreign exchange movements	6,841	2,751	6,250	15,842
At 31 December 2022	148,782	53,888	120,997	323,667
Charge for the period	5,758	430	540	6,728
Foreign exchange movements	(4,217)	(1,509)	(3,384)	(9,110)
At 30 June 2023	150,323	52,809	118,153	321,285
<b>Net book value</b>				
At 30 June 2023	51,248	3,824	4,798	59,870
At 31 December 2022	58,576	4,372	5,484	68,432

**Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023**

**9. Non-current asset investments**

	<i>Investment in equities</i>
	£
<b>Cost</b>	
<b>At 31 December 2021</b>	<b>287,259</b>
Additions at cost	309,578
Fair value loss	(444,719)
Foreign exchange movements	17,564
<b>At 31 December 2022</b>	<b>169,682</b>
Disposals at cost	(65,783)
Fair value loss	(12,077)
Foreign exchange movements	(3,852)
<b>At 30 June 2023</b>	<b>87,970</b>

Investments consist of 7,688,009 (31 December 2022: 7,929,009) common shares of Storm Exploration Inc. (formerly known as Lithoquest Resources Inc. - a publicly traded company listed on the TSX Venture Exchange) received pursuant to the Miminiska property option agreement (see note 6.2).

**Company**

At 30 June 2023, the Company held interests in the issued share capital of the following subsidiary undertakings which have all been included in the consolidated interim financial statements:

<i>Subsidiary</i>	<i>Nature of business</i>	<i>Country of incorporation</i>
Landore Resources Canada Inc. (100%)	Exploration of precious metals	Canada
Brancote US Inc.* (100%)	Exploration of precious metals	United States
Lamaune Iron Inc.** (90.2%)	Exploration of precious metals	Canada

\*The entire issued share capital of Brancote US Inc. is held by Landore Resources Canada Inc.

\*\*90.2% of the issued share capital of Lamaune Iron Inc. is held by Landore Resources Canada Inc.

**10. Trade and other receivables**

	<i>As at 30 June 2023</i>	<i>As at 31 December 2022</i>
	£	£
Due within one year:		
Trade receivables and prepayments	<b>68,331</b>	110,890
	<b>68,331</b>	110,890

**Notes to the Unaudited Condensed Interim Consolidated  
Financial Statements for the three and six months ended  
30 June 2023**

**11. Trade and other payables: amounts falling due within one year**

	<i>As at 30 June 2023</i>	<i>As at 31 December 2022</i>
	£	£
Trade payables	395,959	520,282
	<b>395,959</b>	<b>520,282</b>

**12. Share capital**

	<i>As at 30 June 2023</i>	<i>As at 31 December 2022</i>
	£	£
<b>Issued and fully paid:</b>		
115,346,391 (31 December 2022: 115,346,391) ordinary shares of nil par value each ranking <i>pari passu</i>	<b>51,926,526</b>	51,926,526

	<i>Ordinary Shares of nil par value £</i>
<b>Cost</b>	
<b>At 31 December 2021</b>	<b>50,179,599</b>
Issued in the period to 30 June 2022	909,605
Issued in the period to 31 December 2022	837,322
Issued in the period to 30 June 2023	—
<b>At 30 June 2023</b>	<b>51,926,526</b>

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 12. Share capital *continued*

Movements in the Group's share capital of no par value ordinary shares during the period were as follows:

	<i>Number of shares</i>	<i>Nominal value £</i>	<i>Share capital £</i>
Balance at 1 January 2022	106,553,257	—	50,179,599
20 January 2022 - Warrant exercise	95,570	—	19,114
4 February 2022 - Warrant exercise	100,000	—	20,000
22 February 2022 - Warrant exercise	175,000	—	35,000
22 March 2022 - Warrant exercise	500,000	—	100,000
28 March 2022 - Warrant exercise	200,000	—	40,000
12 April 2022 - Warrant exercise	500,000	—	100,000
13 April 2022 - Warrant exercise	185,185	—	37,037
26 April 2022 - Warrant exercise	148,148	—	29,630
28 April 2022 - Warrant exercise	435,622	—	87,124
3 May 2022 - Warrant exercise	888,888	—	177,778
10 May 2022 - Warrant exercise	300,000	—	60,000
13 May 2022 - Warrant exercise	83,500	—	16,700
18 May 2022 - Warrant exercise	111,111	—	22,222
6 June 2022 - Warrant exercise	299,999	—	60,000
15 June 2022 - Warrant exercise	125,000	—	25,000
23 June 2022 - Warrant exercise	400,000	—	80,000
5 July 2022 - Warrant exercise	185,185	—	37,037
11 July 2022 - Warrant exercise	1,444,444	—	288,889
13 July 2022 - Warrant exercise	1,308,982	—	261,796
14 July 2022 - Warrant exercise	1,006,500	—	201,300
25 July 2022 - Option exercise	300,000	—	48,300
<b>Balance at 31 December 2022 and 30 June 2023</b>	<b>115,346,391</b>	<b>—</b>	<b>51,926,526</b>

Issue costs of £Nil (2022: £Nil) were incurred when issuing shares.

The total gross cash proceeds received from the shares issued in the period under review amounted to £Nil (Year to 31 December 2022: £1,746,927).

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 13. Share-based payment reserve

	<i>As at 30 June 2023</i>	<i>As at 31 December 2022</i>
	£	£
Share options reserve	570,500	570,500
Share options reserve – warrants	-	13,766
<b>Total</b>	<b>570,500</b>	<b>584,266</b>

### 13.1 Share options reserve

Grant date	Expiry date	Exercise price £	Number of options at 1 January 2023	(Lapsed or exercised)/ granted	Number of options at 30 June 2023	Fair value £
24 July 2019	24 July 2024	0.161	1,500,000	—	<b>1,500,000</b>	83,637
24 July 2020	23 July 2025	0.24	2,400,000	—	<b>2,400,000</b>	253,501
1 January 2021	31 December 2025	0.31	100,000	—	<b>100,000</b>	4,627
20 July 2021	19 July 2026	0.323	2,200,000	—	<b>2,200,000</b>	211,821
22 July 2022	21 July 2027	0.25	1,150,000	—	<b>1,150,000</b>	16,914
			7,350,000	—	<b>7,350,000</b>	570,500

Grant date	Expiry date	Exercise price £	Number of options at 1 January 2022	(Lapsed or exercised)/ granted	Number of options at 31 December 2022	Fair value £
5 July 2017	5 July 2022	0.638	1,075,000	(1,075,000)	—	—
22 December 2017	22 December 2022	0.44	250,000	(250,000)	—	—
24 July 2019	24 July 2024	0.161	1,800,000	(300,000)	<b>1,500,000</b>	83,637
24 July 2020	23 July 2025	0.24	2,400,000	—	<b>2,400,000</b>	253,501
1 January 2021	31 December 2025	0.31	100,000	—	<b>100,000</b>	4,627
20 July 2021	19 July 2026	0.323	2,200,000	—	<b>2,200,000</b>	211,821
22 July 2022	21 July 2027	0.25	—	1,150,000	<b>1,150,000</b>	16,914
			7,825,000	(475,000)	<b>7,350,000</b>	570,500

No options were exercised during the period (Year to 31 December 2022: 300,000).

No share options lapsed in the period (Year to 31 December 2022: 1,325,000).

All of the above options vested in full on the grant date other than 2,400,000 options issued in July 2020 which vested in January 2021. 7,350,000 options were exercisable at both 30 June 2023 and 31 December 2022.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 13. Share-based payment reserve *continued*

The weighted average exercise prices relating to the above movements in the number of share options are as follows:

	<i>2023</i>	<i>2022</i>
	£	£
Outstanding at beginning of the period	<b>0.251</b>	0.307
Granted during the period	—	0.250
Exercised during the period	—	0.161
Lapsed during the period	—	0.601
Outstanding at end of the period	<b>0.251</b>	0.251
Exercisable at end of the period	<b>0.251</b>	0.251
Weighted average share price of share options exercised in year	—	0.161
Weighted average remaining contractual life of share options outstanding at end of the period (years)	<b>2.48</b>	2.97

The estimated fair value of the options issued during the prior period was calculated by applying the Black-Scholes pricing model.

The model inputs were:

<b>Options granted</b>	<b>22 July 2022</b>
Share price at grant date	£0.18125
Expected volatility	18.49%
Risk-free interest rate	1.704%
Exercise price	£0.25
Option life	5 years

The expected volatility is wholly based on the historic volatility of the Company's share price (calculated based on the average life of the share options).

The movements on the share options reserve are detailed below:

	<i>Six months to 30 June 2023</i>	<i>Year to 31 December 2022</i>
	£	£
Share options reserve as at 1 January	<b>570,500</b>	909,694
Charge in Statement of Comprehensive Income – options issued	—	16,914
Transfer to retained earnings - lapsed and exercised options	—	(356,108)
<b>Share options reserve at period end</b>	<b>570,500</b>	570,500

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 13. Share-based payment reserve *continued*

### 13.2 Share options reserve – warrants

<i>Grant date</i>	<i>Expiry date</i>	<i>Exercise price (£)</i>	<i>Number of warrants at 1 January 2023</i>	<i>(Lapsed or exercised)/ granted</i>	<i>Number of warrants at 30 June 2023</i>	<i>Fair value (£)</i>
16 February 2021	16 February 2023	0.45	700,000	(700,000)	—	—
			700,000	(700,000)	—	—

<i>Grant date</i>	<i>Expiry date</i>	<i>Exercise price (£)</i>	<i>Number of warrants at 1 January 2022</i>	<i>(Lapsed or exercised)/ granted</i>	<i>Number of warrants at 31 December 2022</i>	<i>Fair value (£)</i>
4 May 2020	4 May 2022	0.2	1,229,705	(1,229,705)	—	—
14 July 2020	14 July 2022	0.2	19,887,249	(19,887,249)	—	—
16 February 2021	16 February 2023	0.45	700,000	—	<b>700,000</b>	13,766
			21,816,954	(21,116,954)	<b>700,000</b>	13,766

In consideration of the then broker's services as part of a February 2021 share placing and subscription, 700,000 warrants were issued. The warrants were exercisable until February 2023 at £0.45 each.

Costs that were settled by way of the issue of warrants were directly attributable to the issue of shares and therefore charged against share premium in accordance with IAS 32.

The weighted average exercise prices relating to the movements in the number of warrants are as follows:

	<b>30 June 2023</b>	<b>31 December 2022</b>
	<b>£</b>	<b>£</b>
Outstanding at beginning of the period	<b>0.45</b>	0.208
Granted during the period	—	—
Exercised during the period	—	0.2
Lapsed during the period	<b>0.45</b>	0.2
Outstanding at end of the period	—	0.45
Exercisable at end of the period	—	0.45
Weighted average share price of warrants exercised in period	—	0.2

Weighted average remaining contractual life of warrants outstanding at end of the period (years)	—	0.129
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# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 13. Share-based payment reserve *continued*

The movements on the warrant reserve are detailed below:

	<i>Six months to 30 June 2023</i>	<i>Year to 31 December 2022</i>
	£	£
Warrant reserve as at 1 January	13,766	69,715
Share issue costs	—	—
Transfer to retained earnings - lapsed and exercised warrants	(13,766)	(55,949)
<b>Warrant reserve at period end</b>	<b>—</b>	<b>13,766</b>

## 14. Related party transactions

Helen Green, a Director of the Group, is also a Director of Saffery Champness Management International Limited (“SCMIL”) and Rysaffe International Services Limited (“Rysaffe”). SCMIL were paid £143,891 (Six months to 30 June 2022: £99,821) in the period in respect of its role in performing administrative duties for the Group and Rysaffe was paid £5,000 (Six months to 30 June 2022: £5,000) in respect of its role as Secretary. An amount of £83,016 (31 December 2022: £24,510) was owed to SCMIL at the period end and the amount owing to Rysaffe was £Nil (31 December 2022: £Nil). All transactions are at market value.

Key management includes the Company’s directors, officers and any employees with authority and responsibility for planning, directing and controlling the activities of an entity, directly or indirectly.

Compensation awarded to key current and former management includes the following:

	<i>Three months ended 30</i>		<i>Six months ended 30</i>	
	<i>June</i>		<i>June</i>	
	2023	2022	2023	2022
	£	£	£	£
<b>Executive Directors:</b>				
William Humphries	48,144	45,000	97,644	90,000
Glenn Featherby	26,125	23,750	52,250	47,500
	<b>74,269</b>	<b>68,750</b>	<b>149,894</b>	<b>137,500</b>
<b>Non-Executive Directors:</b>				
Helen Green	4,125	3,750	8,250	7,500
Huw Salter	4,125	3,750	8,250	7,500
Charles Wilkinson	5,349	5,000	10,849	10,000
	<b>13,599</b>	<b>12,500</b>	<b>27,349</b>	<b>25,000</b>
<b>Total</b>	<b>87,868</b>	<b>81,250</b>	<b>177,243</b>	<b>162,500</b>

The Group does not have any single ultimate controlling party. In addition, the Directors are reimbursed authorised travel expenses, office costs and sundry items amounting to £48,985 (2022: £39,242) incurred on the Group’s behalf.

In July 2022, William Humphries subscribed for 300,000 shares at the issue price of £0.161 per share.



# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## **14. Related party transactions** *continued*

In July 2022, William Humphries, Glenn Featherby, Charles Wilkinson, Helen Green, Huw Salter and Michele Tuomi received 500,000, 250,000, 50,000, 50,000, 50,000 and 250,000 share options respectively, exercisable at £0.25 each. William Humphries and Charles Wilkinson, former Chief Executive Officer and Non-Executive Chairman, respectively, stepped down from the Board on conclusion of the Company's Annual General Meeting held on 29 June 2023.

## **15. Financial instruments/Financial risk management**

In the course of its business, the Group is exposed primarily to liquidity risk. As the Company grows it is expected that capital management risk, liquidity risk, foreign exchange risk, credit risk and interest rate risk will also become focuses of the Group's financial risk management policies.

### **Capital management risk**

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders, to provide adequate resources to fund its exploration activities with a view to providing returns to its investors and to maintain sufficient financial resources to mitigate against risk and unforeseen events.

The Company meets its capital needs by equity financing. The Group sets the amount of capital it requires in proportion to risk. The Group manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

The objectives will be achieved by maintaining and adding value to existing extraction projects and identifying new exploration projects, adding value to these projects and ultimately taking them through to potential future production and cash flow, either with partners or by the Group's own means.

The Group monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of the statement of financial position. Capital for the reporting periods under review is summarised in the consolidated statement of changes in equity and at the period end is £217,321.

The Group sets the amount of capital in proportion to its overall financing structure, i.e., equity and financial liabilities. The Group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders in the future, return capital to shareholders or issue new shares.

### **Liquidity risk**

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group attempts to accurately forecast the cash flow requirements of its ongoing operations and ensures that it has sufficient funding in place to meet these needs. The Group currently uses equity finance as its main source of funding.

Accounts payable and accrued liabilities are due within the current operating period.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## **15. Financial instruments/Financial risk management** *continued*

### **Foreign currency risk**

The Group primarily operates in Canada but reports its financial results in GBP Sterling. It manages the potential exposure to fluctuations in the GBP Sterling to Canadian Dollar exchange rate by holding its main asset, being its cash reserves, in GBP Sterling. Cash is converted to Canadian Dollars to meet the expenditure requirements of its Canadian business only when required. Currently, the Group's net asset position is not significantly impacted by movements in the exchange rate.

As the Group remains a development phase entity it only has small and infrequent foreign currency transaction exposures.

In addition, the market for metals is principally denominated in United States dollars. As the Group has not reached the production stage it does not currently engage in active hedging to minimise exchange rate risk, although this will remain under review.

### **Credit risk**

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its financing activities, including deposits with banks and financial institutions, foreign exchange transactions and other financial instruments. The Group does not hold collateral as security.

Credit risk from balances with banks and financial institutions is managed by the Board. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty.

Counterparty credit limits are reviewed by the Board on a regular basis. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through potential counterparty failure.

The maximum exposure at the period end was £68,331 (31 December 2022: £110,890). No financial assets are credit impaired or past due.

Ongoing global economic uncertainty arising from the economic climate is being monitored by the Board but is not affecting the Company at present.

### **Interest rate risk**

The Group has insignificant exposure to interest rate fluctuations.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 15. Financial instruments/Financial risk management *continued*

### Financial instruments

The Group's financial instruments consist of cash, trade and other receivables, other financial assets and trade and other payables.

The Group characterises inputs used in determining fair value using a hierarchy that prioritises inputs depending on the degree to which they are observable. The fair value hierarchy establishes three levels to classify the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy are as follows:

- Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Active markets are those in which transactions occur in sufficient frequency and volume to provide pricing information on an ongoing basis.
- Level 2: inputs, other than quoted prices, that are observable, either directly or indirectly. Level 2 valuations are based on inputs, including quoted forward prices for commodities, market interest rates, and volatility factors, which can be observed or corroborated in the marketplace.
- Level 3: inputs are less observable, unavoidable or where the observable data does not support the majority of the instruments' fair value.

As at 30 June 2023, there were no changes in levels in comparison to 31 December 2022. The fair values of financial instruments are summarised as follows:

	<b>As at 30 June 2023 £ Carrying amount and fair value</b>	<b>As at 31 December 2022 £ Carrying amount and fair value</b>
<b>Financial assets</b>		
Cash and cash equivalents	<b>397,109</b>	1,235,528
Trade and other receivables	<b>68,331</b>	110,890
Other financial assets	<b>87,970</b>	169,682
<b>Financial liabilities</b>		
Trade and other payables	<b>395,959</b>	520,282

Other financial assets are measured at Level 1 inputs of the fair value hierarchy on a recurring basis.

The carrying value of trade and other receivables and trade and other payables approximate their fair value because of the short-term nature of these instruments. The Group assessed that there were no indicators of impairment for the financial assets.

## 16. Lease commitments

As at 30 June 2023, the Group had no significant lease commitments (31 December 2022: None).

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## 17. Contractual commitments

As at 30 June 2023, the Group had no significant contractual obligations (31 December 2022: None).

## 18. Administrative expenses

	<i>Three months ended 30 June</i>		<i>Six months ended 30 June</i>	
	<b>2023</b>	2022	<b>2023</b>	2022
	£	£	£	£
Administrative expenses	<b>229,793</b>	272,446	<b>488,846</b>	440,608
Directors' fees	<b>87,868</b>	85,000	<b>177,243</b>	162,500
Legal and professional, accountancy and audit expenses	<b>209,670</b>	141,831	<b>298,684</b>	215,208
Share-based payments expense	—	—	—	—
	<b>527,331</b>	499,277	<b>964,773</b>	818,316

## 19. Other income

	<i>Three months ended 30 June</i>		<i>Six months ended 30 June</i>	
	<b>2023</b>	2022	<b>2023</b>	2022
	£	£	£	£
Option income	—	467,715	<b>451,988</b>	448,779
	—	467,715	<b>451,988</b>	448,779

## 20. Subsequent events

As announced on 29 June 2023 with closing on the 20 July 2023, the Company had raised £600,000 before expenses by way of a placing 6,666,667 new ordinary shares of nil par value each in the capital of the Company (the "Placing Shares") at a price of 9 pence per share (the "Placing"). The Placing successfully completed upon admission of the Placing Shares to trading on AIM on 20 July 2023 ("Admission").

Every Placing Share has one warrant attached, resulting in the issue of 6,666,667 warrants, with each warrant having the right to acquire one new Ordinary Share at an exercise price of 18 pence on or before the second anniversary of Admission of the Placing Shares.

The Placing was arranged by Novum Securities Limited ("Novum") which assumed the role of Joint Broker to the Company. Accordingly, in connection with the Placing, the Company agreed to issue 400,000 'broker' warrants to Novum, giving them the right to acquire such number of new ordinary shares at an exercise price of 9 pence per share for a period of two years from the date of Admission of the Placing Shares.

Of the 6,666,667 Placing shares, 611,111 shares were subscribed for by certain Directors. William Humphries acquired 277,778 shares and Glenn Featherby 333,333 shares. They also received the associated investor warrants referred to above.

On 29 June 2023, following completion of the Company's Annual General Meeting ("AGM"), William Humphries and Charles Wilkinson stepped down from the Board and relinquished their roles as Chief Executive Officer and Non-Executive Chairman respectively. Huw Salter, previously Non-Executive Director, assumed the role of Non-Executive Chairman of the Company also with effect from conclusion of the AGM.

# Notes to the Unaudited Condensed Interim Consolidated Financial Statements for the three and six months ended 30 June 2023

## **20. Subsequent events *continued***

On 5 July 2023, Storm and Landore Resources agreed a further amendment to the pre-existing option agreement, details of which are set out in note 6.2.

On 21 July 2023, Claude Lemasson was appointed as a Director and the Company's new Chief Executive Officer. On 4 July 2023, upon joining the Company's management team, Claude was awarded options over 2,000,000 ordinary shares, exercisable from 4 July 2024 for a period of four years, at a price of £0.0875 each.

On August 3, 2023, the Company's shareholders approved certain amendments and updates to the Company's existing articles of incorporation to facilitate such dual listing process on the TSX Venture Exchange and add certain additional corporate governance and shareholder protections as required under Canadian securities laws.