

Coda Minerals Ltd.

ABN: 49 625 763 957

Half Year Financial Report
31 December 2021



DIRECTORS' REPORT

For the period ended 31 December 2021

The directors present their report together with the financial statements of Coda Minerals Ltd ('the Company' or 'Coda') for the half-year ended 31 December 2021 and the Auditor's Review Report thereon. In order to comply with the provisions of the Corporations Act 2001, the Directors' report as follows:

1. DIRECTORS

The directors of the Company at any time during or since the end of the financial period were:

Name & Qualifications	Period of Directorship
Mr Keith F Jones BBus, FCA, FAICD Chairman	Director and Chairman since 26 April 2018
Mr Andrew Marshall I Eng(UK), MAICD Non-Executive Director	Director since 19 July 2019
Mr Colin Moorhead BSc (Hons), FAusIMM (CP), FSEG, GAICD Non-Executive Director	Director since 21 August 2019
Mr Paul Hallam BE(Hons)Mining, FAICD, FAusIMM Non-Executive Director	Director since 21 August 2019
Mr Christopher Stevens BA (Hons), MA (Oxon), MSc, GAICD, FAusIMM Chief Executive Officer and Executive Director	Director since 26 April 2018
Mr Zhu Changjiang Bachelor of Mining Mechanical Engineering Non-Executive Director	Appointed Director 22 May 2020 Resigned 31 August 2021

2. PRINCIPAL ACTIVITIES

The principal activities of the Company during the financial year were the progression of exploration and evaluation activities associated with the Elizabeth Creek Copper Cobalt Project and Cameron River Project, exploration for and evaluation of projects and potential joint ventures with other mining companies to explore for minerals.

3. REVIEW OF OPERATIONS

Overview and strategy

Coda's business strategy is to build long term shareholder value through the exploration and commercialisation of copper, gold, cobalt and other base and battery minerals in the world's premier mining jurisdictions.

Coda's primary focus is on exploration and development opportunities at its Elizabeth Creek Copper Project in South Australia. The Company has a dual strategy for success at Elizabeth Creek. Firstly, it is working to further define and extend known Zambian-style copper-cobalt resources across multiple prospects and delivered a maiden resource at its flagship Emmie Bluff Copper-Cobalt deposit in December 2021. Secondly, it is implementing a substantial drill programme at Emmie Bluff Deeps to rapidly and efficiently evaluate the potential for a Tier-1 IOCG system following a major mineralised intercept in June 2021.

While the Company remains resolutely focused on work at Elizabeth Creek, particularly the preliminary scoping studies following the delivery of the maiden resource at Emmie Bluff and the exciting IOCG work, the opportunity to acquire Cameron River provided Coda with additional highly prospective exposure to copper-gold exploration assets. This was a logical and complementary addition to Coda's existing portfolio of copper projects in South Australia that will open up a second platform for discovery, exploration success and, ultimately, resource growth for Coda in a Tier-1 copper province. With numerous shallow, well-defined targets, Cameron River offers the potential for rapid, low-cost exploration without compromising the pace of ongoing activity at the flagship Emmie Bluff Project or upcoming IOCG exploration at Elizabeth Creek.

Key events for the half year ended 31 December 2021:

- Standout maiden Indicated and Inferred Mineral Resource Estimate (MRE) of 43Mt at 1.83% CuEq delivered for the Emmie Bluff Zambian-style copper-cobalt deposit. The MRE, which contains approximately 560kt of copper, 20kt of cobalt, 15.5Moz of silver and 66kt of zinc (800kt CuEq), provides strong support for the go-forward case at Emmie Bluff and Elizabeth Creek more broadly.
- Exceptional copper-gold mineralisation intersected across numerous holes at the emerging Emmie Bluff Deeps IOCG deposit, located 16km south-west of the world-class Oak Dam discovery (BHP) and ~400m south-west of the Emmie Bluff deposit. The data being accumulated from the drilling is beginning to reveal the presence of multiple stacked lodes and a high-grade, bornite-dominated core surrounded by classic IOCG copper sulphide zonation. The latest drilling has continued to extend the mineralisation laterally across hundreds of metres in multiple directions.

DIRECTORS' REPORT

For the period ended 31 December 2021

- Reverse Circulation (RC) drill programme at MG14 North encountered mineralisation to the east of the existing JORC compliant MG14 Mineral Resource, opening up the potential for future expansion of the deposit.
- Multiple potential new base and precious metal prospects identified by a desktop review of historical geophysics at the Cameron River Project in North Queensland. Extensive preparations completed for a maiden drill programme to test the 2km long Cooper Weed/Rebound geochemical anomaly at Cameron River. Drilling is scheduled to commence following the end of the wet season in North Queensland.

Material business risks

The material business risks faced by Coda are considered below:

COVID-19

The ongoing COVID-19 pandemic affecting Australia and the world has had a limited impact on Coda's operations with restrictions on interstate travel and challenges associated with maintaining government recommended social distancing practices being the key areas the Company has had to consider. Although these factors have the potential to impact Coda's ability to undertake fieldwork safely and cost effectively, the impact to date has been limited during the current field programme. The Company has retained experienced, South Australia based geologists and field staff who are not required to cross state borders. The Company's COVID-19 management plan has been established to address the ongoing potential future impact. The Company will continue to monitor and manage the impact on its operations.

4. FINANCIAL POSITION

As at 31 December 2021, Coda had cash and cash equivalents of \$13,929,529 (30 June 21: \$21,787,110) and net current assets of \$13,414,774 (30 June 21: \$22,983,832).

For the half year period ended on 31 December 2021, Coda recorded a loss of \$7,523,230 (31 December 2020: \$2,497,886) and experienced net operating cash outflows of \$7,785,596 (31 December 2020: \$2,218,864).

5. GOING CONCERN

The Directors believe that Coda will continue as a going concern, and as a result the financial information has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

The Directors believe that, based on current conditions and performance assumptions, that Coda is sufficiently funded to meet its anticipated near-term funding needs, including required expenditure under the Elizabeth Creek Copper Cobalt Project and the Cameron River Copper-Gold Project over the next 12 months. Notwithstanding this, the Board may seek additional capital in the form of a further Equity Capital Raising if required in furtherance of Coda's business objectives.

6. EVENTS SUBSEQUENT TO REPORTING DATE

On the 9th of February 2022, Coda announced an off-market takeover offer to acquire Torrens Mining Limited ("Torrens") with 0.23 Coda shares offered for every 1 Torrens share held. No matters or circumstances have arisen since the end of the financial year.

7. AUDITOR INDEPENDENCE

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 3.

Signed in accordance with a resolution of Directors at Perth, WA on 28 February 2022.



K F Jones
Director

The Board of Directors
Coda Minerals Limited
6 Altona Street
West Perth WA 6005

28 February 2022

Dear Board Members

Auditor's Independence Declaration to Coda Minerals Limited

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Coda Minerals Limited.

As lead audit partner for the review of the financial statements of Coda Minerals Limited for the half year ended 31 December 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Dave Newman
Partner
Chartered Accountants

Independent Auditor's Review Report to the members of Coda Minerals Limited

Conclusion

We have reviewed the half-year financial report of Coda Minerals Limited (the "Company"), which comprises the condensed statement of financial position as at 31 December 2021, and the condensed statement of profit or loss and other comprehensive income, the condensed statement of cash flows and the condensed statement of changes in equity for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on pages 6 to 18.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Company is not in accordance with the *Corporations Act 2001*, including:

- Giving a true and fair view of the Company's financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and
- Complying with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001*.

Basis for Conclusion

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

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Directors' Responsibilities for the Half-year Financial Report

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

Auditor's Responsibilities for the Review of the Half-year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting and the Corporations Regulations 2001*.

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



DELOITTE TOUCHE TOHMATSU



David Newman

Partner

Chartered Accountants

Perth, 28 February 2022

DIRECTORS' DECLARATION
For the period ended 31 December 2021

In the opinion of the directors of Coda Minerals Ltd ("the Company"):

- (a) the financial statements and notes, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the financial position of the Company as 31 December 2021 and of its performance, for the six-month period ended on that date; and
 - (ii) complying with Australian Accounting Standards and the Corporations Act 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at Perth this 28th day of February 2022.

Signed in accordance with a resolution of the directors.



KF Jones
Director

Coda Minerals Limited
Condensed Statement of Profit or Loss and Other Comprehensive Income
For the period ended 31 December 2021

Condensed statement of profit or loss and other comprehensive income	Note	31 December 2021	31 December 2020
		\$	\$
Other income	4	-	37,500
Administration expenses	4(a)	(1,410,654)	(782,905)
Exploration & evaluation expenses	4(b)	(5,960,001)	(1,421,506)
Corporate finance expenses	4(c)	(82,634)	(271,248)
Other expenses	4(d)	(73,451)	(59,363)
Results from operating activities		(7,526,740)	(2,497,522)
Finance income	4	7,362	3,678
Finance expenses	4(e)	(3,852)	(4,042)
Loss before income tax		(7,523,230)	(2,497,886)
Income tax benefit / (expense)		-	-
Loss for the period attributable to owners of the Company		(7,523,230)	(2,497,886)
Other comprehensive income		-	-
Total comprehensive (loss) for the period attributable to owners of the Company		(7,523,230)	(2,497,886)
Earnings per share			
Basic and diluted (loss) per share		(\$0.08)	(\$0.04)

The condensed statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to the financial statements. Refer to Note 2 on basis of preparation.

Coda Minerals Limited
Condensed Statement of Financial Position
as at 31 December 2021

Condensed statement of financial position		31 December 2021 \$	30 June 2021 \$
	Note		
CURRENT ASSETS			
Cash and cash equivalents		13,929,529	21,787,110
Receivables		224,311	179,968
Prepayments		172,730	69,038
TOTAL CURRENT ASSETS		14,326,570	22,036,116
NON-CURRENT ASSETS			
Exploration licence bonds		55,000	55,000
Property, plant and equipment	5	254,337	280,229
Intangible assets	7	137,886	144,552
Exploration and evaluation assets	6	1,723,259	1,686,359
TOTAL NON-CURRENT ASSETS		2,170,482	2,166,140
TOTAL ASSETS		16,497,052	24,202,256
CURRENT LIABILITIES			
Trade and other payables		673,548	927,299
Employee benefits		144,662	101,070
Lease liabilities	8	93,586	98,268
TOTAL CURRENT LIABILITIES		911,796	1,126,637
NON-CURRENT LIABILITIES			
Lease liabilities	8	43,181	91,786
TOTAL NON-CURRENT LIABILITIES		43,181	91,786
TOTAL LIABILITIES		954,977	1,218,424
NET ASSETS		15,542,075	22,983,832
EQUITY			
Issued capital	9(a)	23,473,301	23,473,301
Capital contribution reserve	9(b)	12,040,106	12,040,106
Share based payments reserve	9(c)	344,918	263,444
Accumulated losses		(20,316,250)	(12,793,019)
TOTAL EQUITY		15,542,075	22,983,832

The condensed statement of financial position is to be read in conjunction with the notes to the financial statements. Refer to Note 2 on basis of preparation.

Coda Minerals Limited
Condensed Statement of Changes in Equity

For the period ended 31 December 2021

31 December 2021

Condensed statement of changes in equity	Issued capital	Capital contribution reserve	Share based payments reserve	Accumulated losses	Total
	\$	\$	\$	\$	\$
Opening balance at 1 July 2021	23,473,301	12,040,106	263,444	(12,793,020)	22,983,832
Loss for the period	-	-	-	(7,523,230)	(7,523,230)
Total comprehensive loss for the period	-	-	-	(7,523,230)	(7,523,230)
Share-based payments to Directors and Employees	-	-	81,474	-	81,474
Closing balance at 31 December 2021	23,473,301	12,040,106	344,918	(20,316,250)	15,542,075

31 December 2020

Condensed statement of changes in equity	Issued capital	Capital contribution reserve	Share based payments reserve	Accumulated losses	Total
	\$	\$	\$	\$	\$
Opening balance at 1 July 2020	1,000	12,040,106	-	(6,269,729)	5,771,377
Loss for the period	-	-	-	(2,497,886)	(2,497,886)
Total comprehensive loss for the period	-	-	-	(2,497,886)	(2,497,886)
Shares issued under non-renounceable entitlement offer	1,011,716	-	-	-	1,011,716
Shares issued under non-renounceable entitlement offer	1,360,304	-	-	-	1,360,304
Shares issued under initial public offer	8,500,000	-	-	-	8,500,000
Share issue costs	(966,825)	-	-	-	(966,825)
Share-based payments to Directors and Employees	-	-	41,444	-	41,444
Closing balance at 31 December 2020	9,906,195	12,040,106	41,444	(8,767,615)	13,220,130

The statement of changes in equity is to be read in conjunction with the notes to the financial statements. Refer to Note 2 on basis of preparation.

Coda Minerals Limited
Condensed Statement of Cashflows

For the period ended 31 December 2021

Condensed statement of cash flows	Note	31 December 2021 \$	31 December 2020 \$
Cash flows from operating activities			
Proceeds from government cash flow boost	4	-	37,500
Payments for exploration and evaluation expenditure		(6,480,317)	(1,295,317)
Payments for administration, corporate finance activities and other expenditure		(1,305,279)	(961,047)
Net cash outflow from operating activities		(7,785,596)	(2,218,864)
Cash flows from investing activities			
Interest received		7,362	3,678
Payments for property, plant & equipment		(29,652)	(52,539)
Net cash outflow from investing activities		(22,290)	(48,861)
Cash flows from financing activities			
Proceeds from the issue of shares		-	10,872,020
Payment associated with the issue of shares		-	(966,825)
Repayment of lease liabilities		(49,694)	(47,838)
Net cash (outflow) / inflow from financing activities		(49,694)	9,857,357
Net (decrease) / increase in cash and cash equivalents		(7,857,580)	7,589,632
Cash and cash equivalents at beginning of the period		21,787,110	4,192,295
Cash and cash equivalents at the financial period end		13,929,530	11,781,927

The condensed statement of cash flows is to be read in conjunction with the notes to the financial statements. Refer to Note 2 on basis of preparation.

1. REPORTING ENTITY

Coda Minerals Ltd (the 'Company' or 'Coda') is a company domiciled in Australia and listed on the Australian Securities Exchange "ASX" (ASX:COD). The condensed interim financial report of the Company as at and for the six months ended 31 December 2021 comprise the Company's results. The Company is a for-profit entity primarily involved in the exploration and evaluation of mineral resources.

The annual financial report of the Company as at and for the year ended 30 June 2021 is available upon request from the Company's registered office at 6 Altona Street, West Perth WA or at www.codaminerals.com

2. BASIS OF PREPARATION

Statement of Compliance

These condensed interim financial statements are general purpose financial statements which have been prepared in accordance with AASB 134 *Interim Financial Reporting* and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with International Financing Reporting Standard IAS 34 *Interim Financial Reporting*.

The condensed interim financial statements do not include all the information required for a full annual report and should be read in conjunction with the annual financial report of the Company as at and for the year ended 30 June 2021.

The condensed interim financial statements were approved by the Board of Directors on 28 February 2022.

Basis of preparation

The condensed financial statements have been prepared on the basis of historical cost basis where cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

Use of estimates and judgements

The preparation of the condensed financial statements in conformity with AASB requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial report for the period ended 30 June 2021.

Accounting Policies

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's 30 June 2021 financial report.

Adoption of new and revised Australian Accounting Standards

A number of new or amended standards became applicable for the current reporting period. The Company did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards. Therefore, the accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

3. SEGMENT INFORMATION

An operating segment is a component of the Company that engages in business activities from which it may incur expenses. Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment, and exploration expenditure.

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions.

For management purposes, the Company has identified two reportable segments relating to exploration activities in the following business segments: the Elizabeth Creek Copper Cobalt project and the Cameron River Copper Gold project. The business segments include the activities associated with the determination and assessment of the existence of commercial reserves, from the Company's mineral assets that fall under those projects.

SEGMENT INFORMATION (continued)

The following is an analysis of the Company's results by reportable operating segment for the full year under review:

	31 December 2021 \$	31 December 2020 \$
Operating segment results		
Elizabeth Creek	(5,779,631)	(1,421,506)
Cameron River	(180,370)	-
Total Exploration & Evaluation Expenses	(5,960,001)	(1,421,506)
<i>Reconciliation of segment result to net loss:</i>		
Other income	-	37,500
Administration costs	(1,410,654)	(782,905)
Other corporate costs	(156,085)	(330,611)
Finance income	7,362	3,678
Finance costs	(3,852)	(4,042)
Loss before tax	(7,523,230)	(2,497,886)
Income tax expense	-	-
Total loss for the period	(7,523,230)	(2,497,886)

The following is an analysis of the Company's assets and liabilities by reportable operating segment:

	31 December 2021 \$	30 June 2021 \$
Segment assets		
Elizabeth Creek	3,306,062	3,467,491
Cameron River	306,900	270,000
Segment liabilities		
Elizabeth Creek	(626,515)	(556,751)
Cameron River	(4,000)	(9,700)
Total segment	2,982,447	3,171,040
Unallocated assets ¹	12,884,090	20,464,764
Unallocated liabilities ²	(324,462)	(651,973)
Total net assets	15,542,075	22,983,832

Included in segment assets are:

Additions to non-current assets

Elizabeth Creek	-	-
Cameron River	36,900	270,000
Total segment	36,900	270,000
Unallocated additions ³	40,891	246,910
Total additions to non-current assets	77,791	516,910

Notes:

1. Unallocated assets predominately relate to cash and cash equivalents
2. Unallocated liabilities relate to lease liabilities, employee benefits and trade and other payables
3. Unallocated additions relate to right of use asset for office lease and office equipment, fixtures and fittings

	31 December 2021 \$	31 December 2020 \$
4. REVENUE, OTHER INCOME AND EXPENSES		
Finance income		
Interest income	7,362	3,678
Other income		
Government cash flow boost ⁽ⁱ⁾	-	37,500

Note:

(i) The Company benefited from the government's temporary Cash Flow Boost support package designed to assist businesses manage cashflow challenges and help retain employees during the economic downturn associated with COVID-19. Eligible businesses who employed staff received cash flow boosts delivered as credits via the activity statement system (not as direct payments to the business). The cash flow boost payments were made in two stages. The initial cash flow boost was based on the amount of the Company's PAYG withholding for the period April to June 2020. Eligible businesses that withheld tax on their employees' salary and wages received a credit equal to 100% of the amount withheld to a maximum payment of \$50,000. The second payments were made for the July to September 2020 quarter. Eligible businesses received an additional payment equal to the total that they had been paid in the first round of payments to a maximum of \$50,000, regardless of the amount of PAYG tax actually paid to the Australian Taxation Office (ATO).

	31 December 2021 \$	31 December 2020 \$
(a) Administration expenses		
Audit fees	(22,808)	(13,900)
Corporate and consultant costs	(322,725)	(130,550)
Director Fees and employee benefits expense	(774,870)	(542,757)
Other administration costs	(290,251)	(95,698)
Total administration expenses	(1,410,654)	(782,905)
(b) Exploration and evaluation expenses		
Exploration and evaluation expenses	(5,960,001)	(1,421,506)
(c) Corporate finance expenses		
External advisors, consultants, brokers and legal expenses	(82,634)	(271,248)
(d) Other expenses		
Amortisation & depreciation	(73,451)	(59,363)
(e) Finance expenses		
Interest expense	(3,852)	(4,042)
Total expenses	(7,530,592)	(2,539,064)

5. PROPERTY, PLANT & EQUIPMENT

	Right of use asset (leased offices) \$	Equipment, fixtures and fittings \$	Total \$
Cost			
At 1 July 2021	353,229	137,071	490,300
Additions	-	40,891	40,891
At 31 December 2021	353,229	177,962	531,191
Accumulated depreciation			
At 1 July 2021	(170,090)	(39,980)	(210,070)
Depreciation	(49,612)	(17,172)	(66,784)
At 31 December 2021	(219,702)	(57,152)	(276,854)
Net book value			
At 30 June 2021	183,139	97,091	280,229
At 31 December 2021	133,527	120,810	254,337

	Right of use asset (leased offices) \$	Equipment, fixtures and fittings \$	Total \$
Cost			
At 1 July 2020	175,194	68,195	243,389
Additions	-	52,540	52,540
At 31 December 2020	175,194	120,735	295,929
Accumulated depreciation			
At 1 July 2020	(82,195)	(19,074)	(101,269)
Depreciation	(43,799)	(8,899)	(52,698)
At 31 December 2020	(125,994)	(27,973)	(153,967)
Net book value			
At 30 June 2020	92,999	49,121	142,120
At 31 December 2020	49,200	92,762	141,962

The Company leases its corporate office at 6 Altona Street West Perth. The lease expired on 23 July 2021. The lease has been renewed for a further 2 years. This lease is recognised in accordance with the new AASB 16: *Leases*.

6. EXPLORATION & EVALUATION ASSETS

	31 December 2021 \$	30 June 2021 \$
Elizabeth Creek ¹	1,416,359	1,416,359
Cameron River ²	306,900	270,000
Total Exploration & Evaluation Assets	1,723,259	1,686,359
Carrying amount at beginning of period	1,686,359	1,416,359
Additions ²	36,900	270,000
Carrying amount at end of period	1,723,259	1,686,359

Notes:

1 – In April 2017, Gindalbie Metals Ltd entered into a Farm-in and Joint Venture Agreement (“Agreement”) with Terrace Mining Pty Ltd, a wholly owned subsidiary of Torrens Mining Limited. The Agreement provided Gindalbie the opportunity to earn up to 75% interest in the Elizabeth Creek Copper-Cobalt Project, located 135km north-west of Port Augusta in South Australia.

Following the receipt of approval by the Foreign Investment Review Board in August 2018, Gindalbie finalised a Novation Agreement with Terrace Mining Pty Ltd to novate the Mt Gunson Farm-in and Joint Venture Agreement to

Coda Minerals Limited
Notes to the Condensed Financial Statements

For the period ended 31 December 2021

Coda. As a result of the novation, a common-control transaction took place whereby the capitalised amounts in Gindalbie were transferred at the net book value to its 100% owned subsidiary Coda.

- 2 – In March 2021, Coda entered into a Farm-in and Joint Venture Agreement with Wilgus Investments Pty Ltd (“Wilgus”), giving Coda the right to acquire up to an 80% interest in the Cameron River Project near Mount Isa in Queensland. In June 2021, 250,000 shares fair valued at \$90,000 and 500,000 performance rights fair valued at \$180,000 were issued to Wilgus on completion of all conditions precedent associated with the Cameron River Farm In Agreement. In October 2021, stamp duty of \$36,900 was paid in relation to the Farm-in and Joint Venture Agreement with Wilgus. Given that the original transaction was accounted for as an asset acquisition, as disclosed in the 30 June 2021 Annual financial statements, the costs associated with the stamp duty have been capitalised as part of the acquisition price of the related exploration asset.

The key terms of the earn-in commitments under the Cameron River agreement were as follows:

Stage 1: Expenditure of \$1 million on exploration activities within 2 years from execution to earn a 51% interest in the Project.

Stage 2: Expenditure of an additional \$1 million on exploration activities within 1 year of earning the Stage 1 interest, to earn an additional 29% interest in the Project. Coda has the right to determine exploration activity conducted on the Project during the farm-in.

7. INTANGIBLE ASSETS

	31 December 2021 \$	30 June 2021 \$
Intangible assets – Technology licence		
Carrying amount at beginning of period	144,553	157,886
Amortisation	(6,667)	(13,333)
Carrying amount at end of period	137,886	144,553

Coda has licence agreements for the use of mineral processing technology. This licence provides the Company with the right to use the technology on new projects that may be identified during ongoing business development and strategy work.

8. LEASE LIABILITIES

(a) Lease liability

	31 December 2021 \$	30 June 2021 \$
Maturity analysis		
Within one year	93,586	98,268
Later than one year and not later than three years	43,181	91,786
Total lease liability	136,767	190,054
Current	93,586	98,268
Non-current	43,181	91,786
Total lease liability	136,767	190,054

(b) Amounts recognised in profit and loss

	31 December 2021 \$	31 December 2020 \$
Depreciation expense on right-of-use assets	49,612	6,667
Interest expense on lease liabilities	3,852	4,042

9. ISSUED CAPITAL AND RESERVES

(a) Issued Capital

	31 December 2021 No. of Shares	31 December 2021 \$	30 June 2021 No. of Shares	30 June 2021 \$
Balance at beginning of period	97,767,184	23,473,301	33,463,651	1,000
Movements during the period:				
Issued under non-renounceable entitlement offer ⁽ⁱ⁾	-	-	10,117,162	1,011,716
Issued under non-renouncement entitlement offer ⁽ⁱ⁾	-	-	13,603,037	1,360,304
Issued under initial public offer ⁽ⁱⁱ⁾	-	-	28,333,334	8,500,000
Capital raising costs	-	-	-	(966,825)
Issued under initial placement ⁽ⁱⁱⁱ⁾	-	-	12,000,000	14,400,000
Placement costs	-	-	-	(922,894)
Consideration shares – Cameron River Farm-in	-	-	250,000	90,000
Balance at end of period	97,767,184	23,473,301	97,767,184	23,473,301

Note:

- (i) Legally issued pursuant to the Prospectus dated 8 June 2020 to existing shareholders under a non-renounceable entitlement offer of one fully paid New Share for every Share held by eligible shareholders on Record Date at an issue price of \$0.10 per New Share. There were no special terms or features attached to the shares on offer.
- (ii) Legally issued pursuant to the IPO Prospectus dated 4 September 2020 and the Supplementary Prospectus dated 18 September 2020 of one fully paid New Share per successful applicant at \$0.30 per share. There were no special terms or features attached to the shares on offer.
- (iii) Legally issued on 28 June 2021 pursuant to the placement to sophisticated and institutional investors under Section 708A(5)e of the Corporations Act. There were no special terms or features attached to the shares on offer.

Terms and conditions

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders meetings. In the event of winding up of the Company, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any proceeds of liquidation.

(b) Capital contribution reserve

The capital contribution reserve represents cash and asset contributions from the Company's former ultimate parent company made prior to the completion of the demerger on 23 July 2019.

	31 December 2021 \$	30 June 2021 \$
Reserve at beginning of period	12,040,106	12,040,106
Capital contributions during the period	-	-
Capital contribution reserve at end of period	12,040,106	12,040,106

(c) Share based payments reserve

The fair value of options and performance rights, as at the grant date, granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period during which the employees become unconditionally entitled to the options and performance rights. The amount recognised as an expense is adjusted to reflect the actual number of share options and performance rights that vest, except where forfeiture is only due to share prices not achieving the threshold for vesting of options. The fair value of the performance rights consideration for the Cameron River Farm-in is recognised as an exploration and evaluation asset with a corresponding increase in equity at the date of the commencement of the Farm-in Agreement.

The share-based payments reserve comprises the net value of employee options and performance rights expensed over the vesting period as well as performance rights consideration for Cameron River Farm-in calculated at grant date using the Modified Binomial, Black-Scholes or Monte Carlo model, depending on whether they contain market performance conditions. For employee options and performance rights with a future vesting period, the option value is brought to account progressively over the term of the vesting period.

	31 December 2021 \$	30 June 2021 \$
Reserve at beginning of period	263,444	-
Share based payments to Directors & Employees expensed during the year	81,474	83,444
Share based payments consideration capitalised – Cameron River Farm-in	-	180,000
Share based payments reserve at end of period	344,918	263,444

Performance rights over Ordinary Shares

- On 19 November 2021, the Company granted 103,246 performance rights to key management personnel as part of the Employee Incentive Plan. The performance rights carry a nil exercise price and vesting conditions requiring continued service. One third of the performance rights may be exercised following continuous service up to 1 July 2022, one third of the performance rights may be exercised following continuous service up to 1 July 2023 and one third of the performance rights may be exercised following continuous service up to 1 July 2024.
- On 22 December 2021, the Company granted 3,366 performance rights to employees as part of the Employee Incentive Plan. The performance rights carry a nil exercise price and vesting conditions requiring continued service. One third of the performance rights may be exercised following continuous service up to 1 July 2022, one third of the performance rights may be exercised following continuous service up to 1 July 2023 and one third of the performance rights may be exercised following continuous service up to 1 July 2024.
- On 23 December 2021, the Company granted 46,714 performance rights to employees as part of the Employee Incentive Plan. The performance rights carry a nil exercise price and vesting conditions requiring continued service. One third of the performance rights may be exercised following continuous service up to 1 July 2022, one third of the performance rights may be exercised following continuous service up to 1 July 2023 and one third of the performance rights may be exercised following continuous service up to 1 July 2024.

The performance rights were valued using a Black Scholes Option Pricing Model. The following table provides a summary of terms under which the performance rights were issued:

Grant Date	19 November 2021	22 December 2021	23 December 2021
Price of underlying security	\$0.83	\$0.85	\$0.88
Exercise price	Nil	Nil	Nil
Performance period start	1-Jul-21	1-Jul-21	1-Jul-21
Performance period to	1-Jul-22, 1-Jul-23, 1-Jul-24	1-Jul-22, 1-Jul-23, 1-Jul-24	1-Jul-22, 1-Jul-23, 1-Jul-24
Valuation date	19-Nov-21	22-Dec-21	23-Dec-21
Expiry date	19-Nov-26	22-Dec-26	23-Dec-26
Expiration period (years)	5.00	5.00	5.00
Volatility	100%	100%	100%
Risk-free interest rate	1.395%	1.285%	1.300%
Number of performance rights	103,246	3,366	46,174
Valuation per performance right	\$0.83	\$0.85	\$0.88

10. RELATED PARTY DISCLOSURES

Transactions with related parties

There have been no related party transactions during the reporting period to 31 December 2021.

Key management personnel (KMP) compensation

Remuneration arrangements of key management personnel are disclosed in the annual financial report.

Equity holdings and transactions

The movement during the reporting period in the number of ordinary shares of Coda Minerals Limited held, directly, indirectly, or beneficially by each key management person, including their related parties is as follows:

	Held at 1 July 2021	Purchased or granted as compensation	Received on exercise of options	Sold or disposed of	Held at 31 December 2021
Directors					
Mr K F Jones	7,110,801	-	-	-	7,110,801 ⁽ⁱ⁾
Mr P D Hallam	1,248,888	-	-	-	1,248,888 ⁽ⁱ⁾
Mr A R Marshall	229,293	-	-	-	229,293 ⁽ⁱ⁾
Mr C A Moorhead	500,000	-	-	-	500,000 ⁽ⁱ⁾
Executive Director					
Mr C Stevens	338,920	-	-	-	338,920 ⁽ⁱ⁾

Notes:

- (i) 2/3 shares purchased under entitlement offer are subject to escrow. 4,498,928 are held in escrow until 28th October 2022

Options and performance rights over equity instruments

The movement during the reporting period in the number of options over the ordinary shares of Coda Minerals Limited held, directly, indirectly, or beneficially by each key management person, including their related parties is as follows:

Number of options as at 31 December 2021					
	Held at 1 July 2021	Purchased or granted as compensation	Expired during the period	Converted to shares	Held at 31 December 2021
Directors					
Mr K F Jones	2,000,000	-	-	-	2,000,000
Mr P D Hallam	666,667	-	-	-	666,667
Mr A R Marshall	666,666	-	-	-	666,666
Mr C A Moorhead	666,667	-	-	-	666,667
Executive Director					
Mr C Stevens	2,000,000	-	-	-	2,000,000

The movement during the reporting period in the number of performance rights to the ordinary shares of Coda Minerals Limited held, directly, indirectly, or beneficially by each key management person, including their related parties is as follows:

Number of performance rights as at 31 December 2021					
	Held at 1 July 2021	Purchased or granted as compensation	Expired during the period	Converted to shares	Held at 31 December 2021
Executive Director					
Mr C Stevens	-	103,246 ⁽ⁱ⁾	-	-	103,246

Notes:

- (i) Performance rights granted under the Employee Incentive Plan.

11. CONTINGENT ASSETS & LIABILITIES

At the reporting date, the Company has not identified any contingent assets or liabilities.

12. EVENTS SUBSEQUENT TO REPORTING DATE

On the 9th of February 2022, Coda announced an off-market takeover offer to acquire Torrens Mining Limited ("Torrens") with 0.23 Coda shares offered for every 1 Torrens share held. No matters or circumstances have arisen since the end of the financial year.