

# **Atlantic Tin Ltd**

**(Formerly known as Kasbah Resources Limited)**

**ACN 116 931 705**

**Condensed Consolidated Interim Report - 31 December 2022**

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
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**31 December 2022**

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**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Corporate directory**  
**31 December 2022**

Directors	Stephen Gill (Non-executive Chairman) Evan Spencer (Managing Director) Ashvin Seetulsingh (Non-executive Director) Nicholas Slade (Non-executive Director) Stephen Withnell (Non-executive Director)
Company secretary and CFO	Pradeep Subramaniam
Registered office	Level 4, 100 Albert Road South Melbourne VIC 3205
Principal place of business	Level 4, 100 Albert Road South Melbourne VIC 3205
Auditor	HLB Mann Judd (WA) Partnership Level 4 130 Stirling Street Perth WA 6000
<b>Share Registry</b>	Link Market Services Limited Tower 4, 727 Collins Street Melbourne VIC 3008 Telephone: +61 1300 554 474
Website	<a href="http://www.atlantictin.com.au">www.atlantictin.com.au</a>
Email	<a href="mailto:info@atlantictin.com.au">info@atlantictin.com.au</a>
Telephone	+61 (3) 8677 2291

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Directors' report**  
**31 December 2022**

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of Atlantic Tin Ltd (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2022.

**Directors**

The following persons were directors of Atlantic Tin Ltd during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Stephen Gill (Non-executive Chairman) (appointed on 9 February 2023)  
Evan Spencer (Managing Director)  
Ashvin Seetulsingh (Non-executive Director)  
Nicholas Slade (Non-executive Director)  
Stephen Withnell (Non-executive Director) (appointed on 8 February 2023)  
Kate Southwell (Non-executive Director) (resigned on 6 February 2023)

**Review of operations**

The loss for the Group after providing for income tax and non-controlling interest amounted to \$1,361,294 (31 December 2021: \$1,193,103).

The loss was derived after exploration and evaluation expenditure of \$471,588 (2021: \$435,233), employee benefit expenses of \$176,325 (2021: \$69,660), share based payments expense of \$250,600 (2021: \$148,383), accounting and corporate fees of \$191,725 (2021: \$79,080) and business development activities of \$113,749 (2021: \$408,289).

Consistent with previous reporting periods, exploration and evaluation expenditure is expensed as incurred except for the acquisition of exploration properties, which is capitalised and carried forward. Exploration and evaluation expenditure related primarily to costs of maintaining the site and permits in good standing and ongoing project optimisation activities. Employee benefit expenses were higher than the comparative period following Mr Evan Spencer re-assuming a full time role with the Company following taking a reduced role during the pandemic. Accounting and corporate fees were higher as the Company outsourced certain corporate functions during the period. Business development activities relate to ongoing strategic review processes as the Company seeks investors to advance the development of the Achmmach Tin Project.

The cash balance at 31 December 2022 was \$497,993 (30 June 2022: \$852,144). The Group incurred net operating cash outflows for the half year of \$910,493 (2021: \$1,620,456). Net cash inflows from financing activities related to drawdown of the shareholder loan entered into in January 2022, offset by expenses incurred on behalf and cash contribution of the non-controlling interest's portion of project costs. Finance costs incurred on the shareholder loan were \$73,507 (2021: nil). There were no cash inflows or outflows from investing activities during the period.

**Significant changes in the state of affairs**

From 15 August 2022, Executive Chairman, Evan Spencer, re-assumed a full-time role as the Company plans for a significant technical workplan as it progresses towards financing and development. Mr Spencer's remuneration returns to the pre-pandemic level of \$360,000 per annum, During the pandemic, in response to a quieter period for the Company, Mr Spencer agreed to a nominal fee of \$25,000 per annum. Mr Spencer was re-designated as Managing Director from 15 March 2023, with no changes to his remuneration terms.

On 2 September 2022, the Company issued 1,200,000 million ordinary shares to non-executive directors following vesting of Non-executive Director Share Rights in lieu of cash for the period 1 April 2021 to 31 March 2022, which were granted in September 2021. The shares were issued at an issue price of \$0.15 (refer to note 6).

At 31 December 2022, \$1,200,311 of the total shareholder loan facility from Pala Investment Limited ("Pala") was utilised. The Company capitalised the borrowing costs of \$73,507 as at 31 December 2022. \$182,459 of the \$700,000 loan withdrawn during the half year was used to offset expenses payable to the lender.

There were no other significant changes in the state of affairs of the Group during the financial half-year.

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Directors' report**  
**31 December 2022**

**Matters subsequent to the end of the financial half-year**

On 12 January 2023, the Company changed its name to Atlantic Tin Ltd from Kasbah Resources Limited following shareholder approval at the 2022 Annual General Meeting.

On 27 January 2023, the Company drew down on the remaining \$350,000 of the facility entered into with Pala with a net proceed of \$329,647 after deduction of expenses incurred on behalf of the Company.

On 6 February 2023, Kate Southwell resigned as Non-executive Director of the Company, and Stephen Withnell and Stephen Gill were appointed as Non-executive Directors of the Company. effective 8 February 2023 and 9 February 2023 respectively. Stephen Gill was appointed Non-executive Chairman of the Company from 15 March 2023.

On 16 March 2023, the Company executed a further debt funding agreement with Pala, for an additional \$3.5 million funding facility. The funding facility has a two-year maturity and is intended to meet the Company's expenditure requirements to update its feasibility study, to complete a potential public market transaction and to meet expected working capital requirements. The funding facility is a convertible loan, incurring interest at 12% per annum with a conversion price of \$0.15 cents per share. The Company has six months to obtain shareholder approval for the convertible loan feature, failing which the loan will incur interest at 15% per annum.

No other matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



\_\_\_\_\_  
Evan Spencer  
Managing Director



\_\_\_\_\_  
Ashvin Seetulsingh  
Non-Executive Director

16 March 2023

**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the consolidated financial report of Atlantic Tin Ltd formerly Kasbah Resources Limited for the half-year ended 31 December 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review and
- b) any applicable code of professional conduct in relation to the review.



**Perth, Western Australia**  
**16 March 2023**

**B G McVeigh**  
**Partner**

**hlb.com.au**

**HLB Mann Judd (WA Partnership) ABN 22 193 232 714**

Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849

**T:** +61 (0)8 9227 7500 **E:** mailbox@hlbwa.com.au

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**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Condensed consolidated statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2022**

	<b>Consolidated</b>	<b>Consolidated</b>
	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>\$</b>	<b>\$</b>
<b>Revenue</b>		
Interest revenue	780	84
<b>Expenses</b>		
Exploration and evaluation expenditure	(471,588)	(435,233)
Accounting and corporate fees	(191,725)	(79,080)
Employee benefits expense	(176,325)	(69,660)
Employee share-based payment expense	(250,600)	(148,383)
Depreciation and amortisation expense	(4,440)	(1,810)
Occupancy expense	(7,936)	(8,753)
Administration expenses	(139,051)	(61,323)
Gain on sale of property, plant and equipment	-	9,177
Business development expenses	(113,749)	(408,289)
Non-recoverable Moroccan VAT expense	(34,077)	(92,648)
Foreign exchange (losses)/ gains	(15,022)	(8,825)
Finance costs	(73,507)	-
<b>Loss before income tax expense</b>	<b>(1,477,240)</b>	<b>(1,304,743)</b>
Income tax expense	-	-
<b>Loss after income tax expense for the half-year</b>	<b>(1,477,240)</b>	<b>(1,304,743)</b>
<b>Other comprehensive income/(loss)</b>		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Foreign currency translation difference on foreign operations	(264,069)	18,514
Other comprehensive income/(loss) for the half-year, net of tax	(264,069)	18,514
<b>Total comprehensive loss for the half-year</b>	<b>(1,741,309)</b>	<b>(1,286,229)</b>
Loss for the half-year is attributable to:		
Non-controlling interest	(115,946)	(111,640)
Owners of Atlantic Tin Ltd	(1,361,294)	(1,193,103)
	<b>(1,477,240)</b>	<b>(1,304,743)</b>
Total comprehensive loss for the half-year is attributable to:		
Non-controlling interest	(204,456)	(110,026)
Owners of Atlantic Tin Ltd	(1,536,853)	(1,176,203)
	<b>(1,741,309)</b>	<b>(1,286,229)</b>

*The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes*

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Condensed consolidated statement of financial position**  
**As at 31 December 2022**

		<b>Consolidated</b>	
	<b>Note</b>	<b>31 December 2022 \$</b>	<b>30 June 2022 \$</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		497,993	852,144
Trade and other receivables	3	173,952	96,627
Non-current assets classified as held for sale		1	1
Prepayments		30,810	76,602
<b>Total current assets</b>		<u>702,756</u>	<u>1,025,374</u>
<b>Non-current assets</b>			
Property, plant and equipment		31,275	33,924
Exploration and evaluation expenditure	4	5,721,608	5,938,805
<b>Total non-current assets</b>		<u>5,752,883</u>	<u>5,972,729</u>
<b>Total assets</b>		<u>6,455,639</u>	<u>6,998,103</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		575,616	508,084
Borrowings	5	1,200,311	426,804
Employee benefits		165,080	111,164
<b>Total current liabilities</b>		<u>1,941,007</u>	<u>1,046,052</u>
<b>Non-current liabilities</b>			
Employee benefits		-	16,918
<b>Total non-current liabilities</b>		<u>-</u>	<u>16,918</u>
<b>Total liabilities</b>		<u>1,941,007</u>	<u>1,062,970</u>
<b>Net assets</b>		<u>4,514,632</u>	<u>5,935,133</u>
<b>Equity</b>			
Issued capital	6	86,018,999	85,838,999
Reserves		25,289,332	25,394,291
Accumulated losses		(107,213,649)	(105,852,355)
Equity attributable to the owners of Atlantic Tin Ltd		4,094,682	5,380,935
Non-controlling interest	7	419,950	554,198
<b>Total equity</b>		<u>4,514,632</u>	<u>5,935,133</u>

*The above condensed consolidated statement of financial position should be read in conjunction with the accompanying notes*



**Atlantic Tin Ltd**  
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**Condensed consolidated statement of changes in equity**  
**For the half-year ended 31 December 2022**

<b>Consolidated</b>	<b>Issued capital</b> \$	<b>Share based payment reserve</b> \$	<b>Other reserves</b> \$	<b>Foreign currency translation reserves</b> \$	<b>Accumulated losses</b> \$	<b>Non-controlling interest</b> \$	<b>Total equity</b> \$
Balance at 1 July 2021	85,838,999	216,960	25,873,350	(662,904)	(103,869,288)	339,940	7,737,057
Loss after income tax expense for the half-year	-	-	-	-	(1,193,103)	(111,640)	(1,304,743)
Other comprehensive income for the half-year, net of tax	-	-	-	16,900	-	1,614	18,514
Total comprehensive income/(loss) for the half-year	-	-	-	16,900	(1,193,103)	(110,026)	(1,286,229)
<i>Transactions with owners in their capacity as owners:</i>							
Contributions of equity, net of transaction costs	-	-	-	-	-	395,951	395,951
Share-based payments (note 13)	-	148,383	-	-	-	-	148,383
Balance at 31 December 2021	<u>85,838,999</u>	<u>365,343</u>	<u>25,873,350</u>	<u>(646,004)</u>	<u>(105,062,391)</u>	<u>625,865</u>	<u>6,995,162</u>
<b>Consolidated</b>	<b>Issued capital</b> \$	<b>Share based payment reserves</b> \$	<b>Other reserves</b> \$	<b>Foreign currency translation reserve</b> \$	<b>Accumulated losses</b> \$	<b>Non-controlling interest</b> \$	<b>Total equity</b> \$
Balance at 1 July 2022	85,838,999	305,300	25,873,350	(784,359)	(105,852,355)	554,198	5,935,133
Loss after income tax expense for the half-year	-	-	-	-	(1,361,294)	(115,946)	(1,477,240)
Other comprehensive loss for the half-year, net of tax	-	-	-	(175,559)	-	(88,510)	(264,069)
Total comprehensive loss for the half-year	-	-	-	(175,559)	(1,361,294)	(204,456)	(1,741,309)
<i>Transactions with owners in their capacity as owners:</i>							
Vesting of Share-based payment	-	250,600	-	-	-	-	250,600
Shares issued on vested NED rights	180,000	(180,000)	-	-	-	-	-
Contributions from non-controlling interest	-	-	-	-	-	70,208	70,208
Balance at 31 December 2022	<u>86,018,999</u>	<u>375,900</u>	<u>25,873,350</u>	<u>(959,918)</u>	<u>(107,213,649)</u>	<u>419,950</u>	<u>4,514,632</u>

*The above condensed consolidated statement of changes in equity should be read in conjunction with the accompanying notes*

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Condensed consolidated statement of cash flows**  
**For the half-year ended 31 December 2022**

	<b>Consolidated</b>	<b>Consolidated</b>
	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Cash paid to suppliers and employees	(439,685)	(1,235,176)
Payments for exploration and evaluation	(471,588)	(385,364)
Interest received	780	84
	<u>(910,493)</u>	<u>(1,620,456)</u>
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	-	(39,733)
Proceeds from disposal of property, plant and equipment	-	9,177
	<u>-</u>	<u>(30,556)</u>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	517,541	353,919
Proceeds from non-controlling interest	70,208	-
	<u>587,749</u>	<u>353,919</u>
Net cash from financing activities		
	<u>587,749</u>	<u>353,919</u>
Net decrease in cash and cash equivalents	(322,744)	(1,297,093)
Cash and cash equivalents at the beginning of the financial half-year	852,144	2,729,192
Effects of exchange rate changes on cash and cash equivalents	(31,407)	(3,226)
	<u>(31,407)</u>	<u>(3,226)</u>
Cash and cash equivalents at the end of the financial half-year	<u>497,993</u>	<u>1,428,873</u>

*The above condensed consolidated statement of cash flows should be read in conjunction with the accompanying notes*

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Notes to the condensed consolidated financial statements**  
**31 December 2022**

**Note 1. General information**

The financial statements cover Atlantic Tin Ltd as a Group consisting of Atlantic Tin Ltd and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Atlantic Tin Ltd's functional and presentation currency.

Atlantic Tin Ltd is an unlisted public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

A description of the nature of the Group's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 16 March 2023.

**Note 2. Significant accounting policies**

These general purpose financial statements for the interim half-year reporting period ended 31 December 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2022.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

**New or amended Accounting Standards and Interpretations adopted**

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. There had no material effect on the Group.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted and have no material effect on the Group.

**Significant accounting estimates and judgements**

The preparation of the interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group's last annual financial statements for the year ended 30 June 2022.

**Going concern**

For the half year ended 31 December 2022, the Group recorded a loss of \$1,477,240 (31 December 2021: \$1,304,743) and had net cash outflows from operating activities of \$910,493 (31 December 2021: \$1,620,456). As at 31 December 2022, the Group has a net working capital deficit of \$1,238,251 (30 June 2022: working capital deficit of \$20,678) and net assets of \$4,514,632 (30 June 2022: \$5,935,133).

The Group plans to undertake further exploration and evaluation activities to meet its obligations and improve the technical feasibility and bankability of the Achmmach Tin Project. Whilst the Group is funded for the immediate period, additional funding required is expected to be met through capital or debt raised from new or existing shareholders or through a corporate transaction. The ability of the Group to continue as a going concern will be dependent on the ability of the Group to achieve such a debt, equity or a successful corporate transaction.

The Group also has a shareholder loan with Pala Investments Limited ("Pala") with a maturity date of 31 December 2023.

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Notes to the condensed consolidated financial statements**  
**31 December 2022**

**Note 2. Significant accounting policies (continued)**

The ability of the Group to continue as a going concern will be dependent on the ability of the Group to extend the maturity of the existing loan maturing 31 December 2023 and the continued support of Pala, in the absence of other funding alternatives. Pala have indicated their willingness to extend the maturity if other funding alternatives do not materialise ahead of maturity.

On 16 March 2023, the Company executed a further debt funding agreement with Pala, for an additional \$3.5 million funding facility. The funding facility has a two-year maturity and is intended to meet the Company's expenditure requirements to update its feasibility study, to complete a potential public market transaction and to meet expected working capital requirements. The funding facility is a convertible loan, incurring interest at 12% per annum with a conversion price of \$0.15 cents per share. The Company has six months to obtain shareholder approval for the convertible loan feature, failing which the loan will incur interest at 15% per annum.

The above conditions indicate a material uncertainty that may cast a significant doubt about the Group's ability to continue as a going concern and, therefore, whether it will be unable to realise its assets and discharge its liabilities in the normal course of business.

The annual report has been prepared on the basis that the entity is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business.

Should the Group not be able to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the entity not continue as a going concern.

**Note 3. Trade and other receivables**

	<b>Consolidated</b>	
	<b>31 December</b>	<b>30 June</b>
	<b>2022</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<i>Current assets</i>		
Other receivables	173,952	96,627

**Note 4. Exploration and evaluation expenditure**

	<b>Consolidated</b>	
	<b>31 December</b>	<b>30 June</b>
	<b>2022</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<i>Non-current assets</i>		
Exploration and evaluation expenditure	5,721,608	5,938,805

**Atlantic Tin Ltd**  
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**Notes to the condensed consolidated financial statements**  
**31 December 2022**

**Note 4. Exploration and evaluation expenditure (continued)**

Exploration and evaluation expenditure has been carried forward as that expenditure is expected to be recouped through successful development and exploration of areas of interest, or alternatively, by sale.

*Reconciliations*

Reconciliations of the written down values at the beginning and end of the current financial half-year and previous financial year are set out below:

	<b>6 months to 31 December 2022</b>	<b>12 months to 30 June 2022</b>
	\$	\$
Opening balance	5,938,805	6,112,342
Foreign exchange movement	(217,197)	(173,537)
Closing balance	<u>5,721,608</u>	<u>5,938,805</u>

**Note 5. Borrowings**

	<b>Consolidated</b>	
	<b>31 December 2022</b>	<b>30 June 2022</b>
	\$	\$
<i>Current liabilities</i>		
Loan from Pala Investment Limited	<u>1,200,311</u>	<u>426,804</u>

On 25 January 2022, the Company entered into a loan agreement with Pala. The loan is unsecured, with a maximum facility amount of \$1,500,000, at interest rate of 15%, and repayable on 31 December 2022, which was then extended to 31 December 2023 on 12 December 2022.

	<b>Consolidated</b>	
	<b>6 months to 31 December 2022</b>	<b>12 months to 30 June 2022</b>
	\$	\$
Opening balance	426,804	-
Net cash from financing activities	517,541	256,875
Expenses payable to lender offset against loan	182,459	143,125
Accrued finance costs	73,507	26,804
Closing balance	<u>1,200,311</u>	<u>426,804</u>

**Note 6. Issued capital**

	<b>Consolidated</b>			
	<b>31 December 2022</b>	<b>30 June 2022</b>	<b>31 December 2022</b>	<b>30 June 2022</b>
	Shares	Shares	\$	\$
Ordinary shares - fully paid	<u>326,852,826</u>	<u>325,652,826</u>	<u>86,018,999</u>	<u>85,838,999</u>

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Notes to the condensed consolidated financial statements**  
**31 December 2022**

**Note 6. Issued capital (continued)**

*Movements in ordinary share capital*

<b>Details</b>	<b>Date</b>	<b>Shares</b>	<b>Issue price</b>	<b>\$</b>
Balance	1 July 2021	<u>325,652,826</u>		<u>85,838,999</u>
Balance	30 June 2022	325,652,826		85,838,999
Shares issued on vested of NED share rights scheme		<u>1,200,000</u>	\$0.15	<u>180,000</u>
Balance	31 December 2022	<u><u>326,852,826</u></u>		<u><u>86,018,999</u></u>

*Ordinary shares*

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

**Note 7. Non-controlling interest**

	<b>Consolidated</b>	
	<b>6 months to</b>	<b>12 months to</b>
	<b>31 December</b>	<b>30 June</b>
	<b>2022</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
<b>Nittetsu Mining Co. Ltd (NMC) - 5% NCI</b>		
Opening NCI	(981,399)	(1,024,251)
Funds received from NMC	14,042	106,867
Share of comprehensive loss for the half year	(40,892)	(64,015)
	<u>(1,008,249)</u>	<u>(981,399)</u>
<b>Toyota Tsusho Corporation (TTC) - 20% NCI</b>		
Opening balance - NCI	1,535,597	1,364,191
Funds received from TTC	56,166	427,467
Share of comprehensive loss for the year	(163,564)	(256,061)
	<u>1,428,199</u>	<u>1,535,597</u>
Total non-controlling interest	<u><u>419,950</u></u>	<u><u>554,198</u></u>

**Note 8. Dividends**

There were no dividends paid, recommended or declared during the current or previous financial half-year.

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Notes to the condensed consolidated financial statements**  
**31 December 2022**

**Note 9. Contingent liabilities and contingent assets**

The Group is subject to various taxes in Australia and offshore jurisdictions and at times significant judgement is required in determining the Group's liability associated with these taxes. The Group estimates its tax liabilities based on its understanding of the transactions and the tax laws in the local jurisdictions in which it operates. Should the final outcome of these matters be different from the initial assessment, such differences will impact the Group's liabilities in the period in which such determination is made.

Under the terms of the agreement with L'Office Nationale des Hydrocarbures et des Mines (ONHYM) for the transfer of the Achmmach permits to Atlas Tin SAS, ONHYM is entitled to a 3% Net Smelter Return (NSR) once production commences. The royalty is due for payment before the end of the second quarter following the year that the production relates to.

Under the terms of the agreement to purchase the Bou El Jaj tenements in Hamada Minerals SARLAU, a one-off payment of 2,000,000 Moroccan Dirhams (A\$280,830 as at 31 December 2022) is payable to the previous holders of the tenements (1,000,000 Moroccan Dirhams each). The payment is contingent upon mining commencing from these permits and is payable on the commencement of mining.

The Company has also engaged a financial adviser to support a review process of the Company's strategic options. The financial adviser is partly remunerated on a success fee basis. The payment is contingent upon successful outcomes for the Company.

There have been no changes in contingent liabilities or contingent assets since 30 June 2022.

**Note 10. Commitments**

The Company has no material commitments at 31 December 2022 (30 June 2022: nil).

**Note 11. Related party transactions**

On 2 September 2022, the Company issued 1,200,000 million ordinary shares to non-executive directors following vesting of Non-executive Director Share Rights in lieu of cash for the period 1 April 2021 to 31 March 2022, which were granted in September 2021. The shares were valued at \$0.15 a share right. (refer to note 13)

The Company has a technical services agreement with Noetic Mining Solutions, for which Mr Nick Slade is the principal. During the half year ended 31 December 2022, the Company incurred \$24,542 on the services by Noetic Mining Solutions.

During the half year ended 31 December 2022, the Company withdrew \$700,000 according to the loan agreement with Pala. Refer to note 5 for further information.

**Note 12. Events after the reporting period**

On 12 January 2023, the Company changed its name to Atlantic Tin Ltd from Kasbah Resources Limited following shareholder approval at the 2022 Annual General Meeting.

On 27 January 2023, the Company drew down on the remaining \$350,000 of the facility entered into with Pala with a net proceed of \$329,647 after deduction of expenses incurred on behalf of the Company.

On 6 February 2023, Kate Shouthwell resigned as Non-executive Director of the Company, and Stephen Withnell and Stephen Gill were appointed as Non-executive Directors of the Company. effective 8 February 2023 and 9 February 2023 respectively. Stephen Gill was appointed Non-executive Chairman of the Company from 15 March 2023.

On 16 March 2023, the Company executed a further debt funding agreement with Pala, for an additional \$3.5 million funding facility. The funding facility has a two-year maturity and is intended to meet the Company's expenditure requirements to update its feasibility study, to complete a potential public market transaction and to meet expected working capital requirements. The funding facility is a convertible loan, incurring interest at 12% per annum with a conversion price of \$0.15 cents per share. The Company has six months to obtain shareholder approval for the convertible loan feature, failing which the loan will incur interest at 15% per annum.

**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Notes to the condensed consolidated financial statements**  
**31 December 2022**

**Note 12. Events after the reporting period (continued)**

No other matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

**Note 13. Share-based payments**

**Non-executive Director share rights plan**

Set out below are summaries of share rights granted under the plan:

	<b>Grant date</b>	<b>Number granted</b>	<b>Vesting and exercise date</b>	<b>Fair value per share right</b> \$	<b>Fair value</b> \$
<b>As at 31 December 2022</b>					
Ashvin Seetulsingh	01/05/2022	400,000	30/04/2023	\$0.150	60,000
Nicholas Slade	01/05/2022	400,000	30/04/2023	\$0.150	60,000
Kate Southwell	01/05/2022	400,000	30/04/2023	\$0.150	60,000

During the half year ended 31 December 2022, Company issued 1,200,000 ordinary shares on vested of NED share rights scheme.

The share-based payment expense for the half year in relation to the Non-executive Directors share rights plan is \$90,000.

**Long term incentive plan**

Set out below are summaries of performance rights granted under the plan:

	<b>Grant date</b>	<b>Number granted</b>	<b>Vesting and exercise date</b>	<b>Fair value per performance right</b> \$	<b>Fair value</b> \$
<b>As at 31 December 2022</b>					
Evan Spencer *	12/07/2022	4,015,023	01/07/2023	\$0.150	602,253

\* On 12 July 2022, pursuant to a resolution by the Board, expiry date of Evan Spencer's performance rights extended to 1 July 2023. The fair value of the performance rights was according to the share price from the most recent placement in June 2021 of \$0.15 per share.

The share-based payment expense for the half year in relation to the performance rights is \$160,600.



**Atlantic Tin Ltd**  
**(Formerly known as Kasbah Resources Limited)**  
**Directors' declaration**  
**31 December 2022**

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



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Evan Spencer  
Managing Director



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Ashvin Seetulsingh  
Non-Executive Director

16 March 2023

## **INDEPENDENT AUDITOR'S REVIEW REPORT**

To the members of Atlantic Tin Ltd

### **Report on the Condensed Half-Year Financial Report**

#### *Conclusion*

We have reviewed the accompanying half-year financial report of Atlantic Tin Ltd formerly Kasbah Resources Limited ("the company") and its controlled entities ("the Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2022, the condensed consolidated statement of profit or loss and other comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration, for the Group comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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

- (a) giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### *Basis for conclusion*

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

#### *Material uncertainty related to going concern*

We draw attention to Note 2 in the financial report, which indicates that a material uncertainty exists that may cast significant doubt on the entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

#### *Responsibility of the directors for the financial report*

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

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**HLB Mann Judd (WA Partnership) ABN 22 193 232 714**

Level 4, 130 Stirling Street, Perth WA 6000 / PO Box 8124 Perth BC WA 6849

T: +61 (0)8 9227 7500 E: [mailbox@hlbwa.com.au](mailto:mailbox@hlbwa.com.au)

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*Auditor's responsibility for the review of the financial report*

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2022 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.

*Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

*HLB Mann Judd*

**HLB Mann Judd**  
**Chartered Accountants**

**Perth, Western Australia**  
**16 March 2023**



**B G McVeigh**  
**Partner**