



# **GALENA**

## **MINING LIMITED**

**ABN 63 616 317 778**

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### **Interim Financial Report**

**For the half year ended 31 December 2022**

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# GALENA MINING LIMITED AND CONTROLLED ENTITIES

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The financial report covers the Group consisting of Galena Mining Limited and its controlled entities.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## CORPORATE DIRECTORY

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<b>DIRECTORS</b>	Mr Adrian Byass Non-Executive Chairman
	Mr Anthony James Managing Director / Chief Executive Officer
	Mr Alexander Molyneux Non-Executive Director
	Mr Stewart Howe Non-Executive Director
	Mr Neville Gardiner Non-Executive Director
<b>COMPANY SECRETARY</b>	Ms Aida Tabakovic (appointed 11 January 2023) Mr Stephen Brockhurst (resigned 11 January 2023)
<b>REGISTERED OFFICE</b>	Level 8, London House, 216 St Georges Terrace Perth WA 6000
<b>CORPORATE OFFICE</b>	Level 2, 1100 Hay Street West Perth WA 6005
<b>POSTAL ADDRESS</b>	PO Box 297 West Perth WA 6872
<b>WEBSITE</b>	<a href="http://www.galenamining.com.au">www.galenamining.com.au</a>
<b>SHARE REGISTRY</b>	Automic Pty Ltd Level 5, 191 St Georges Terrace Perth WA 6000
<b>AUDITORS</b>	PKF Perth Level 5, 35 Havelock Street West Perth WA 6005
<b>LEGAL ADVISORS</b>	King & Wood Mallesons Level 30, QV1 Building, 250 St Georges Terrace Perth WA 6000
	Steinepreis Paganin Level 4, The Read Buildings 16 Milligan Street Perth WA 6000
<b>STOCK EXCHANGE LISTING</b>	ASX Code: G1A
<b>COUNTRY OF INCORPORATION AND DOMICILE</b>	Australia

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## DIRECTOR'S REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2022

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Your directors present the following report on Galena Mining Limited (the “**Company**” or “**Galena**”) and its controlled entities, including Abra Mining Pty Ltd (“**AMPL**”) (together referred to hereafter as the “**Group**”), for the period ended 31 December 2022.

### DIRECTORS

The names of directors in office at any time during or since the end of the period are:

Adrian Byass	Non-Executive Chairman
Anthony James	Managing Director / Chief Executive Officer
Alexander Molyneux	Non-Executive Director
Stewart Howe	Non-Executive Director
Neville Gardiner	Non-Executive Director

Unless noted above, all directors have been in office since the start of the financial period to the date of this report.

### COMPANY SECRETARY

Stephen Brockhurst held office as Company Secretary since the start of the financial period until 11 January 2023. Aida Tabakovic was appointed Company Secretary on 11 January 2023.

### PRINCIPAL ACTIVITIES

Since listing on the ASX on 7 September 2017 the Company has continued to focus on development works at the Abra Base Metals Mine (“**Abra**” or the “**Project**”), together with early-stage exploration works at Abra and other mineral prospects within the Group’s portfolio.

### OPERATING RESULTS

The Group incurred a loss for the period ended 31 December 2022 of \$5,668,180 (31 December 2021: \$2,605,625 loss) and net cash outflows of \$7,238,067 (31 December 2021: \$36,718,743 outflows).

### FINANCIAL POSITION

At 31 December 2022, the Group had a net working capital surplus of \$2,226,849 (30 June 2022: \$32,092,832), including cash and cash equivalents of \$40,981,601 (30 June 2022: \$48,219,668).

### REVIEW OF OPERATIONS

#### Highlights

- **Abra Project construction completed on time in December 2022. Project construction expenditure within 1% of budget.**
- **Ore commissioning commenced and the first concentrate produced in January 2023.**
- **Focus now on completing plant commissioning and ramping up production.**
- **Completed oversubscribed placement to raise A\$17.2 million.**
- **US\$25 million final debt drawdown was completed under the Taurus Debt Facilities**
- **Cash balance of A\$41.0 million at 31 December 2022**

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## DIRECTOR'S REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2022

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### **Abra Base Metals Mine (60% Galena owned)**

Abra comprises a granted Mining Lease, M52/0776 and is surrounded by the Exploration Licence E52/1455, together with several co-located General Purpose and Miscellaneous Leases. The Project is 100% owned by AMPL, which as at 31 December 2022 was 60% owned by Galena, with the remainder owned by Toho (pursuant to an Investment Agreement and Shareholders Agreement with Toho).

Abra is well located with the availability of key infrastructure and close access to water, public roads, existing mining operations and the towns of Meekatharra and Newman. Lead-silver concentrate will be transported by road to the port of Geraldton in the mid-west of Western Australia. Abra is fully permitted, and construction of the processing plant and surface infrastructure was completed in December 2022. First production of its lead-silver concentrate occurred in January 2023 with first product shipment scheduled for the March 2023 quarter.

#### Project construction / development

Abra Project construction works were completed by the end of December 2022 and ore commissioning commenced with first ore feed into the plant and first concentrate produced as part of the plant commissioning process in early January 2023. Abra construction completed within 1% of budget construction costs.

#### Operational Readiness

At 31 December 2022, 90% of the operational staff have been employed along with both internal and external maintenance service providers. All site critical spares have been identified and procured. Site reagents and other consumables have been established.

Underground power, ventilation, and the installation of the second egress (ladderways) have enabled multiple ore headings to be operational and the primary pumping station will be completed in the March 2023 quarter.

The site assay laboratory was nearing completion and final commissioning in January 2023 is expected to significantly improve assay turn around and controls.

Applications are being lodged for regulatory approvals, licences or permits as they are required for completion of construction, commissioning and commencement of operations.

- **Underground mining** – During the period, 1,893 metres of development was completed, and total development reached 3,592 metres consisting of 1,978 metres of decline development and 1,614 metres of lateral development. The decline reached 1,268mRL, 45 metres below the top of the Abra orebody and 282 metres vertically below the surface.

During December 2022, several ore drives commenced on the 1,280 and 1,300mRL levels which will deliver the required ore for plant commissioning in January 2023. At 31 December 2022, an estimated total of approximately 26,000t of ore had been stockpiled on the ROM pad in preparation for ore processing commissioning and the commencement of concentrate production in January 2023. During the half year to 31 December 2022, a total of 119 (17,728m) underground diamond holes were also completed for grade control and mine planning purposes. Mine planning and scheduling work was completed with this information in preparation for the production activities in 2023. Results and geological confidence associated with the drilling completed to date is considered positive in relation to the previous work.

On 24 December 2022, the primary ventilation fan motor failed, and alternative ventilation fans were installed to resume underground work. Five days of mining activities were lost during this time. The primary ventilation fan motor was repaired and reinstalled in February 2023.

- **Processing plant and associated infrastructure works** – By the end of the period, the engineering, procurement, and construction (“EPC”) contract works being conducted by GR Engineering Services Ltd. (“GR Engineering”) were completed. Practical completion of the processing plant was achieved ahead of schedule on 23 December 2022 and ore commissioning commenced on 9 January 2023. The tailing’s storage facility earthworks and lining were also completed during the period. Ore commissioning of the Abra plant is taking place under the guidance of GR Engineering, with the aim for successful completion, including completion of punch list items and performance testing in February 2023.
- **Paste-fill plant** – During the period, paste-fill plant equipment refurbishment work continued in Perth and GRES continued the erection of structural steel, installation of mechanical equipment, piping and electrical services.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## DIRECTOR'S REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2022

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A new cement silo was also completed and placed into position. The paste-fill plant was approximately 89% complete at the end of December 2022. Paste fill is not required to be delivered underground until mid-2023.

- **Power plant** – Pacific Energy Limited (“**Pacific Energy**” previously Contract Power) completed construction of the 10MW natural gas fired power station and integrated 6MW solar array. Commissioning of the power station was completed during the period with permanent power being supplied to the underground mine, processing plant, camp and other non-process infrastructure. Pacific Energy also completed integration of the solar farm and battery energy storage system (BESS).

### Safety and environment

During the half year to 31 December 2022, 388,150 employee and contractor work hours were recorded at the Abra site. During this time Abra had two Restricted Work Injuries and one Medical Treatment Injury.

Restricted Work Injuries - The first was an injury where an excavator operator fell on their elbow after dismounting it causing a bursitis and the second injury a fitter caught their left index finger between the pulley and gear box drive of conveyor one main drive system.

Medical Treatment Injury – This occurred when a contractor received a deep laceration to the forehead after a rock bolt fell from the wall it was leaning on.

### Commercial initiatives in support of Abra development – project financing debt

On 12 November 2020, Galena finalised US\$110 million in debt facilities arranged by Taurus Funds Management. The facilities include a US\$100 million Project Finance Facility plus a US\$10 million Cost Overrun Facility.

The Project Finance Facility consists of a US\$100 million, 69-month term loan primarily to fund capital expenditures for the development of Abra. Key terms include:

- Fixed interest of 8.0% per annum on drawn amounts, payable quarterly in arrears.
- 1.125% net smelter return royalty.
- No mandatory hedging.
- Early repayment allowed without penalty.

The Cost Overrun Facility consists of a US\$10 million loan to finance identified cost overruns on the Project in capital expenditure and working capital. Fixed interest of 10.0% per annum apply to amounts drawn under the Cost Overrun Facility.

The Taurus Debt Facilities are now fully drawn and are secured against Abra Project assets and over the shares that each of Galena and Toho own in AMPL.

### **Non-Abra prospects (100% Galena owned)**

Galena's non-Abra prospects located in the Jillawarra Project area consist of Woodlands, Manganese Range, Quartzite Well and Copper Chert, which comprise more than 60 kilometres of continuous strike directly to the west of Abra and reside within five granted Exploration Licences, being: E52/1413; E52/3575; E52/3581; E52/3630; and E52/3823.

During the period, the Company conducted minor exploration activities within the Jillawarra exploration licences.

### **Corporate**

#### A\$17 million placement

On 26 July 2022, the Company accepted binding commitments for a placement of 137,200,000 new shares at an issue price of \$0.125 per share (“**Placement Shares**”), to raise \$17.2 million before costs (“**Placement**”).

Proceeds from the Placement were used to provide AMPL a temporary unsecured reserve facility (“**URF**”). The URF of \$30 million, was contributed \$18 million by Galena and \$12 million by the Company's joint-venture partner Toho. The URF is available during the critical commissioning and initial ramp-up stages of the Abra mine, up until the Project Completion tests are satisfied under the Taurus Debt Facilities (anticipated to be in the second half of CY2023). Its purpose is to provide a working capital and cost buffer for AMPL to draw in the event of unforeseen circumstances and costs such as weather-related road or port closures or other events. Any drawn amounts will

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## DIRECTOR'S REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2022

become unsecured shareholder loans to AMPL whilst undrawn amounts will be returned to each of Galena and Toho in their respective 60:40 share.

71,400,000 of the shares issued under the Placement were within the Company's 15% placement capacity under ASX Listing Rule 7.1, with settlement occurring on Wednesday, 3 August 2022. The remaining 65,800,000 shares issued under the Placement were subject to shareholder approval which was received at a general meeting held on 13 September 2022.

The Placement was significantly oversubscribed and well supported mainly by existing stakeholders. The Company's largest shareholder and strategic investor Mr Timothy Andrew Roberts, subscribed for 35,318,665 Placement Shares for ~A\$4.41 million.

Taurus, the provider of the Taurus Debt Facilities to AMPL and a key stakeholder in the ongoing success of the Project, subscribed for 30,007,862 Placement Shares for ~A\$3.75 million.

### Outlook

Upcoming value adding Abra and corporate milestone workstreams include:

- Completion of ore commissioning and production ramp-up to achieve first product shipment in the March 2023 quarter.
- Continued development of the Abra decline and installation of associated mine infrastructure to progress access to the orebody and commence ore development and underground stoping. Work will continue with underground drilling for grade control, resource definition and exploration purposes. Mine primary ventilation and pumping infrastructure will continue to be installed during the March 2023 quarter.
- Completion of construction and commissioning of the paste-fill plant.
- Continued transition into mine production during the ramp-up stage of the Project. This includes ongoing recruitment, training, and identification of key production related tasks to be completed.
- The Company's previously provided production guidance for CY2023 in the table below continues to apply.

Key Outcomes <sup>1</sup>	Production Guidance CY2023
Mill Throughput	0.8-1.0 Mtpa
Lead Grade Mined	7.6%
Silver Grade Mined	16.6 g/t
Lead Metal Production	53-68 ktpa
Silver Metal Production	325-425 kozpa
Lead C1 Direct Cash Cost <sup>2</sup>	US\$0.55-0.65/lb
Average Annual EBITDA	A\$45-55M
Lead Metal Price <sup>3</sup>	US\$0.90/lb
Exchange rate – US\$ per A\$ <sup>3</sup>	0.68

#### Table Notes

1. Key outcomes and metrics shown reference 100% of Project. Abra Project is owned 60% by Galena and 40% by Toho Zinc.
2. Includes a by-product credit for net silver revenue of US\$0.04/lb (A\$0.06/lb).
3. Lead metal price and exchange rate at the time of the Galena ASX announcement of 25 July 2022.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## DIRECTOR'S REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2022

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### CORPORATE

As at the date of this report, the following shares and options were on issue:

- 619,235,353 fully paid ordinary shares on issue;
- 1,250,000 options exercisable at \$0.50 on or before 26 March 2023;
- 1,250,000 options exercisable at \$0.60 on or before 26 March 2023;
- 1,250,000 options exercisable at \$0.50 on or before 17 April 2023;
- 1,250,000 options exercisable at \$0.60 on or before 17 April 2023;
- 6,500,000 performance rights exercisable on or before 9 November 2023;
- 1,200,000 performance rights exercisable on or before 13 August 2024;
- 5,500,000 performance rights exercisable on or before 2 March 2027;
- 815,000 share appreciation rights exercisable at \$0.17 on or before 21 January 2024; and
- 1,400,000 share appreciation rights exercisable at \$0.24 on or before 1 September 2025.

### CHANGES IN STATE OF AFFAIRS

In the opinion of the directors, there were no other significant changes in the state of affairs of the Company that occurred during the period under review not otherwise disclosed in this report or in the financial report.

### SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

In January 2023, ore commissioning commenced with the first ore feed to the plant on 9 January 2023. On 12 January 2023, the first lead-silver concentrate was produced as part of the plant commissioning process.

No other matter or circumstance has arisen since the end of period which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial periods.

### AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, PKF Perth, to provide the Directors of the Company with an Independence Declaration in relation to the audit of the financial report. This Independence Declaration is set out on page 8 and forms part of this Directors' Report for the period ended 31 December 2022.

This report is signed in accordance with a resolution of the Board of Directors.



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Adrian Byass  
Chairman

Dated this 22<sup>nd</sup> day of February 2023



**AUDITOR'S INDEPENDENCE DECLARATION  
TO THE DIRECTORS OF GALENA MINING LIMITED**

In relation to our review of the financial report of Galena Mining Limited for the half year ended 31 December 2022, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.



PKF PERTH



SHANE CROSS  
PARTNER

22 FEBRUARY 2023,  
WEST PERTH,  
WESTERN AUSTRALIA

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## GALENA MINING LIMITED AND CONTROLLED ENTITIES

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Note	Period ended 31 December 2022 \$	Period ended 31 December 2021 \$
<b>Income</b>	5	396,182	125,317
<b>Expenses</b>			
Corporate and administration expenses		(575,865)	(407,928)
Depreciation and amortisation	8,9	(1,714,656)	(173,617)
Employee costs		(586,842)	(739,424)
Share-based payments		(1,055,473)	(110,006)
Foreign exchange loss		(1,487,429)	(1,227,206)
<b>Loss before finance costs and income tax</b>		<b>(5,024,083)</b>	<b>(2,532,864)</b>
Finance costs		(644,097)	(72,761)
<b>Loss before income tax</b>		<b>(5,668,180)</b>	<b>(2,605,625)</b>
Income tax expense		-	-
<b>Net loss for the period</b>		<b>(5,668,180)</b>	<b>(2,605,625)</b>
<b>Other comprehensive income net of income tax</b>		-	-
<b>Total comprehensive loss for the period</b>		<b>(5,668,180)</b>	<b>(2,605,625)</b>
<b>Loss for the period attributable to:</b>			
Non-controlling interest		(1,402,284)	(539,105)
Members of the parent		(4,265,896)	(2,066,520)
<b>Total comprehensive loss for the period</b>		<b>(5,668,180)</b>	<b>(2,605,625)</b>
Basic and diluted loss per share (cents per share)		(0.99)	(0.55)

*The accompanying notes form part of these financial statements.*

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Note	31 December 2022 \$	30 June 2022 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	6	40,981,601	48,219,668
Trade and other receivables		1,124,453	1,469,987
Inventories	7	3,296,658	-
Prepayments		572,902	1,539,883
<b>TOTAL CURRENT ASSETS</b>		<b>45,975,614</b>	<b>51,229,538</b>
<b>NON-CURRENT ASSETS</b>			
Plant and equipment	8	285,399,745	201,266,119
Right-of-use assets	9	34,353,397	2,960,543
Exploration and evaluation assets	10	9,175,448	8,788,294
<b>TOTAL NON-CURRENT ASSETS</b>		<b>328,928,590</b>	<b>213,014,956</b>
<b>TOTAL ASSETS</b>		<b>374,904,204</b>	<b>264,244,494</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables		22,509,247	17,780,287
Lease liabilities	9	1,576,063	812,824
Provisions	11	1,059,288	543,595
Interest bearing loans and borrowings	12	18,604,167	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>43,748,765</b>	<b>19,136,706</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	9	31,792,264	1,173,549
Provisions	11	16,235,166	3,863,356
Interest bearing loans and borrowings	12	144,964,900	113,401,922
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>192,992,330</b>	<b>118,438,827</b>
<b>TOTAL LIABILITIES</b>		<b>236,741,095</b>	<b>137,575,533</b>
<b>NET ASSETS</b>		<b>138,163,109</b>	<b>126,668,961</b>
<b>EQUITY</b>			
Issued capital	13	64,430,252	48,287,278
Share-based payment reserve	14	2,925,276	1,905,922
Consolidation reserve		52,727,720	52,727,720
Accumulated losses		(25,156,123)	(20,890,227)
Parent interest		94,927,125	82,030,693
Non-controlling interest		43,235,984	44,638,268
<b>TOTAL EQUITY</b>		<b>138,163,109</b>	<b>126,668,961</b>

The accompanying notes form part of these financial statements.

## GALENA MINING LIMITED AND CONTROLLED ENTITIES

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Issued capital (Note 13) \$	Share-based payment reserve (Note 14) \$	Equity reserve \$	Accumulated losses \$	Non-controlling interest \$	Total \$
<b>Balance at 1 July 2021</b>	48,006,327	1,657,270	52,727,720	(14,566,022)	45,124,091	<b>132,949,386</b>
Loss for the period	-	-	-	(2,066,520)	(539,105)	<b>(2,605,625)</b>
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss	-	-	-	(2,066,520)	(539,105)	<b>(2,605,625)</b>
<i>Transactions with owners directly recorded in equity:</i>						
Shares issued during the period	280,951	(229,951)	-	-	-	<b>51,000</b>
Share-based payments	-	110,006	-	-	-	<b>110,006</b>
<b>Balance at 31 December 2021</b>	<b>48,287,278</b>	<b>1,537,325</b>	<b>52,727,720</b>	<b>(16,632,542)</b>	<b>44,584,986</b>	<b>130,504,767</b>
<b>Balance at 1 July 2022</b>	48,287,278	1,905,922	52,727,720	(20,890,227)	44,638,268	<b>126,668,961</b>
Loss for the period	-	-	-	(4,265,896)	(1,402,284)	<b>(5,668,180)</b>
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss	-	-	-	(4,265,896)	(1,402,284)	<b>(5,668,180)</b>
<i>Transactions with owners directly recorded in equity:</i>						
Shares issued during the period	17,242,219	(36,119)	-	-	-	<b>17,206,100</b>
Share-based payments	-	1,055,473	-	-	-	<b>1,055,473</b>
Share issue costs	(1,099,245)	-	-	-	-	<b>(1,099,245)</b>
<b>Balance at 31 December 2022</b>	<b>64,430,252</b>	<b>2,925,276</b>	<b>52,727,720</b>	<b>(25,156,123)</b>	<b>43,235,984</b>	<b>138,163,109</b>

The accompanying notes form part of these financial statements.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Note	Period ended 31 December 2022 \$	Period ended 31 December 2021 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers and employees		(21,353,176)	(3,585,939)
Other income		6,015	-
Interest received		390,167	125,317
Interest paid		(61,916)	-
<b>Net cash used in operating activities</b>		<b>(21,018,910)</b>	<b>(3,460,622)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of plant and equipment		(463,615)	(341,461)
Purchase of mine under construction		(43,259,262)	(28,261,714)
Exploration and evaluation expenditure		(387,155)	(1,397,923)
<b>Net cash used in investing activities</b>		<b>(44,110,032)</b>	<b>(30,001,098)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of shares		17,206,100	51,000
Transaction costs associated with issue of shares		(1,099,245)	-
Payments of lease liabilities		(1,256,762)	(465,337)
Proceeds from loans and borrowings		49,438,096	-
Borrowing costs paid		(6,397,314)	(2,842,686)
<b>Net cash provided by / (used in) financing activities</b>		<b>57,890,875</b>	<b>(3,257,023)</b>
Net decrease in cash held		(7,238,067)	(36,718,743)
Cash and cash equivalents at beginning of period		48,219,668	96,195,562
<b>Cash and cash equivalents at end of period</b>	6	<b>40,981,601</b>	<b>59,476,819</b>

*The accompanying notes form part of these financial statements.*

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

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### NOTE 1: CORPORATE INFORMATION

The interim condensed consolidated financial statements of Galena Mining Limited and its controlled entities (collectively, the Group) for the six months ended 31 December 2022 were authorised for issue in accordance with a resolution of the directors on 22 February 2023.

Galena Mining Limited is a limited company, incorporated and domiciled in Australia whose shares are publicly traded on the Australian Stock Exchange (ASX). The nature of the operations and principal activities of the Group are described in the Directors' report.

### NOTE 2: SUMMARY OF ACCOUNTING POLICIES

#### Basis of preparation of the half-year financial report

The interim consolidated financial statements for the six months ended 31 December 2022 are general purpose condensed financial statements prepared in accordance with AASB 134 'Interim Financial Reporting' and the Corporations Act 2001.

The interim consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 30 June 2022 and considered together with any public announcements made by Galena Mining Limited during the half-year ended 31 December 2022.

The financial report is presented in Australian dollars (A\$) unless otherwise specified.

Other than Inventories noted below, the accounting policies adopted are consistent with those applied by the Group in the preparation of the annual consolidated financial statements for the year ended 30 June 2022. The group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. It has been determined by the Group that there are no new Accounting Standards or Interpretations that have a material or otherwise impact on its business.

#### Inventories

Inventories are valued at the lower of cost and net realisable value. Cost includes expenditure incurred in acquiring and bringing the inventories to their existing condition and location.

### NOTE 3: GOING CONCERN

The interim consolidated financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The Group incurred a loss for the period ended 31 December 2022 of \$5,668,180 (31 December 2021: \$2,605,625) and net cash outflows of \$7,238,067 (31 December 2021: \$36,718,743 outflows).

At 31 December 2022, the Group had a net working capital surplus of \$2,226,849 (30 June 2022: \$32,092,832), including cash and cash equivalents of \$ 40,981,601 (30 June 2022: \$48,219,668). At the date of this report, the Directors are satisfied there are reasonable grounds to believe that, having regard to the Group's financial position and its available financing options, the Group will be able to meet its obligations as and when they fall due.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

### NOTE 4: SEGMENT INFORMATION

The Group has identified its operating segments based on the internal reports that are reviewed and used by the board of directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group is managed primarily on the basis of one geographical segment being Australia, and has the following operating segments:

- The Abra Mine segment which is a globally significant lead-silver mine located in the Gascoyne region of Western Australia where construction works were completed in December 2022.
- The Exploration segment which undertakes exploration and evaluation activities in Western Australia.
- The Other Activities segment which includes all corporate expenses that cannot be directly attributed to the Group's operating segments.

#### Segment Results

Half year ended 31 December 2022	Abra Mine	Exploration	Other Activities	Consolidated
	\$	\$	\$	\$
Interest received	287,686	-	102,481	390,167
Other income	6,015	-	-	6,015
<b>Income</b>	<b>293,701</b>	<b>-</b>	<b>102,481</b>	<b>396,182</b>
Corporate and administration expenses	(85,898)	-	(489,967)	(575,865)
Depreciation and amortisation	(1,596,323)	-	(118,333)	(1,714,656)
Employee costs	-	-	(586,842)	(586,842)
Share-based payments	-	-	(1,055,473)	(1,055,473)
Foreign exchange loss	(1,485,321)	-	(2,108)	(1,487,429)
<b>Loss before finance costs and income tax</b>	<b>(2,873,841)</b>	<b>-</b>	<b>(2,150,242)</b>	<b>(5,024,083)</b>
Finance costs	(631,869)	-	(12,228)	(644,097)
<b>Loss before income tax</b>	<b>(3,505,710)</b>	<b>-</b>	<b>(2,162,470)</b>	<b>(5,668,180)</b>
Income tax expense	-	-	-	-
<b>Net loss for the half year</b>	<b>(3,505,710)</b>	<b>-</b>	<b>(2,162,470)</b>	<b>(5,668,180)</b>

<b>Segment assets</b>	<b>341,598,271</b>	<b>9,175,448</b>	<b>24,130,484</b>	<b>374,904,203</b>
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<b>Segment liabilities</b>	<b>235,768,510</b>	<b>-</b>	<b>972,585</b>	<b>236,741,095</b>
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#### Other segment information

Capital expenditure (i)	(66,340,757)	(387,155)	-	(66,727,912)
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- (i) Capital expenditure consists of additions to plant and equipment, mine development; right-of-use assets and exploration and evaluation assets.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

### NOTE 4: SEGMENT INFORMATION (CONTINUED)

<b>Segment Results</b>				
<b>Half year ended 31 December 2021</b>	<b>Abra Mine</b>	<b>Exploration</b>	<b>Other Activities</b>	<b>Consolidated</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Interest received	92,487	-	32,830	125,317
<b>Income</b>	<b>92,487</b>	<b>-</b>	<b>32,830</b>	<b>125,317</b>
Corporate and administration expenses	(26,043)	-	(381,885)	(407,928)
Depreciation and amortisation	(115,976)	-	(57,641)	(173,617)
Employee costs	-	-	(739,424)	(739,424)
Share-based payments	-	-	(110,006)	(110,006)
Foreign exchange loss	(1,225,917)	-	(1,289)	(1,227,206)
<b>Loss before finance costs and income tax</b>	<b>(1,275,449)</b>	<b>-</b>	<b>(1,257,415)</b>	<b>(2,532,864)</b>
Finance costs	(72,315)	-	(446)	(72,761)
<b>Loss before income tax</b>	<b>(1,347,764)</b>	<b>-</b>	<b>(1,257,861)</b>	<b>(2,605,625)</b>
Income tax expense	-	-	-	-
<b>Net loss for the half year</b>	<b>(1,347,764)</b>	<b>-</b>	<b>(1,257,861)</b>	<b>(2,605,625)</b>
<b>Segment assets</b>	<b>125,437,476</b>	<b>29,407,830</b>	<b>15,472,860</b>	<b>170,318,166</b>
<b>Segment liabilities</b>	<b>37,013,320</b>	<b>-</b>	<b>355,550</b>	<b>37,368,780</b>
<b>Other segment information</b>				
Capital expenditure (i)	(15,062,182)	(8,232,028)	-	(23,294,210)

(i) Capital expenditure consists of additions to plant and equipment, mine development; right-of-use assets and exploration and evaluation assets.

### NOTE 5: INCOME

	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>\$</b>	<b>\$</b>
Interest received	390,167	125,317
Other income	6,015	-
<b>Total Income</b>	<b>396,182</b>	<b>125,317</b>



# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

<b>NOTE 6: CASH AND CASH EQUIVALENTS</b>	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>\$</b>	<b>\$</b>
Cash at bank	40,956,601	48,194,668
Term deposits at call	25,000	25,000
<b>Total Cash and Cash Equivalents</b>	<b>40,981,601</b>	<b>48,219,668</b>

<b>NOTE 7: INVENTORY</b>		
Ore stockpiles	2,484,649	-
Stores and consumables	812,009	-
<b>Inventory at lower of cost and net realisable value</b>	<b>3,296,658</b>	<b>-</b>

### NOTE 8: PLANT AND EQUIPMENT

Reconciliation of the carrying amounts for each class of plant and equipment is set out below.

	<b>Rehabilitation Asset \$</b>	<b>Plant and Equipment \$</b>	<b>Mines Under Construction \$</b>	<b>Total \$</b>
<b>31 December 2022</b>				
Opening net carrying amount	3,863,356	24,303,705	173,099,058	201,266,119
Additions	-	-	72,812,791	72,812,791
Transfer from mines under construction	-	2,227,610	(2,227,610)	-
Depreciation and amortisation	-	(945,183)	-	(945,183)
Change in rehabilitation provision	12,266,018	-	-	12,266,018
<b>Closing net carrying amount</b>	<b>16,129,374</b>	<b>25,586,132</b>	<b>243,684,239</b>	<b>285,399,745</b>

#### At 31 December 2022

At cost	16,129,374	28,042,713	243,684,239	287,856,326
Accumulated depreciation	-	(2,456,581)	-	(2,456,581)
	<b>16,129,374</b>	<b>25,586,132</b>	<b>243,684,239</b>	<b>285,399,745</b>

	<b>Rehabilitation Asset \$</b>	<b>Plant and Equipment \$</b>	<b>Mines Under Construction \$</b>	<b>Total \$</b>
<b>30 June 2022</b>				
Opening net carrying amount	1,622,978	117,972	63,560,746	65,301,696
Additions	-	238,074	134,948,121	135,186,195
Transfer from exploration	-	25,409,809	(25,409,809)	-
Depreciation and amortisation	-	(1,462,150)	-	(1,462,150)
Change in rehabilitation provision	2,240,378	-	-	2,240,378
<b>Closing net carrying amount</b>	<b>3,863,356</b>	<b>24,303,705</b>	<b>173,099,058</b>	<b>201,266,119</b>

#### At 30 June 2022

At cost	3,863,356	25,765,855	173,099,058	202,728,269
Accumulated depreciation	-	(1,462,150)	-	(1,462,150)
	<b>3,863,356</b>	<b>24,303,705</b>	<b>173,099,058</b>	<b>201,266,119</b>

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

### NOTE 9: LEASES

Reconciliation of the carrying amounts of right-of-use assets recognised and the movements during the period:

<b>Right-Of Use Assets</b>	<b>31 December 2022</b>	<b>30 June 2022</b>
	\$	\$
<b>Right-Of Use Assets</b>		
Balance at beginning of period	2,960,543	1,844,353
Additions	32,162,327	1,534,660
Depreciation expense	(769,473)	(418,470)
<b>Balance at reporting date</b>	<b>34,353,397</b>	<b>2,960,543</b>

Reconciliation of the carrying amounts of lease liabilities and the movements during the period:

<b>Lease Liabilities</b>		
Balance at beginning of period	1,986,373	1,392,925
Additions	32,162,327	1,534,658
Accretion of interest	476,389	110,134
Payments	(1,256,762)	(1,051,344)
<b>Balance at reporting date</b>	<b>33,368,327</b>	<b>1,986,373</b>
Current	1,576,063	812,824
Non-current	31,792,264	1,173,549
Depreciation expense for right-of use assets	769,473	418,470
Interest expense on lease liabilities	476,389	110,134
<b>Total amount recognised in profit or loss</b>	<b>1,245,862</b>	<b>528,604</b>

### NOTE 10: EXPLORATION AND EVALUATION ASSETS

	<b>31 December 2022</b>	<b>30 June 2022</b>
	\$	\$
Exploration expenditure capitalised		
- Exploration and evaluation asset acquired	3,674,086	3,674,086
- Exploration and evaluation costs incurred	5,501,362	5,114,208
	<b>9,175,448</b>	<b>8,788,294</b>

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

### NOTE 11: PROVISIONS

	31 December 2022	30 June 2022
	\$	\$
<b>Current</b>		
Provision for employee entitlements	<u>1,059,288</u>	<u>543,595</u>
<b>Non-current</b>		
Provision for mine rehabilitation	<u>16,235,166</u>	<u>3,863,356</u>

The movement in provision for mine rehabilitation during the half year is set out below:

Balance at beginning of period	3,863,356	1,667,882
Arising during the period	12,266,018	2,240,378
Unwinding of discount	105,792	(44,904)
<b>Balance at reporting date</b>	<u>16,235,166</u>	<u>3,863,356</u>

### NOTE 12: INTEREST BEARING LOANS AND BORROWINGS

	Maturity	31 December 2022	30 June 2022
		\$	\$
<b>Current</b>			
Secured US\$110 million Taurus Debt Facilities	June 2027	6,604,167	-
CBH Resources WA Pty Ltd		12,000,000	-
<b>Total current</b>		<u>18,604,167</u>	-
<b>Non-current</b>			
Secured US\$110 million Taurus Debt Facilities	June 2027	<u>144,964,900</u>	<u>113,401,922</u>

#### Secured US\$110 million Taurus Debt Facilities

In November 2020, the Company put in place US\$110 million in finalised debt facilities arranged by Taurus Funds Management. The facilities include a US\$100 million project finance facility ("**Facility A**") plus a US\$10 million cost overrun facility ("**Facility B**"). As at 31 December 2022 a total of US\$110 million has been drawn under the Taurus Debt Facilities..

Facility A consists of a US\$100 million, 69-month term loan primarily to fund capital expenditures for the development of Abra. Key terms include:

- Fixed interest of 8.0% per annum on drawn amounts, payable quarterly in arrears.
- 1.125% net smelter return royalty.
- No mandatory hedging.
- Fixed repayments over 15 quarters with the first repayment commencing on 31 December 2023.
- Early repayment allowed without penalty.

Facility B consists of a US\$10 million loan to finance identified cost overruns on the Project in capital expenditure and working capital. Fixed interest of 10.0% per annum will apply to amounts drawn under Facility B.

The Taurus Debt Facilities are secured against Abra's assets and over the shares that each of Galena and Toho own in AMPL.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

### NOTE 12: INTEREST BEARING LOANS AND BORROWINGS (CONTINUED)

There have been no breaches in the covenants of any interest bearing loans and borrowings in the current or prior period.

#### Unsecured Reserve Facility (“URF”)

The URF of \$30 million, was contributed \$18 million by Galena and \$12 million by the Company’s joint-venture partner Toho through its wholly owned subsidiary CBH Resources WA Pty Ltd. The URF is available during the critical commissioning and initial ramp-up stages of the Abra mine, up until the Project Completion tests are satisfied under the Taurus Debt Facilities (anticipated to be in the second half of CY2023).

Its purpose is to provide a working capital and cost buffer for AMPL to draw in the event of unforeseen circumstances and costs such as weather-related road or port closures or other events. Any drawn amounts will become unsecured shareholder loans to AMPL whilst undrawn amounts together with any interest earned will be returned to each of Galena and Toho in their respective 60:40 share. As at 31 December 2022, the URF remained undrawn.

### NOTE 13: ISSUED CAPITAL

	31 December 2022	30 June 2022
	\$	\$
<b>Movement in ordinary shares</b>		
Balance at beginning of period	48,287,278	48,006,327
Shares issued during the period for cash	17,206,100	-
Shares issued during the period for no cash	-	-
Share-based payments*	36,119	280,951
Share issue costs	(1,099,245)	-
<b>Balance at reporting date</b>	<b>64,430,252</b>	<b>48,287,278</b>

	31 December 2022	30 June 2022
	Number	Number
<b>Movement in ordinary shares</b>		
Balance at beginning of period	476,405,353	476,105,353
Shares issued during the period for cash	137,200,000	-
Shares issued during the period for no cash	-	-
Share-based payments	330,000	300,000
<b>Balance at reporting date</b>	<b>613,935,353</b>	<b>476,405,353</b>

\*Reflects the Fair Value of share-based payments.

## GALENA MINING LIMITED AND CONTROLLED ENTITIES

### NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

#### NOTE 14: SHARE-BASED PAYMENT RESERVE

The share-based payments reserve records items recognised as expenses on valuation of employees and consultants' options and performance rights.

	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>\$</b>	<b>\$</b>
Balance at beginning of period	1,905,922	1,657,270
Share-based payments vesting expense	1,055,473	994,262
Share-based payments shares issued	(36,119)	(745,610)
<b>Balance at reporting date</b>	<b><u>2,925,276</u></b>	<b><u>1,905,922</u></b>

#### NOTE 15: SHARE-BASED PAYMENTS

There were no new share-based payments during the period.

At the end of this period, the following options over unissued ordinary shares were outstanding:

- 1,250,000 options exercisable at \$0.50 on or before 26 March 2023;
- 1,250,000 options exercisable at \$0.60 on or before 26 March 2023;
- 1,250,000 options exercisable at \$0.50 on or before 17 April 2023;
- 1,250,000 options exercisable at \$0.60 on or before 17 April 2023;
- 9,000,000 performance rights exercisable on or before 9 November 2023;
- 2,000,000 performance rights exercisable on or before 13 August 2024;
- 7,500,000 performance rights exercisable on or before 2 March 2027;
- 815,000 share appreciation rights exercisable at \$0.17 on or before 21 January 2024; and
- 1,400,000 share appreciation rights exercisable at \$0.24 on or before 1 September 2025.

Reconciliation of the number of Options, Performance Rights and Share Appreciation Rights

	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>Number</b>	<b>Number</b>
Balance at beginning of period	26,045,000	20,110,000
Issued	-	7,500,000
Expired / lapsed	-	(1,265,000)
Exercised	(330,000)	(300,000)
<b>Balance at reporting date</b>	<b><u>25,715,000</u></b>	<b><u>26,045,000</u></b>

## GALENA MINING LIMITED AND CONTROLLED ENTITIES

### NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

#### NOTE 16: CONTINGENT ASSETS AND LIABILITIES

In the opinion of the directors there were no contingent assets or liabilities as at 31 December 2022.

#### NOTE 17: CAPITAL AND OTHER COMMITMENTS

<b>Expenditure commitments</b>	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>\$</b>	<b>\$</b>
Within one year	17,724,105	51,273,301
Between 1 and 5 years	1,806,933	14,910,868
Above 5 years	3,245,932	42,898,719
	<b><u>22,776,970</u></b>	<b><u>109,082,888</u></b>

#### Commitments – leases not yet commenced.

The Group has various lease contracts that have not yet commenced as at 31 December 2022. The future lease payments for these non-cancellable lease contracts are A\$3,833,151 within one year (2022: A\$5,171,082), A\$17,474,784 in one to five years (2022: A\$24,865,424), and A\$4,904,241 above five years (2022: A\$3,234,354).

In the opinion of directors, there were no further capital or other commitments as at 31 December 2022.

#### NOTE 18: SIGNIFICANT EVENTS AFTER REPORTING PERIOD

In January 2023, ore commissioning commenced with the first ore feed to the plant on 9 January 2023. On 12 January 2023, the first lead-silver concentrate was produced as part of the plant commissioning process.

No other matter or circumstance has arisen since the end of audited period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial periods.

# GALENA MINING LIMITED AND CONTROLLED ENTITIES

## NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2022

### NOTE 19: GROUP INFORMATION

#### Interest in controlled entities

The consolidated financial statements incorporate the assets, liabilities and the results of the following subsidiary in accordance with the accounting policy described in note 2:

Name	Country of Incorporation	Class of share	Equity holding	Equity holding
			31 December 2022	30 June 2022
Abra Mining Pty Ltd	Australia	Ordinary	60.00%	60.00%
GML Marketing Pty Ltd <sup>(i)</sup>	Australia	Ordinary	100.00%	100.00%

(i) Entities have no activity.

#### Proportion of equity interest held by non-controlling entity

Name	Country of Incorporation	Non-controlling interest	
		31 December 2022	30 June 2022
Abra Mining Pty Ltd	Australia	40.00%	40.00%

On 12 April 2019, the Company completed a transaction with Toho to invest \$90,000,000 in various tranches for a 40% joint-venture investment in AMPL. During FY2021, AMPL received the final tranche payment of \$60,000,000 from Toho and an additional \$7,200,000 which included funding for the 2020 Abra Drilling Program and issued new shares to Galena and Toho's wholly owned subsidiary, CBHWA, such that AMPL is currently owned 60% by Galena and 40% by CBHWA. During FY2022, AMPL received an additional \$2,000,000 of funding from CBHWA. The transactions have been accounted for as an equity transaction with a non-controlling interest in accordance with AASB 10 Consolidated Financial Statements which specifies accounting for non-controlling interests, resulting in the following:

	31 December 2022	30 June 2022
	\$	\$
Proceeds from the issue of new shares in AMPL to CBHWA	-	2,000,000
Net assets attributable to non-controlling interest	-	-
Increase in equity attributable to parent (i)	-	-

(i) Represented by an increase in the consolidation reserve.

## GALENA MINING LIMITED AND CONTROLLED ENTITIES

### ***DIRECTORS' DECLARATION***

---

In accordance with a resolution of the directors of Galena Mining Limited, the directors of the Company declare that:

1. the financial statements and notes thereto are in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the financial position of the Group as at 31 December 2022 and of its performance, for the half year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including International Financial Reporting Standards) and the Corporations Regulations 2001;
2. in the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration has been made after receiving the declarations required to be made to the directors in accordance with sections of 295A of the Corporations Act 2001.

This declaration is made in accordance with a resolution of the Board of Directors.



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Adrian Byass  
Chairman

Perth, 22<sup>nd</sup> day of February 2023



## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF GALENA MINING LIMITED

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Galena Mining Limited (the company) and controlled entities (consolidated entity) which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the 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 of the consolidated entity comprising the company and the entities it controlled at 31 December 2022, or 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 accompanying half-year financial report of Galena Mining Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity'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.

#### Independence

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.

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## Directors' Responsibility 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 the Australian Accounting Standards and the Corporations Act 2001 and for such internal controls 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 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 consolidated entity'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 Corporation 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.



PKF PERTH



SHANE CROSS  
PARTNER

22 FEBRUARY 2023  
WEST PERTH,  
WESTERN AUSTRALIA