

# **Molopo Energy Limited**

**ABN 79 003 152 154**

**Interim Report - 30 June 2024**

|   |    |
|---|----|
| Corporate directory   | 2  |
| Directors' report   | 3  |
| Auditor's independence declaration  | 5  |
| Statement of profit or loss and other comprehensive income                  | 6  |
| Statement of financial position   | 7  |
| Statement of changes in equity  | 8  |
| Statement of cash flows   | 9  |
| Notes to the financial statements   | 10 |
| Directors' declaration  | 14 |
| Independent auditor's review report to the members of Molopo Energy Limited | 15 |

## **General information**

The financial statements cover Molopo Energy Limited as a consolidated entity consisting of Molopo Energy Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Molopo Energy Limited's functional and presentation currency.

Molopo Energy Limited is an unlisted public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

### **Registered office**

Level 26, 360 Collins Street  
Melbourne Victoria, 3000 Australia

### **Principal place of business**

39 Hamilton Street,  
Seddon Victoria, 3011 Australia

A description of the nature of the consolidated entity'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 30 September 2024.

|                             |  |
|-----------------------------|--|
| Directors                   | Roger Corbett AO (Independent Non-executive Chairman)<br>John Patton (Independent Non-executive Director)<br>Ralph Curton (Independent Non-executive Director)<br>Anthony Hartnell AM (Independent Non-executive Director) |
| Company secretary           | Andrew Metcalfe  |
| Registered office           | Level 26, 360 Collins Street<br>Melbourne Victoria, 3000 Australia   |
| Principal place of business | 39 Hamilton Street,<br>Seddon Victoria, 3011 Australia   |
| Share register              | Computershare Investor Services Pty Ltd<br>Yarra Falls<br>452 Johnston Street<br>Abbotsford VIC 3067<br>Australia<br>Telephone: (61 3) 9415 4000   |
| Auditor                     | Stannards Accountants and Advisory Pty Ltd<br>60 Toorak Road<br>South Yarra, Victoria 3141<br>Australia  |
| Bankers                     | National Australia Bank Limited<br>Level 1, 330 Collins Street, Melbourne, VIC, 3000, Australia<br>National Bank of Canada<br>1800-311 – 6th Avenue S.W., Calgary, AB T2P 3H2, Canada                                      |
| Website                     | <a href="http://www.molopoenergy.com">www.molopoenergy.com</a>   |

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Molopo Energy Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 June 2024.

### **Directors**

The following persons were Directors of Molopo Energy Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Roger Corbett AO - Independent Non-Executive Chairman  
John Patton - Independent Non-Executive Director  
Ralph Curton – Independent Non-Executive Director  
Anthony Hartnell AM – Independent Non-Executive Director

### **Review of operations**

The loss for the consolidated entity after providing for income tax amounted to \$8,140,000 for the half-year ended 30 June 2024 (30 June 2023: loss of \$533,000).

### Executive Summary

#### Corporate

The principal expense incurred during the reporting period has been litigation costs associated with the continued defence of the long-standing legal action in Canada and a provision for a AUD6.597m (CAD6m) settlement payable to 31005682 Nova Scotia ULC ('310') as Plaintiff.

The Company's principal business activity is the protection of shareholder value and managing the long-standing litigation action against Molopo Energy Canada Limited (MECL) in Alberta Canada and recovery of a RAND 50m (AUD3.94m) loan payable to the Company by South African domiciled Renergen Limited, an ASX listed entity (ASX: RLT). Further details are reported below under Legal Actions.

The Company is not pursuing any new oil and gas activities, outside of those which it holds indirectly through its 100% owned subsidiary, Orient FRC Limited ('Orient') which holds a 30% non-voting interest in Drawbridge Energy Holdings Limited ('Drawbridge').

The Company has a loan agreement with Renergen Limited (ASX: RLT) subsidiary Tetra 4 Pty Ltd (Borrower) for South African Rand 50 million (which is equivalent to AUD3.94 million based upon the AUD: SAR exchange rate at 30 June 2024). The loan is unsecured and repayable on 31 August 2024. During this period the loan is interest free. From 1 September 2024 to the extent the loan has not been repaid, the loan bears interest at the prime overdraft rate (lending rate) plus 2%. Under the terms of the loan agreement, shareholder loans were repayable when the Borrower generates revenues and sufficient profits in order to declare dividends which have not occurred.

During FY2024, Renergen extinguished shareholder loans between it and the Borrower converting debt to equity without repaying the loan to Molopo and without Molopo's consent in breach of the terms of the loan agreement. Molopo has initiated proceedings against the Borrower seeking the immediate and full repayment of the RAND 50 million loan together with outstanding interest and costs. The Directors will continue to pursue repayment of this loan.

Given Renergen's financial capability to repay the loan and accrued interest owing to the Company, this loan is carried at its full value in the financial statements

#### Drawbridge Operations

Since December 2021, the Company has not received any Financial Statements or an Operations Report from Drawbridge, which are required to be provided within 60 days of the end of that quarter as ordered by the Court. The Directors are therefore unable to confirm the financial position of Drawbridge given that the Company has not been provided any Financial Statements and Operations Reports. The directors of Drawbridge refuse to engage with Molopo and do not provide the required financial information, despite being requested to do so.

#### Legal Actions

Molopo Energy Canada Limited (MECL), a wholly owned subsidiary of the Company, has continued to defend the long running litigation commenced in March 2011 by 31005682 Nova Scotia ULC ('310') as Plaintiff, and MECL and Crescent Point Holdings Inc as Defendants. The Company participated in a scheduled mediation process in December 2023. The mediation was conducted by an experienced mediator in oil and gas transactions. Despite the mediator's attempts to narrow the issues in dispute so as to get all parties to agree a compromise, the mediation negotiations were terminated on the second day without a satisfactory outcome. Subsequent to mediation, the Company prepared for a trial hearing with the matter scheduled for trial commencing October 2024. Your current board, who were not involved when the litigation action commenced, have been and remain diligent in their approach in defending the matter to protect shareholders' interests.

#### **Significant changes in the state of affairs**

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

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

In September 2024, the Company and Veren (successor to *Crescent Point Holdings Inc*) agreed to settle the litigation with 310 . (Refer to note 9). The event was deemed to be an adjusting event at half year-end as no conditions had changed with respect to ongoing proceedings excepting that a settlement had been reached.

No other matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

#### **Rounding of amounts**

The Company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

#### **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



---

Roger Corbett AO  
Non-executive Chairman

14 February 2025

**Auditor's Independence Declaration under Section 307C of the Corporations Act 2001  
To the Directors of Molopo Energy Limited**

As auditor I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024 there have been:

- no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to this audit; and
- no contraventions of any applicable code of professional conduct in relation to this audit.

Stannards Accountants & Advisors



James Dickson  
Director

Dated: 17 February 2025

**Molopo Energy Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the half-year ended 30 June 2024**



|  |             | <b>Consolidated</b>   |                     |
|--|-------------|-----------------------|---------------------|
|  | <b>Note</b> | <b>30 June 2024</b>   | <b>30 June 2023</b> |
|  |             | <b>\$'000</b>         | <b>\$'000</b>       |
| <b>Revenue</b>   |             |                       |                     |
| Other income   | 2           | -                     | 22                  |
| Interest income  | 5           | (296)                 | 161                 |
| <b>Expenses</b>  |             |                       |                     |
| Salary and employee benefits   |             | (194)                 | (193)               |
| Foreign exchange gain/(loss)   |             | (8)                   | 2                   |
| Administration   |             | (136)                 | (204)               |
| Legal, management and consulting fees  |             | (910)                 | (321)               |
| Settlement of legal action   | 3           | (6,708)               | -                   |
| Total expenses   |             | <u>(7,956)</u>        | <u>(716)</u>        |
| <b>Loss before income tax expense</b>  |             | <b>(8,252)</b>        | <b>(533)</b>        |
| Income tax expense   |             | -                     | -                   |
| <b>Loss after income tax expense for the half-year attributable to the owners of Molopo Energy Limited</b> |             | <b>(8,252)</b>        | <b>(533)</b>        |
| <b>Other comprehensive income</b>  |             |                       |                     |
| <i>Items that may be reclassified subsequently to profit or loss</i>                                       |             |                       |                     |
| Foreign currency translation   |             | <u>112</u>            | <u>1</u>            |
| Other comprehensive income for the half-year, net of tax   |             | <u>112</u>            | <u>1</u>            |
| <b>Total comprehensive loss for the half-year attributable to the owners of Molopo Energy Limited</b>      |             | <b><u>(8,140)</u></b> | <b><u>(532)</u></b> |
|  |             | <b>Cents</b>          | <b>Cents</b>        |
| Basic loss per share   |             | (3.31)                | (0.21)              |
| Diluted loss per share   |             | (3.31)                | (0.21)              |

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

**Molopo Energy Limited**  
**Statement of financial position**  
**As at 30 June 2024**



|                                  |             | <b>Consolidated</b> |                    |
|----------------------------------|-------------|---------------------|--------------------|
|                                  | <b>Note</b> | <b>30 June 2024</b> | <b>31 December</b> |
|                                  |             | <b>\$'000</b>       | <b>2023</b>        |
|                                  |             |                     | <b>\$'000</b>      |
| <b>Assets</b>                    |             |                     |                    |
| <b>Current assets</b>            |             |                     |                    |
| Cash and cash equivalents        | 4           | 15,380              | 16,293             |
| Trade and other receivables      | 5           | 155                 | 662                |
| Other                            | 6           | 104                 | 36                 |
| <b>Total current assets</b>      |             | <u>15,639</u>       | <u>16,991</u>      |
| <b>Non-current assets</b>        |             |                     |                    |
| Receivables                      | 7           | 3,940               | 3,940              |
| <b>Total non-current assets</b>  |             | <u>3,940</u>        | <u>3,940</u>       |
| <b>Total assets</b>              |             | <u>19,579</u>       | <u>20,931</u>      |
| <b>Liabilities</b>               |             |                     |                    |
| <b>Current liabilities</b>       |             |                     |                    |
| Trade and other payables         | 8           | 267                 | 77                 |
| Provision                        | 9           | 6,598               | -                  |
| <b>Total current liabilities</b> |             | <u>6,865</u>        | <u>77</u>          |
| <b>Total liabilities</b>         |             | <u>6,865</u>        | <u>77</u>          |
| <b>Net assets</b>                |             | <u>12,714</u>       | <u>20,854</u>      |
| <b>Equity</b>                    |             |                     |                    |
| Issued capital                   | 10          | 157,321             | 157,321            |
| Reserves                         | 11          | (1,583)             | (1,695)            |
| Accumulated losses               |             | <u>(143,024)</u>    | <u>(134,772)</u>   |
| <b>Total equity</b>              |             | <u>12,714</u>       | <u>20,854</u>      |

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



**Molopo Energy Limited**  
**Statement of changes in equity**  
**For the half-year ended 30 June 2024**



|  | <b>Issued</b>             | <b>Foreign<br/>currency<br/>translation</b> | <b>Accumulated</b>       | <b>Total equity</b> |
|--|---------------------------|---|--------------------------|---------------------|
| <b>Consolidated</b>                                      | <b>capital<br/>\$'000</b> | <b>reserve<br/>\$'000</b>                   | <b>losses<br/>\$'000</b> | <b>\$'000</b>       |
| Balance at 1 January 2023                                | 157,321                   | (1,695)                                     | (138,333)                | 17,293              |
| Loss after income tax expense for the half-year          | -                         | -   | (533)                    | (533)               |
| Other comprehensive income for the half-year, net of tax | -                         | 1   | -                        | 1                   |
| Total comprehensive income/(loss) for the half-year      | -                         | 1   | (533)                    | (532)               |
| Balance at 30 June 2023                                  | <u>157,321</u>            | <u>(1,694)</u>                              | <u>(138,866)</u>         | <u>16,761</u>       |
|  | <b>Issued</b>             | <b>Foreign<br/>currency<br/>translation</b> | <b>Accumulated</b>       | <b>Total equity</b> |
| <b>Consolidated</b>                                      | <b>capital<br/>\$'000</b> | <b>reserve<br/>\$'000</b>                   | <b>losses<br/>\$'000</b> | <b>\$'000</b>       |
| Balance at 1 January 2024                                | 157,321                   | (1,695)                                     | (134,772)                | 20,854              |
| Loss after income tax expense for the half-year          | -                         | -   | (8,252)                  | (8,252)             |
| Other comprehensive income for the half-year, net of tax | -                         | 112   | -                        | 112                 |
| Total comprehensive income/(loss) for the half-year      | -                         | 112   | (8,252)                  | (8,140)             |
| Balance at 30 June 2024                                  | <u>157,321</u>            | <u>(1,583)</u>                              | <u>(143,024)</u>         | <u>12,714</u>       |

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

**Molopo Energy Limited**  
**Statement of cash flows**  
**For the half-year ended 30 June 2024**



|   | <b>Consolidated</b> |                     |
|---|---------------------|---------------------|
|   | <b>30 June 2024</b> | <b>30 June 2023</b> |
|   | <b>\$'000</b>       | <b>\$'000</b>       |
| <b>Cash flows from operating activities</b>                           |                     |                     |
| Payments to suppliers and employees                                   | (1,244)             | (567)               |
| Interest received   | 348                 | 158                 |
| Interest and other finance costs paid                                 | (19)                | -                   |
|   | <hr/>               | <hr/>               |
| Net cash used in operating activities                                 | (915)               | (409)               |
|   | <hr/>               | <hr/>               |
| Net cash from investing activities                                    | -                   | -                   |
|   | <hr/>               | <hr/>               |
| Net cash from financing activities                                    | -                   | -                   |
|   | <hr/>               | <hr/>               |
| Net decrease in cash and cash equivalents                             | (915)               | (409)               |
| Cash and cash equivalents at the beginning of the financial half-year | 16,293              | 17,102              |
| Effects of exchange rate changes on cash and cash equivalents         | 2                   | 4                   |
|   | <hr/>               | <hr/>               |
| Cash and cash equivalents at the end of the financial half-year       | <u>15,380</u>       | <u>16,697</u>       |

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

**Note 1. Material accounting policy information**

These general purpose financial statements for the interim half-year reporting period ended 30 June 2024 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 31 December 2023 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The 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 consolidated entity 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.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the consolidated entity.

**Going concern**

The consolidated entity is considered a going concern as its current assets exceed its current liabilities by \$8,774,000 at the reporting date, and there is no indication that in the 12-month period from the date of this report that the consolidated entity will be in a position that it cannot meet its future commitments as and when they fall due.

**Note 2. Other income**

|                           | <b>Consolidated</b> |                     |
|---------------------------|---------------------|---------------------|
|                           | <b>30 June 2024</b> | <b>30 June 2023</b> |
|                           | <b>\$'000</b>       | <b>\$'000</b>       |
| Net foreign exchange gain | -                   | 22                  |

**Note 3. Other expenses**

|  | <b>Consolidated</b> |                     |
|--|---------------------|---------------------|
|  | <b>30 June 2024</b> | <b>30 June 2023</b> |
|  | <b>\$'000</b>       | <b>\$'000</b>       |
| Loss before income tax includes the following specific expenses: |                     |                     |
| Settlement of legal action *                                     | 6,708               | -                   |

\* Refer to note 9

**Note 4. Current assets - cash and cash equivalents**

|              | <b>Consolidated</b> |                         |
|--------------|---------------------|-------------------------|
|              | <b>30 June 2024</b> | <b>31 December 2023</b> |
|              | <b>\$'000</b>       | <b>\$'000</b>           |
| Cash at bank | 15,380              | 16,293                  |

**Note 5. Current assets - trade and other receivables**

|                      | <b>Consolidated</b> |                         |
|----------------------|---------------------|-------------------------|
|                      | <b>30 June 2024</b> | <b>31 December 2023</b> |
|                      | <b>\$'000</b>       | <b>\$'000</b>           |
| Other receivables    | 155                 | 113                     |
| Interest receivable* | -                   | 549                     |
|                      | <u>155</u>          | <u>662</u>              |

\* Interest receivable of AUD549k on the Renergen loan was reversed during the reporting period as both Renergen and Molopo agreed that interest on the outstanding loan due payable to the Company does not accrue until 1 September 2024. This agreement is contrary to the previously agreed commencement date on the basis that the 2013 sale agreement was relied upon but was over-ridden by a subsequent loan agreement.

**Note 6. Current assets - other**

|             | <b>Consolidated</b> |                         |
|-------------|---------------------|-------------------------|
|             | <b>30 June 2024</b> | <b>31 December 2023</b> |
|             | <b>\$'000</b>       | <b>\$'000</b>           |
| Prepayments | 104                 | 36                      |
|             | <u>104</u>          | <u>36</u>               |

**Note 7. Non-current assets - receivables**

|               | <b>Consolidated</b> |                         |
|---------------|---------------------|-------------------------|
|               | <b>30 June 2024</b> | <b>31 December 2023</b> |
|               | <b>\$'000</b>       | <b>\$'000</b>           |
| Renergen Loan | 3,940               | 3,940                   |
|               | <u>3,940</u>        | <u>3,940</u>            |

The Company has recognised the full value of the RAND 50m (AUD3.94m) owed by Renergen Limited, and interest will start to be accrued on 1 September 2024 at the prime overdraft rate (lending rate) plus 2%.

In September 2013, Molopo Energy Limited (the Company) sold 100% of its shares in Molopo Energy South Africa Exploration and Production Proprietary Limited (Molopo SA) to Windfall Energy Pty Ltd. (a Sth African private company) under a Share Purchase Agreement. Windfall Energy Pty Ltd changed its name to Tetra 4 Pty Limited. Included in the 2013 sale agreement was the assignment of a claim and loan account of South African Rand 50 million against Molopo SA. In August 2015, Renergen Limited (Renergen), an emerging producer of helium and liquefied natural gas, acquired all of the shares in Molopo SA and in doing so acquired the obligation to repay the loan to the Company. The loan represents funds lent by the Company to Molopo SA which holds an onshore production license to develop and produce compressed natural gas.

Pursuant to the loan agreement dated June 2014, the loan is unsecured and up until 31 August 2024 is interest free. From 1 September 2024, the loan accrues interest at the prime overdraft rate (lending rate) plus 2% margin, consistent with the loan agreement.

The South African Rand (SAR) 50 million loan is equivalent to AUD3.94 million based upon the AUD: ZAR exchange rate at 30 June 2024. The loan is deemed to be a financial instrument to be recognised at fair value with movements to the statement of profit or loss under Accounting Standard AASB 9 Financial Instruments.

**Note 7. Non-current assets - receivables (continued)**

Repayment of the loan is dependent upon the Molopo SA assets being developed by Renergen and generating revenues and sufficient profits to declare dividends to shareholders. Prior to the payment of any dividends or the repayment of any Renergen shareholder loans, the loan owing to Molopo must be repaid. Where the company elects to pay a dividend, 36% of the annual profit that can be paid as a dividend must first be paid to Molopo Energy Limited which will be applied against the loan.

Given the extinguishment of shareholder loans between Renergen and Tetra 4, Molopo has lodged a claim with Renergen for the immediate and full repayment of the RAND 50m loan.

The Directors will continue to pursue repayment of this loan in accordance with the terms of the loan.

**Note 8. Current liabilities - trade and other payables**

|                | <b>Consolidated</b> |                         |
|----------------|---------------------|-------------------------|
|                | <b>30 June 2024</b> | <b>31 December 2023</b> |
|                | <b>\$'000</b>       | <b>\$'000</b>           |
| Trade payables | 259                 | 66                      |
| Other payables | 8                   | 11                      |
|                | <u>267</u>          | <u>77</u>               |

**Note 9. Current liabilities - provision**

|  | <b>Consolidated</b> |                         |
|--|---------------------|-------------------------|
|  | <b>30 June 2024</b> | <b>31 December 2023</b> |
|  | <b>\$'000</b>       | <b>\$'000</b>           |
| Provision for settlement of legal action | 6,598               | -                       |

The Board of Molopo Energy Limited advises that it has settled, without admission as to liability, the long running proceedings and all related claims against it and Molopo Energy Canada Ltd ("MECL") by 3105682 Nova Scotia ULC ("310") and Legacy Oil + Gas Inc, Crescent Point Resources Partnership, Crescent Point Energy Corp and Crescent Point Holdings Inc (collectively referred to as "Crescent Point") in Alberta Canada, including all Court of King's Bench Action Nos. 1101-03118, 1310-00189, 1310-00188 and 1401-13492.

The settlement included a contribution by Molopo in the sum of CAD6 million (AUD6.598 million) towards settlement together with Molopo granting an option to 310 to purchase all of the issued and outstanding shares of MECL with accumulated tax losses of approximately CAD21 million, to the extent that they may be utilised by 310, for a consideration of \$1.00 without admission of liability and mutual releases between Molopo and Crescent Point as co-defendants and 310 as plaintiff in the proceedings.

Following the thirteen-year legal action, the Board agreed to settle the proceedings after having due regard to all relevant matters including their protracted nature, escalating legal costs which would be exacerbated by a lengthy court hearing having expended over AUD3.9 million to date, and its strong legal advice.

The Board is satisfied that, despite the significant loss incurred by Molopo and shareholders from the proceedings, it is in the interests of all shareholders to have settled the proceedings on the terms agreed.

**Note 10. Equity - issued capital**

|                              | Consolidated |                  | Consolidated |                  |
|------------------------------|--------------|------------------|--------------|------------------|
|                              | 30 June 2024 | 31 December 2023 | 30 June 2024 | 31 December 2023 |
|                              | Shares       | Shares           | \$'000       | \$'000           |
| Ordinary shares - fully paid | 249,040,648  | 249,040,648      | 157,321      | 157,321          |

*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 11. Equity - reserves**

|                          | Consolidated |                  |
|--------------------------|--------------|------------------|
|                          | 30 June 2024 | 31 December 2023 |
|                          | \$'000       | \$'000           |
| Foreign currency reserve | (1,583)      | (1,695)          |

**Note 12. Interests in subsidiaries**

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1:

| Name                       | Principal place of business / Country of incorporation | Ownership interest |                  |
|----------------------------|--|--------------------|------------------|
|                            |  | 30 June 2024       | 31 December 2023 |
|                            |  | %                  | %                |
| Molopo USA LLC             | USA  | 100.00%            | 100.00%          |
| Molopo Energy Texas LLC    | USA  | 100.00%            | 100.00%          |
| Orient FRC Limited         | British Virgin Islands                                 | 100.00%            | 100.00%          |
| Molopo Energy Holdings Ltd | Canada   | 100.00%            | 100.00%          |
| Molopo Energy Canada Ltd   | Canada   | 100.00%            | 100.00%          |
| Molopo Canada Callco Ltd   | Canada   | 100.00%            | 100.00%          |

**Note 13. Events after the reporting period**

In September 2024, the Company and Veren (successor to *Crescent Point Holdings Inc*) agreed to settle the litigation with 310 . (Refer to note 9). The event was deemed to be an adjusting event at half year-end as no conditions had changed with respect to ongoing proceedings excepting that a settlement had been reached.

No other matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

**Molopo Energy Limited**  
**Directors' declaration**  
**30 June 2024**



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 consolidated entity's financial position as at 30 June 2024 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

A handwritten signature in black ink, appearing to read "R. Corbett", written over a horizontal line.

Roger Corbett AO  
Non-executive Chairman

14 February 2025

**Independent Auditor's Review Report  
To the Members of Molopo Energy Limited**

**Report on the Review of the Financial Report**

**Conclusion**

We have reviewed the accompanying financial report of Molopo Energy Limited for the six month period ended 30 June 2024, which comprises the statement of financial position as at 30 June 2024, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the accompanying financial report of Molopo Energy Limited for the six month period ended 30 June 2024 does not present fairly, in all material respects, the financial position of the Molopo Energy Limited as at 30 June 2024, and its financial performance and its cash flows for the six months ended on that date, in accordance with the Australian Accounting Standards, the *Corporations Act 2001* 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 Molopo Energy Limited 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.

**Responsibilities of the Directors for the Financial Report**

The directors of the Company are responsible for the preparation and fair presentation of the financial report 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 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 financial report based on our review. ASRE 2410 requires us to conclude whether anything has come to our attention that causes us to believe that the financial report does not present fairly, in all material respects, the financial position of Molopo Energy Limited as at 30 June 2024 and its financial performance and its cash flows for the six months ended on that date, in accordance with Australian Accounting Standards, the *Corporations Act 2001* and the *Corporations Regulations 2001*.

A review of a 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.

Stannards Accountants and Advisors



James Dickson  
Director

Dated: 17 February 2025