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**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**  
**(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**  
**(Incorporated in Bermuda with limited liability)**  
**(ARBN: 070 352 500)**

**Interim Financial Report**  
**For the Half -Year Ended 30 September 2020**  
**ASX Appendix 4D**

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

INTERIM FINANCIAL REPORT  
FOR THE HALF -YEAR ENDED 30 SEPTEMBER 2020

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VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

Appendix 4D  
Interim Financial Report For The Half-Year Ended 30 September 2020

1. Name of entity: VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED ("VIA") (FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)  
ARBN 070 352 500  
Half-year ended (reporting period) 30 September 2020  
Half-year ended (previous corresponding period) 30 September 2019

2. Results for announcement to the market

*(Amount and percentage change up or down from the previous corresponding period)*

	Six months to 30 September		Change A\$'000	Change %
	2020 A\$'000	2019 A\$'000		
2.1 Revenue from ordinary activities	5,376	16,138	(10,762)	-67%
2.2 (Loss)/ profit from ordinary activities after tax attributable to members	(211)	67	(278)	415%
2.3 (Loss)/ profit for the reporting period attributable to members	(211)	67	(278)	415%
2.4 Dividend			Amount per security	Franked amount per security
Final dividend			Nil	N/A
Interim dividend			Nil	N/A
Previous corresponding period			Nil	N/A
2.5 Record date for determining entitlements to the dividend			Nil	N/A

3. Net tangible assets per security

	Current period	Previous corresponding period
Net tangible assets backing per ordinary security	A\$0.01	A\$0.28

4. Dividend

There was no dividend declared or paid during the current period.

5. Details of any dividend or distribution reinvestment plans in operation from and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan

N/A

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

Appendix 4D  
Interim Financial Report For The Half-Year Ended 30 September 2020

**6. Details of associates and joint venture entities**

There were no joint venture entity holdings in the current period.

Detail of the associate is as follows:

Name of the associate:	Maoming Jinsheng Minerals Company Limited
Effective percentage holding:	25.5%
Aggregate share of losses:	N/A (Previous corresponding period: A\$155,000)
Contributions to net profit:	N/A (Previous corresponding period: N/A)

**7. Basis of preparations**

The interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, it is recommended that this report be read in conjunction with the annual financial report for the year ended 31 March 2020 and any public announcements made by ViaGold Rare Earth Resources Holdings Limited (formerly known as ViaGold Capital Limited) during the half-year in accordance with the continuous disclosure requirements under the Listing Rules of the Australian Securities Exchange Limited ("ASX").

**Compliance Statement**

8. The information provided in this report has been prepared in accordance with the International Financial Reporting Standards which is acceptable to the ASX for foreign reporting entities.
9. The Interim Financial Report of ViaGold Rare Earth Resources Holdings Limited (formerly known as ViaGold Capital Limited) for the half-year ended 30 September 2020 has been subject to review. A copy of the independent review report to the members of ViaGold Rare Earth Resources Holdings Limited (formerly known as ViaGold Capital Limited) is attached.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

DIRECTORS' REPORT

The Directors present their interim financial report together with the condensed consolidated financial statements of ViaGold Rare Earth Resources Holdings Limited (formerly known as ViaGold Capital Limited) (the "Company") and its controlled entities (collectively the "Group") for the half-year ended 30 September 2020.

DIRECTORS

The Directors of the Company during the period and up to the date of this report were:

Executive directors:

Ms. Mulei SHI (Chief Executive Officer)  
Mr. King Choi LEUNG  
Mr. Changyuan LIAO

Non-executive directors:

Dr. Longguang SHI  
Ms. Jingcui HONG

Independent non-executive directors:

Mr. Yan WANG  
Mr. Fuchuan GUO  
Mr. Xunchang HU

PRINCIPAL ACTIVITIES OF THE GROUP

The Company acts as an investment holding company. The subsidiaries of the Company are principally engaged in rare earth refining and separation, leasing and capital financing, mineral trading business as well as consultancy and management services to educational institutions.

DIVIDEND

The Directors do not recommend the payment of a dividend. No dividend has been declared or paid since the end of the previous financial year.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

CONSOLIDATED RESULTS AND REVIEW OF OPERATIONS

With the government measures to control mining of rare earth and limit the production with assigned quotas and environmental protection standards, most of the rare earth production entities have largely scaled down its production (some even scaled down by 80%). And the global COVID 19 pandemic situation has made the market worse. The Group's rare earth subsidiary is mainly in the processing and refinery of rare earth elements for production use. It's limited by rare earth mining resources but on the other hand it's benefited from the increase of heavy rare earth metal price. During the period under review, the Rare Earth segment recorded a drop of 67.8% amounted to AUD5,041,000 (2019: AUD15,655,000) but enjoyed a gross profit of 9.7% of revenue amounted to AUD490,000 (2019: AUD1,223,000 i.e. 7.8% of revenue) and a profit of AUD98,000 (2019: AUD900,000 including dividend income of AUD426,000).

During the period under review, the education team continued to suffer high rental cost in school premises but was working hard to overcome the staffs and management cost. Since its long-term contracts are all based on school fee of the education institutions and they suffered from loss due to the high management and consulting fee. The Board of the Group, after ample consideration that this segment which contributed less than 5% of the equity (capital and reserves attributable to the equity holders of the Company), has decided to terminate the contracts with them on 31 July 2020 and a Board Resolution to this effect had been duly adopted. During the reviewed period, the segment in management and consulting services in education recorded a drop in revenue of AUD155,000 (2019: AUD181,000) and generated a small profit of AUD13,000 (2019: AUD53,000).

During the six months period of review, the Leasing and Capital Financing segment recorded a decrease in revenue of AUD180,000 (2019: AUD302,000) and a loss of AUD46,000 (2019: profit of AUD68,000) which was attributed to the expiry of long term leases without extension and the continuation of depreciation and administration expenses. Nevertheless, this segment continues to enjoy its financial income from its surplus cash of AUD689,000 (2019: AUD621,000).

As a combined effect of the above and during the period 1/4/2020 – 30/9/2020, the Group had a combined revenue of AUD5,376,000 (2019: AUD16,138,000), a gross profit of AUD820,000 (2019: AUD1,540,000) and a loss of AUD146,000 (2019: profit of AUD701,000).

During the six months under review, the group has issued no warrants and rights nor any bonds to existing shareholders and the public.

OUTLOOK

As for the rare earth processing and refinery sector, more stringent environmental control and industry integrations in rare earth processors were implemented in China. And like other enterprises, the Group has to continue to face the negative impact from COVID-19 pandemic. The Group will strike hard to overcome the difficulties and try to bring more returns.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
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OUTLOOK

As for the leasing and capital financing sector, since some long term leases had expired, the Group is actively and speedily looking for new contract replacements. As demand for renting vehicles will continue to remain high in Beijing where the vehicle licenses are limited resources. We target for a good growth in the near future and we have our enlarging cash reserve to meet new investment opportunities.

Based on the agreement signed with Baotou Rare Earth Exchange early this year, our technical team continues to work on the provenance system.

Our Group has always adopted maintaining a conservative but proactive business development and investment strategy to optimize returns for our shareholders. By end of September 2020 the Group, through its subsidiary – Viagold Internet of Things Technology Co., Limited has co-operated with two Wuxi entities to establish a company in Hengqin Free Trade Zone in Zhuhai, Guangdong Province, China for the trading of stainless steel and other rare earth related industrial products (detail of the co-operation has been announced on 1 September, 2020). We believe that this co-operation will generate good returns to the benefit of all shareholders.

APPRECIATION

On behalf of the Board, I would like to thank all our shareholders, investors, bankers, business associates and clients for their continuing support to the Group, to my fellow directors, the auditor and consultants for their professional services rendered and all the dedicated staff members of the Group for their hard work and contribution during the period under review.



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Mr. Changyuan LIAO  
Director

30 November 2020

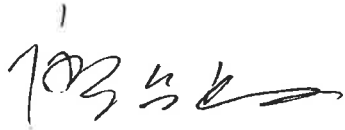
VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

DIRECTORS' DECLARATION

The Directors of the Company declare that, for the half-year ended 30 September 2020:

1. The attached financial statements and notes thereto as set out on pages 7 to 22:
  - (a) comply with the International Accounting Standard ("IAS") 34 "Interim Financial Reporting"; and
  - (b) give a true and fair view of the Group's financial position as at 30 September 2020 and of its performance for the half-year then ended;
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.

Signed on behalf of and in accordance with a resolution of the Board of Directors.



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Mr. Changyuan LIAO  
Director

30 November 2020

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VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

CONDENSED CONSOLIDATED INCOME STATEMENT  
 FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020

	Note	Six months ended	
		30 September	
		2020	2019
		A\$'000	A\$'000
Turnover	5	5,376	16,138
Cost of services and sales		<u>(4,556)</u>	<u>(14,598)</u>
Gross profit		820	1,540
Other income		130	428
Administrative expenses		(1,059)	(1,250)
Share of loss of an associate		-	(5)
(Loss)/ profit before income tax		(109)	713
Income tax expenses	5	<u>(37)</u>	<u>(12)</u>
(Loss)/ profit for the period		<u>(146)</u>	<u>701</u>
Attributable to:			
Equity holders of the Company		(211)	67
Non-controlling interests		<u>65</u>	<u>634</u>
		<u>(146)</u>	<u>701</u>
(Loss)/ earnings per share attributable to the equity holders of the Company			
- basic		<u>(A\$0.003)</u>	<u>A\$0.002</u>
- diluted		<u>(A\$0.003)</u>	<u>A\$0.002</u>

The notes on pages 13 to 22 form an integral part of this condensed consolidated interim financial report.

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**  
**(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020**

	Six months ended 30 September	
	2020 A\$'000	2019 A\$'000
(Loss)/ profit for the period	(146)	701
Other comprehensive income/(loss), net of tax:		
Items that may be reclassified subsequently to profit or loss:		
Exchange differences on translation of financial statements of overseas subsidiaries	(442)	(386)
Fair value (loss)/ gain on financial assets at fair value through other comprehensive income	(86)	3,712
Total comprehensive (expenses)/ income for the period	<u>(674)</u>	<u>4,027</u>
Attributable to:		
Equity holders of the Company	(738)	1,091
Non-controlling interests	64	2,936
	<u>(674)</u>	<u>4,027</u>

The notes on pages 13 to 22 form an integral part of this condensed consolidated interim financial report.

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**  
**(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2020**

	Note	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Fixed assets			
- Investment property	6	433	496
- Property, plant and equipment	6	6,214	7,349
Right-of-use assets	8	4,222	4,729
Interests in an associate		174	194
Financial assets at fair value through other comprehensive income	9	3,702	4,116
		<u>14,745</u>	<u>16,884</u>
<b>Current assets</b>			
Inventories	10	29,963	34,462
Trade and other receivables	11	8,075	9,771
Pledged bank deposits	12	177	280
Cash and cash equivalents		4,619	2,527
		<u>42,834</u>	<u>47,040</u>
<b>Total assets</b>		<u><u>57,579</u></u>	<u><u>63,924</u></u>
<b>EQUITY</b>			
<b>Capital and reserves</b>			
Share capital	13	16,662	16,662
Reserves		<u>(4,272)</u>	<u>(3,975)</u>
Capital and reserves attributable to the equity holders of the Company		12,390	12,687
Non-controlling interests		<u>(6,982)</u>	<u>(7,046)</u>
<b>Total equity</b>		<u>5,408</u>	<u>5,641</u>

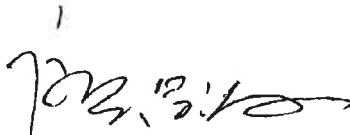
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**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**  
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2020**

	Note	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Other payables	14	16,414	-
<b>Current liabilities</b>			
Trade and other payables	14	35,708	58,044
Contract liabilities	15	15	202
Tax payable		34	37
		<u>35,757</u>	<u>58,283</u>
<b>Total equity and liabilities</b>		<u>57,579</u>	<u>63,924</u>

The consolidated financial statements on pages 13 to 22 were approved and authorised for issue by the board of directors on 30 November 2020 and are signed on its behalf by:

  
\_\_\_\_\_  
Changyuan Liao  
(Director)

  
\_\_\_\_\_  
Muli Shi  
(Director)

The notes on pages 13 to 22 form an integral part of this condensed consolidated interim financial report.

VIA GOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020

	Attributable to equity holders of the Company										
	Reserves										
	Share capital A\$'000	Share premium A\$'000	Translation reserve A\$'000	Contributed surplus A\$'000	Warrant reserve A\$'000	Share-based compensation reserve A\$'000	Investment revaluation reserve A\$'000	Accumulated losses A\$'000	Sub-total A\$'000	Non-controlling interests A\$'000	Total equity A\$'000
As at 1 April, 2019	8,331	44,330	(26,855)	47,645	930	1,707	(381)	(65,728)	9,979	12,362	22,341
Profit for the period	-	-	-	-	-	-	-	67	67	634	701
Exchange differences arising on translation of foreign operations	-	-	(382)	-	-	-	-	-	(382)	(4)	(386)
Fair value gain on financial assets at fair value through other comprehensive income	-	-	-	-	-	-	1,406	-	1,406	2,306	3,712
Total comprehensive gain	-	-	(382)	-	-	-	1,406	67	1,091	2,936	4,027
Issue of shares	8,331	(7,082)	-	-	-	-	-	-	1,249	-	1,249
As at 30 September 2019	16,662	37,248	(27,237)	47,645	930	1,707	1,025	(65,661)	12,319	15,298	27,617
	Attributable to equity holders of the Company										
	Reserves										
	Share capital A\$'000	Share premium A\$'000	Translation reserve A\$'000	Contributed surplus A\$'000	Warrant reserve A\$'000	Share-based compensation reserve A\$'000	Investment revaluation reserve A\$'000	Accumulated losses A\$'000	Sub-total A\$'000	Non-controlling interests A\$'000	Total equity A\$'000
As at 1 April, 2020	16,662	37,248	(24,782)	47,645	600	-	432	(65,118)	12,687	(7,046)	5,641
Loss for the period	-	-	-	-	-	-	-	(211)	(211)	65	(146)
Exchange differences arising on translation of foreign operations	-	-	(441)	-	-	-	-	-	(441)	(1)	(442)
Fair value loss on financial assets at fair value through other comprehensive income	-	-	-	-	-	-	(86)	-	(86)	-	(86)
Total comprehensive loss	-	-	(441)	-	-	-	(86)	(211)	(738)	64	(674)
Capital contribution from ultimate shareholder	-	-	-	441	-	-	-	-	441	-	441
As at 30 September 2020	16,662	37,248	(25,223)	48,086	600	-	346	(65,329)	12,390	(6,982)	5,408

The notes on pages 13 to 22 form an integral part of this condensed consolidated interim financial report.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020

	Six months ended 30 September	
	2020 A\$'000	2019 A\$'000
Net cash generated from operating activities	1,706	1,953
Net cash used in investing activities	(38)	(46)
Net cash generated from financing activities	517	985
Net increase in cash and cash equivalents	2,185	2,892
Cash and cash equivalents at the beginning of the period	2,527	926
Exchange losses on cash and cash equivalents	(93)	(528)
Cash and cash equivalents at the end of the period	4,619	3,290

The notes on pages 13 to 22 form an integral part of this condensed consolidated interim financial report.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020

**1. GENERAL INFORMATION**

ViaGold Rare Earth Resources Holdings Limited (formerly known as ViaGold Capital Limited) (the "Company") was incorporated in Bermuda as an exempted company with limited liability and its shares are listed on the Australian Securities Exchange Limited (the "ASX"). The address of its registered office is Suite 1102, Level 11, 370 Pitt Street, Sydney, NSW, 2000 Australia.

The Company acts as an investment holding company. The subsidiaries of the Company are principally engaged in rare earth refining and separation, leasing and capital financing, mineral trading business and consultancy and management services to educational institutions.

This interim financial report is presented in units of Australian dollars (A\$), unless otherwise stated.

**2. BASIS OF PREPARATION**

This condensed consolidated interim financial report for the half-year ended 30 September 2020 has been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting" issued by International Accounting Standard Board ("IASB"). The condensed consolidated interim financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the annual financial report of the Group for the year ended 31 March 2020 and any public announcements made by the Group during the half-year.

The interim financial report has been prepared in accordance with the same accounting policies adopted in the annual financial report for the year ended 31 March 2020, except for the accounting policy changes that are expected to be reflected in the annual financial report for the year ending 31 March 2021.

The interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since annual financial report for the year ended 31 March 2020. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with International Financial Reporting Standards ("IFRSs").

The interim financial report is unaudited, but has been reviewed by KTC Partners CPA Limited ("KTC") in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". KTC's independent review report to the members of the Company is included on page 23.

VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)

NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020

**3. CHANGES IN ACCOUNTING POLICIES**

The International Accounting Standard Board ("IASB") has issued the following amendments to IFRSs that are first effective for the current accounting period of the group:

Amendments to IFRS 3	Definition of a Business
Amendments to IFRS 9, IAS 39 and IFRS 7	Interest Rate Benchmark Reform
Amendments to IAS 1 and IAS 8	Definition of Material

None of these developments have had a material effect on how the group's results and financial position for the current or prior periods have been prepared or presented in this interim financial report. The group has not applied any new standard or interpretation that is not yet effective for the current accounting period.

**4. SEGMENT REPORTING**

The Group manages its business by divisions, which are organized by business lines. In a manner consistent with the way in which information is reported internally to the Group's most senior executive management for the purposes of resource allocation and performance assessment, the Group has identified the following reportable segments.

- Trading of minerals
- Leasing and capital financing
- Provision of consultancy and management services to educational institutions
- Rare earth refining and separation

Geographically, the Group's businesses are divided into Hong Kong and the People's Republic of China (the "PRC"). The main business in Hong Kong is investment holdings. The businesses in the PRC are segregated into rare earth refining and separation, leasing and capital financing services, and consultancy and management services to educational institutions.

100% of the Group's customers are located in Mainland China and revenue of the Group is derived from operations in Mainland China.

The management assesses the performance of the operating segments based on the profit/loss for the period. This measurement basis excludes intra-group transactions and gain/loss of disposal of subsidiaries.



**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**  
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**NOTES TO THE INTERIM FINANCIAL REPORT**  
**FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020**

**5. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2020 is as follows:

	Trading of minerals A\$'000	Leasing and capital financing A\$'000	Provision of consultancy and management services to educational institutions A\$'000	Rare earth refining and separation A\$'000	Consolidated A\$'000
Segment revenue	-	180	155	5,041	5,376
Inter-segment revenue	-	-	-	-	-
Revenue from external customers	-	180	155	5,041	5,376
Reportable segment gross profit	-	175	155	490	820
Reportable segment (loss)/ profit before income tax	(2)	(46)	13	98	63
Unallocated corporate expenses					(172)
Loss before income tax					(109)
Income tax expenses					(37)
Loss for the period					(146)

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020**

**5. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2020 is as follows:

	Trading of minerals A\$'000	Leasing and capital financing A\$'000	Provision of consultancy and management services to educational institutions A\$'000	Rare earth refining and separation A\$'000	Consolidated A\$'000
As at 30 September 2020					
Reportable segment assets	3	1,553	1,159	54,644	57,359
Interest in associate					174
Unallocated corporate assets					46
Consolidated total assets					<u>57,579</u>
Reportable segment liabilities					(50,951)
Unallocated corporate liabilities	(186)	(24)	(1,385)	(49,356)	<u>(1,220)</u>
Consolidated total liabilities					<u>(52,171)</u>

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020**

**5. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2019 is as follows:

	Trading of minerals A\$'000	Leasing and capital financing A\$'000	Provision of consultancy and management services to educational institutions A\$'000	Rare earth refining and separation A\$'000	Consolidated A\$'000
Segment revenue	-	302	181	15,655	16,138
Inter-segment revenue	-	-	-	-	-
Revenue from external customers	-	302	181	15,655	16,138
Reportable segment gross profit	-	201	116	1,223	1,540
Reportable segment (loss)/profit before income tax	(2)	68	53	900	1,019
Unallocated corporate expenses					(306)
Profit before income tax					713
Income tax credit					(12)
Profit for the period					701

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020**

**5. SEGMENT REPORTING (Continued)**

The segment information for the reporting segments for the half-year ended 30 September 2019 is as follows:

	Trading of minerals A\$'000	Leasing and capital financing A\$'000	Provision of consultancy and management services to educational institutions A\$'000	Rare earth refining and separation A\$'000	Consolidated A\$'000
As at 30 September 2019					
Reportable segment assets	3	1,810	490	87,932	90,235
Interest in associate					181
Unallocated corporate assets					1,409
Consolidated total assets					<u>91,825</u>
Addition to non-current assets (other than financial institution)	-	-	-	48	48
Reportable segment liabilities	(12)	(23)	(742)	(61,504)	(62,281)
Unallocated corporate liabilities					(1,927)
Consolidated total liabilities					<u>(64,208)</u>

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED  
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**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2020**

**6. FIXED ASSETS**

	Furniture and equipment A\$'000	Motor vehicles A\$'000	Plant and machinery A\$'000	Leasehold improvement A\$'000	Buildings A\$'000	Sub-total A\$'000	Investment property A\$'000	Total A\$'000
<u>Cost</u>								
As at 31 March 2020	115	1,988	3,359	2,409	4,280	12,151	902	13,053
Disposals	-	(51)	-	-	-	(51)	-	(51)
Exchange realignment	(11)	(199)	(339)	(242)	(430)	(1,221)	(98)	(1,319)
As at 30 September 2020	104	1,738	3,020	2,167	3,850	10,879	804	11,683
<u>Accumulated depreciation</u>								
As at 31 March 2020	48	1,371	1,880	615	888	4,802	406	5,208
Charge for the period	7	132	101	59	102	401	18	419
Elimination on disposals	-	(51)	-	-	-	(51)	-	(51)
Exchange realignment	(6)	(137)	(190)	(63)	(91)	(487)	(53)	(540)
As at 30 September 2020	49	1,315	1,791	611	899	4,665	371	5,036
<u>Carrying amount</u>								
As at 30 September 2020	55	423	1,229	1,556	2,951	6,214	433	6,647
As at 31 March 2020	67	617	1,479	1,794	3,392	7,349	496	7,845

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**  
**(FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**

NOTES TO THE INTERIM FINANCIAL REPORT  
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**7. SEASONALITY OF OPERATIONS**

Since the rare earth refining and separation, leasing and capital financing, and consultancy and management service business segments do not have any seasonal trend, no analysis of operation is presented.

**8. RIGHT-OF-USE ASSETS**

	A\$'000
As at 1 April 2020	4,729
Depreciation charged for the period	(32)
Exchange realignment	(475)
	<u>4,222</u>
As at 30 September 2020	<u>4,222</u>

The right-of-use assets related to the land use rights are located in the PRC.

**9. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME**

	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
Financial assets at fair value through other comprehensive income - unlisted equity shares	<u>3,702</u>	<u>4,116</u>

Financial assets at fair value through other comprehensive income represents 4,747,937 (31 March 2020: 4,747,937) ordinary shares in Jiangsu Jiangnan Rural Commercial Bank Co., Ltd.

**10. INVENTORIES**

	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
Raw materials	350	128
Work-in-progress	26,540	29,622
Finished goods	<u>3,073</u>	<u>4,712</u>
	<u>29,963</u>	<u>34,462</u>

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NOTES TO THE INTERIM FINANCIAL REPORT  
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**11. TRADE AND OTHER RECEIVABLES**

	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
Trade receivables	1,795	2,166
Bill receivables	-	23
Other receivables, deposits and prepayments	5,341	6,363
Amounts due from related companies	939	1,219
	<u>8,075</u>	<u>9,771</u>

**12. PLEDGED BANK DEPOSITS**

As at 30 September 2019, the Group pledged approximately A\$177,000 bank deposits (31 March 2020: A\$280,000), which is denominated in RMB, to bankers of the Group to secure the bill payables due within six months. The pledged bank deposits will be released upon the settlement of relevant bill payables.

**13. SHARE CAPITAL**

	Number of shares '000	Ordinary shares A\$'000
<u>Issued and fully paid</u>		
At 1 April 2020 and 30 September 2020	<u>83,312</u>	<u>16,662</u>

**14. TRADE AND OTHER PAYABLES**

	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
Trade payables and bill payables	11,606	12,975
Other payables and accrued charges	1,511	2,007
Amounts due to key management personnel (note i)	2,821	3,295
Amounts due to related companies (current liabilities) (note i)	19,770	39,767
Amounts due to related companies (non-current liabilities) (note ii)	16,414	-
	<u>52,122</u>	<u>58,044</u>
Analysed as:		
Amount due within 1 year shown under current liabilities	35,708	58,044
Amount due more than 1 year	16,414	-
	<u>52,122</u>	<u>58,044</u>

**VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED**  
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NOTES TO THE INTERIM FINANCIAL REPORT  
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**14. TRADE AND OTHER PAYABLES - Continued**

Note:

- (i) The amounts are unsecured, interest-free, and repayable on demand.  
 (ii) As at 30 September 2020, the balance due to Yingkou Huarong Shiye Company Limited is unsecured, interest-free and not repayable with one year from the date of grant of the loan. As the related company has confirmed that it would not demand for loan repayment from the Company for at least 12 months from the financial statements approval date, the balance due to related company is classified as non-current liabilities.

**15. CONTRACT LIABILITIES**

	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
Leasing and capital financing	-	106
Rare earth refining and separation	15	96
	15	202

**16. MATERIAL RELATED PARTY TRANSACTIONS**

<u>Transactions</u> <u>Related party</u>	<u>Nature of transactions</u>	Six months ended 30 September	
		2020 A\$'000	2019 A\$'000
Related companies	Consultancy and management services income	-	181
Directors of the Company	Key management compensation	71	128

<u>Balances due from/ (to)</u> <u>Related party</u>	<u>Nature of balances</u>	As at 30 September 2020 A\$'000	As at 31 March 2020 A\$'000
Related companies	Amounts due from related companies	939	1,219
	Amounts due to related companies	(19,770)	(39,767)
Related parties	Amounts due to key management personnel	(2,821)	(3,295)

**17. DIVIDEND**

No dividend was paid for both periods. The directors do not recommend the payment of an interim dividend.



**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF VIAGOLD RARE EARTH RESOURCES HOLDINGS LIMITED (FORMERLY KNOWN AS VIAGOLD CAPITAL LIMITED)**

**Introduction**

We have reviewed the interim condensed consolidated financial information set out on pages 7 to 22 which comprises the condensed consolidated statement of financial position of ViaGold Rare Earth Resources Holdings Limited (formerly known as ViaGold Capital Limited) (the "Company") and its subsidiaries (together, the "Group") as of 30 September 2020 and the related condensed consolidated income statement, statement of comprehensive income, statement of changes in equity and statement of cash flows for half-year period then ended and explanatory notes. The directors of the Company are responsible for the preparation and presentation of condensed consolidated financial statements in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34").

Our responsibility is to express a conclusion, based on our review, on the interim condensed consolidated financial statements and to report our conclusion solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

**Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim condensed consolidated financial statements consists of making inquiries, 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 International Standards on Auditing 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.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.



**KTC Partners CPA Limited**  
*Certified Public Accountants (Practising)*

Chow Yiu Wah, Joseph  
Practising Certificate Number: P04686  
Hong Kong, 30 November 2020